

**FEDERAL PERKINS LOAN  
STATEMENT OF RIGHTS AND RESPONSIBILITIES**

A Federal Perkins Loan is a serious legal obligation. Therefore it is extremely important that you understand your rights and responsibilities. When you, the student borrower, sign this statement it means that you do understand your responsibilities, and you agree to honor them.

1. I understand that all payments and communication concerning my Perkins Loan must be directed to:  
Luther College Perkins Office, 700 College Drive, Decorah, IA 52101. Phone: (563) 387-1534.
2. I understand that I must, without exception, report any of the following changes to Luther College:
  - a. If I withdraw from school.
  - b. If I transfer to another school.
  - c. If I drop below full-time status.
  - d. If my name should change (for example, because of marriage).
  - e. If my address, or my parents address changes.
  - f. If I join the military service or Peace Corps.
3. I understand that Luther College will report the outstanding balance of my Federal Perkins Loan to a national credit bureau at least once each year.
4. I understand that I have an initial grace period of 9 months before beginning repayment. This grace period begins the date I drop below half-time status.
5. I understand that the ANNUAL PERCENTAGE RATE of 5% will be the FINANCE CHARGE based on the unpaid balance and that it will begin to accrue at the end my grace period. I further understand that my first monthly payment will be due one month after interest begins to accrue. Additional information on repayment is outlined on the back of my promissory note.
6. I understand that my minimum monthly payment will be at least \$40 and for a maximum of 10 years. It may be more if the amount borrowed is sufficient to require larger payments. I have been given a written statement of my total indebtedness to the Federal Perkins Loan Program and an estimate of my monthly payment for the total amount I have borrowed.
7. I understand I will be charged a late fee of 20 percent of the monthly payment due for late payments received.
8. I understand that the maximum Federal Perkins Loan available per award year is \$4,000 and is awarded by Luther College according to the availability of funds. I also understand that the maximum cumulative amount I may borrow as an undergraduate through the Federal Perkins Loan program is \$20,000.
9. I understand I have the ability to consolidate or refinance my Federal Perkins Loan with the Federal Stafford Loan program. For more information on Consolidation, I will contact the Luther College Financial Planning Office.
10. I understand that I may prepay at any time. I further understand that future interest will be reduced by making such payments.
11. I understand that partial or total cancellation may be granted for certain areas of teaching, social work, law enforcement, peace corp and nursing for special conditions according to the terms shown on my loan note; or in the event of death or permanent disability. I also accept the responsibility to inform the school of such status.
12. I understand that if I cannot make payment on time I must contact the Luther College Perkins Office to make arrangements.
13. I understand that if I fail to repay my loan as agreed, the total loan may become due and payable immediately and legal action will be taken against me. The promissory note outlines such action and states that I would be responsible for repayment of the entire loan principal, interest, late charges and all collection costs. I understand that if I default, it will be reported to a national credit bureau.
14. I understand that if I default on my student loan, I may be ineligible to receive future federal financial aid.

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**I ATTEST THAT I HAVE READ AND UNDERSTAND THE RESPONSIBILITIES AND OPTIONS AVAILABLE TO ME, AND THAT I WILL ADHERE TO THEM.**

\_\_\_\_\_  
(Signature)

\_\_\_\_\_  
(Date)

**(COMPLETE BOTH SIDES)**

**PERSONAL AND CONFIDENTIAL INFORMATION**

**To be completed by student (PLEASE PRINT):**

Date: \_\_\_\_\_

Name \_\_\_\_\_ Luther ID \_\_\_\_\_  
(Last, First, M.I.)

**Permanent Address:**

Street \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

Phone Number (\_\_\_\_) \_\_\_\_\_ - \_\_\_\_\_ Social Security Number \_\_\_\_\_

Driver's License Number \_\_\_\_\_ State \_\_\_\_\_

Class: Freshman \_\_\_\_\_ Sophomore \_\_\_\_\_ Junior \_\_\_\_\_ Senior \_\_\_\_\_ Expected Graduation Date: \_\_\_\_\_

Spouse Name \_\_\_\_\_ Address (if different) \_\_\_\_\_

Spouse Employer \_\_\_\_\_ Business Address \_\_\_\_\_

**Parent or Guardian:**

Name \_\_\_\_\_ Phone Number (\_\_\_\_) \_\_\_\_\_ - \_\_\_\_\_

Permanent Address \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

Parent's Employer \_\_\_\_\_ Business Phone (\_\_\_\_) \_\_\_\_\_ - \_\_\_\_\_

Business Address \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

**Personal References:** You must list three persons with different U.S. addresses who have known you for at least three years.

1. Name \_\_\_\_\_ Relationship \_\_\_\_\_

Permanent Address \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

Phone Number (\_\_\_\_) \_\_\_\_\_ - \_\_\_\_\_

2. Name \_\_\_\_\_ Relationship \_\_\_\_\_

Permanent Address \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

Phone Number (\_\_\_\_) \_\_\_\_\_ - \_\_\_\_\_

3. Name \_\_\_\_\_ Relationship \_\_\_\_\_

Permanent Address \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

Phone Number (\_\_\_\_) \_\_\_\_\_ - \_\_\_\_\_