



Student Loan Servicing Center

FORBEARANCE FORM

Federal Family Education Loan Program Federal Stafford/SLS/PLUS/Consolidation Loans

For Office Use Only

Date Reviewed: _____

PH #: _____

Approved

Denied

No Adjustment

Name _____ Social Security Number _____ - _____ - _____

If your address or telephone number has changed, please indicate the changes in the space provided below.

Address _____ Telephone - Home _____ (with area code)
 City / State / Zip _____ Telephone - Work _____ (with area code)
 E-Mail Address _____ Telephone - Alternate _____ (with area code)

SECTION 1: FORBEARANCE TYPES

Check the forbearance type(s) for which you wish to apply. Please review the reverse side of this form for an explanation of each forbearance type.

FINANCIAL DIFFICULTY FORBEARANCES

Economic Hardship (Excessive Student Loan Debt Burden) - My student loan debt payments are greater than or equal to 20% of my monthly gross income.

Attach - Documentation of monthly payments due on any Federal student loan(s) not serviced by AES SLSC.

Attach - Proof of your most recent monthly gross income (such as a pay stub).

Or, if you cannot provide proof of income, check the box below that applies to your situation:

I Receive No Income

I Am Self Employed * See reverse side of form for additional requirements

Confirm - If you do not qualify, do you wish to be considered for a Temporary Hardship? Yes No

Temporary Hardship - I intend to repay my loan(s); however, I am temporarily experiencing financial hardship and am unable to make the monthly installment payment on my loan(s).

The forbearance will be granted for 12 months unless a shorter period is specified. I request my forbearance to end on _____ MM/YY.

OTHER FORBEARANCE REASONS - (Certification of Eligibility Required)

In-School

National and Community Service

Department of Defense Loan Repayment Program

Internship/Residency

SECTION 2: AUTHORIZED OFFICIAL'S CERTIFICATION

I certify that the borrower is eligible for the forbearance selected above and meets all of the requirements on the reverse side of this form for the period: (MM/DD/YY) _____ / _____ / _____ TO _____ / _____ / _____

Status (For In-School Certification Only) Full Time Half Time Less Than Half Time / Part Time

 Name of School / Organization Official's Signature / Title Date Phone Number

SECTION 3: FORBEARANCE AGREEMENT

Although my situation at the present time is preventing me from making my regularly scheduled payments, I intend to repay my loan. During the time you are on the forbearance, any outstanding interest will be added to and become part of the principal of the loan at the end of the forbearance period. Payments will resume within forty-five (45) days of the forbearance end date as determined by AES SLSC. The exact amount of the monthly payments will be calculated at the end of the forbearance. The calculation of the payment amount will be in accordance with all applicable laws governing student loans.

I understand that should my situation under which I applied for this forbearance change, I must notify AES SLSC. I wish to have the forbearance for which I applied placed on all loans which fall under the guidelines for federally insured loans. I understand the forbearance I have requested will not be granted for more than 12 months at one time. I understand that if I qualify for one of the above forbearances, I authorize AES SLSC to extend and/or backdate a Temporary Hardship Forbearance (not to exceed 12 months) to ensure any amount currently due on my loan(s) will be covered. I understand that if an end date is not provided, the forbearance will be granted for a period not to exceed 12 months.

For an account that is delinquent, the forbearance can be used retroactively to cover the period of delinquency; however, any negative reports that were submitted to the credit bureaus will not be removed.

The above information is true and correct to the best of my knowledge.

X _____
BORROWER'S and CO-MAKER'S (if applicable) SIGNATURE (See reverse side for information regarding Co-Makers) **DATE**

DID YOU REMEMBER TO...

