



2023-2024 Default Resolution Document

Student Name: _____ COTC ID:

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The National Student Loan Data System (NSLDS) indicates that you are in DEFAULT on a federal student loan. A borrower who is in default on a federal student loan cannot receive further federal financial aid until the default is resolved. You can check your status at <https://studentaid.gov>.

Below is a list of acceptable documentation which you may submit to document that your defaulted loan has been resolved.

- A. Perkins Default:** The borrower must obtain a good standing letter from the college/university where the Perkins loan was borrowed to regain eligibility.
- B. Deferment/Forbearance:** Loans that are 270-359 days delinquent are in default. However, these loans are still eligible for a deferment or forbearance to bring loans current. Contact your Federal Loan Servicer(s) to inquire. Documentation from your Federal Loan Servicer is necessary to satisfy loans being in good standing.
- C. Fresh Start:** Under the Fresh Start Initiative, defaulted borrowers regain eligibility for all forms of TITLE IV aid if they hold a Fresh-Start-eligible loan that defaulted before March 13, 2020. Borrowers eligible for Fresh Start must sign the fresh start acknowledgement statement before aid eligibility is reinstated.
- D. Satisfactory Repayment Arrangement Letter:** Loans that are 360+ days delinquent are in default. In order to regain eligibility through a Satisfactory Repayment Arrangement Letter, the borrower must sign the agreement letter for the Loan Rehabilitation Program. The borrower must make six consecutive, voluntary on time payments to the loan holder. After the **sixth payment is received and processed**, the borrower may contact the Department of Education at 800.621.3115 and request a Satisfactory Repayment Arrangement Letter. **NOTE:** Although a borrower can regain eligibility by obtaining the Satisfactory Repayment Arrangement Letter, the loan is still in default. After the borrower makes three more payments, the loan would be considered **rehabilitated**. (see E for more details)
- E. Loan Rehabilitation:** A borrower who signed the agreement letter for the Loan Rehabilitation Program and has made **six** consecutive, voluntary on time payments on the defaulted loans are eligible for the Loan Rehabilitation Letter. Contact the Department of Education at 800.621.3115 for your Loan Rehabilitation Letter.
- F. Paid in Full Letter (including consolidation):** A borrower can resolve a defaulted loan by repaying the loan(s) in full and thereby regain eligibility. The borrower may contact the Department of Education at 800.621.3115 and request a Default Paid in Full Letter.

TO RETURN THIS FORM: Email to: NWK-studentfinancialservices@mail.cotc.edu (or) Fax to: 740-364-9533 (or) Mail to: COTC, Student Financial Services, 1179 University Dr, Newark OH 43055

*All Federal Loan Servicers are listed on the back.

Office Use Only

Advisor: print NSLDS history and attach

_____ Documentation is acceptable, and student may regain TITLE IV eligibility.

_____ Documentation is not acceptable.

Reviewed by:



Aidvantage

800.722.1300

aidvantage.com



EdFinancial Services

855.337.6884

edfinancial.com



MOHELA

888.866.4352

mohela.com



Nelnet

888.486.4722

nelnet.com



Department of
Education

800.621.3115

myeddebt.ed.gov

All documents and forms submitted to Student Financial Services become the property of Central Ohio Technical College and cannot be copied or returned to the student, spouse, or parent (i.e. tax returns, verification worksheets, W2s, etc).

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