

**PORTLAND STATE UNIVERSITY – NDS/PERKINS LOAN PROGRAM
PEACE CORPS and AMERICORPS*VISTA VOLUNTEER - DEFERMENT/CANCELLATION REQUEST**

See Information and Directions on page 2.

This form must be signed by an official in the agency to certify the borrower's service.

PART I – TO BE COMPLETED BY THE BORROWER

Name: _____ Acct. # _____ E-Mail _____
Address _____
street city state zip area code & phone

COMPLETE THIS SECTION IF YOU WILL BE A VOLUNTEER IN THE PEACE CORPS OR UNDER AMERICORPS*VISTA FULL-TIME FOR THE UPCOMING YEAR.

Agency: _____ Period of deferment: from _____ to _____
month/day/year month/day/year

I claim exemption from payment of principal and interest on my Perkins Loan during the period indicated above due to my employment in the above named agency. I agree to notify the lending institution immediately upon termination of my employment:

Signature: _____ Date: _____

COMPLETE THIS SECTION IF YOU HAVE COMPLETED A YEAR OF SERVICE IN THE PEACE CORPS OR UNDER AMERICORPS*VISTA.

I was a full-time volunteer with (Agency:) _____ and am requesting cancellation of my loan

for a **one year** period from: _____ to _____
month/day/year month/day/year

Signature: _____ Date: _____

PART II - TO BE COMPLETED BY THE CERTIFYING AUTHORITY

I certify that the information in Part I is true and correct.

OFFICIAL SEAL OR STAMP
(If none, include signed letter of certification.)

Signature & Title _____ Date _____

Name of Organization _____

Address _____ (city/state/zip)

RETURN COMPLETED FORM TO: P.S.U. PO Box 202, Portland, OR 97207-0202

PART III -- TO BE COMPLETED BY THE LENDING INSTITUTION

Principal canceled \$ _____

Principal balance outstanding after this transaction \$ _____

___ 1st year/15%
___ 2nd year/15%
___ 3rd year/20%
___ 4th year/20%

Signature and Title of Approving Official _____ Date _____

INFORMATION AND DIRECTIONS

This form will not be processed if: ► Borrower's signature is missing, or
 ► It is not certified
 ► Dates are missing or incorrect
 ► Account Number is not listed.

NOTE: Schools may not grant cancellation of a Perkins Loan or National Direct Student Loan (NDSL) to a borrower who has received a national service education award for volunteer service with Americorps (subtitle D of Title I of the National and Community Service Act of 1990).

Payments for periods before the borrower qualifies for deferment/cancellation cannot be canceled or deferred.

No portion of any loan may be cancelled for services the borrower performed either before the date the loan was disbursed or during the enrollment period covered by the loan.

The borrower must be a full-time Volunteer with the Peace Corps or an agency that qualifies under the Domestic Volunteer Service Act of 1973 in order to defer payments. During deferment payments and interest do not accrue and only periodic information notices are sent. A form to file for cancellation for the current year, and deferment for the next year, is sent near the end of the deferment period. *Forms may also be obtained from the web at http://www.pdx.edu/bao/perkins_loan.html*

If you qualify for both, you may use this form for one year's cancellation and the next year's deferment. Make sure you get the correct dates in each section.

When the cancellation has been processed a copy will be sent to the borrower for his or her records.

Previously, this cancellation was available only to Perkins Loan borrowers, not to NDSL or National Defense Student Loan (Defense Loan) borrowers. The Higher Education Act of 1998 extended this cancellation to NDSL & Defense Loan borrowers who received their loans before July 1, 1987 for services performed on or after October 8, 1998.

Information from *The Federal Student Financial Aid Handbook*:

Schools must cancel up to 70% of a Perkins Loan if the borrower has served as a Peace Corps or Americorps*VISTA (under Title 1, Part A of the Domestic Volunteer Service Act of 1973) volunteer. An authorized official of the Peace Corps or Americorps*VISTA program must sign the borrower's cancellation form to certify the borrower's service. *Americorps volunteers do not qualify for this cancellation unless their volunteer service is with Americorps*VISTA.* An Americorps*VISTA volunteer may only qualify for this cancellation if the Americorps*VISTA volunteer elects not to receive a national service education award for his or her volunteer service. **The Americorps*VISTA volunteer must provide appropriate documentation showing that the volunteer has declined the Americorps national service education award.**

Schools apply cancellation for volunteer service in the following increments:

15 percent of the original principal loan amount for each of the first and second 12-month periods of service, and

20 percent of the original principal loan amount--plus any interest that has accrued during the year--for each of the third and fourth 12-month periods of service.