- Supply a valid end date in Section 1
- Attach the necessary documentation or have Section 2 completed
- Sign and date the form in Section 3

Return Completed Form To:

AES SLSC ♦ P.O. Box 2461 ♦ Harrisburg, PA 17105-2461

Fax: 717-720-3916

FORBEARANCE DESCRIPTIONS

Economic Hardship (Excessive Student Loan Debt Burden): This type of forbearance is granted to borrowers who have excessive student loan debt burden. For purposes of this forbearance, excessive student loan debt is defined as having Federal student loan debt payments that are greater than or equal to 20 percent of the borrower's monthly gross income. Maximum eligibility for this forbearance is 36 months. In order to be considered for this forbearance type, attach: (A) Proof of your most recent monthly gross income (such as copies of your pay stubs within the last 30 days) or check the box on the front of the form if you receive no income or are self employed. * If you are Self Employed and cannot provide traditional documentation of income (i.e. pay stubs), check the box on the front of the form that states "I Am Self Employed", provide a self-certifying statement of projected monthly income from all sources and documentation of the newly formed business and documentation of your involvement in the business (i.e. a statement from your accountant). (B) Documentation of monthly payments due on any Federal student loan(s) not serviced by AES SLSC. If your student loan debt payments divided by your monthly gross income is less than 0.2, you do not qualify for this forbearance.

Temporary Hardship: This discretionary forbearance option is granted to borrowers who intend to repay their loan(s) but show that repayment of their student loan(s) at the present time would constitute a hardship under their current economic situation, but do not qualify for the Economic Hardship Forbearance.

In-School: This discretionary forbearance option is granted to borrowers who return to school on a less than half-time basis (or less than full-time for borrowers whose loans were disbursed prior to July 1, 1987) and who are not eligible for a school deferment. In order to be considered for this forbearance type, attach enrollment verification or have SECTION 2 completed by an authorized official.

Internship/Residency: This type of forbearance is granted to borrowers who have used their maximum 24 months of Internship/Residency deferment time or are not eligible to receive an Internship/Residency deferment. In order to be considered for this forbearance type, attach documentation verifying your internship/residency position and the dates you are registered with the program or have SECTION 2 completed by an authorized official. If your Internship/Residency is not at an Institution of Higher Education, Hospital or Health Care Facility, you must also attach a statement from the appropriate state licensing agency certifying that the program is required in order for you to be certified for professional practice or service.

National and Community Service (CNCS): This type of forbearance is granted to borrowers who are serving in an approved national service position under the National and Community Service Trust Act of 1993. In order to be considered for this forbearance type, attach a copy of the letter from AmeriCorps concerning your participation or have SECTION 2 completed by an authorized official.

Department of Defense Loan Repayment Program: This type of forbearance is granted to borrowers who are eligible to have either all or part of their student loans repaid by the Department of Defense (DOD). In order to be considered for this forbearance type, attach a DOD form or have SECTION 2 completed by an authorized official.

CO-MAKER INFORMATION

If there is a co-maker(s) on the loan(s) for which you are requesting a forbearance, the co-maker(s) must also apply and be eligible for the same or different forbearance type during the same period of time in order for you to be eligible. If the co-maker is applying for the same forbearance type, one form may be used as long as both signatures are present and the proper documentation (if necessary) is attached for both parties. If the co-maker is applying for a different forbearance type, two forms are required.

EFT BORROWERS

If you are currently using our Electronic Funds Transfer service, QuickDraw, and will not have the funds available for your next scheduled debit, call us at least 5 business days prior to your due date to have the EFT payment suspended for 30 days. This should allow you time to submit your forbearance request. However, keep in mind that until your request for forbearance is approved that you remain responsible for any EFT payments that you requested to have suspended as well as for any future EFT debits.

EXPLANATION OF INTEREST CAPITALIZATION

Capitalization of interest is the addition of outstanding accrued interest to the current principal balance of a loan.

The interest during a forbearance period will automatically be capitalized by AES SLSC at the end of the forbearance. However, you will receive a notice at the end of each quarter (March 31, June 30, September 30, and December 31) advising you of the amount of interest which has accrued on your loan(s). The major advantage of capitalizing interest is the flexibility it provides because no payment is required, but you may still pay the interest if your financial situation allows for this. It is recommended that you make the interest payments during the course of your forbearance because the interest, which is capitalized, will result in a higher principal balance and additional finance charges over the course of repayment. In addition, the capitalization may cause your monthly payment amount to increase.

For More Information Call Us Toll Free At 1-800-233-0557

Or Visit Our Website at www.aesSuccess.org