



June 14, 2019

«First_name» «last_name»
«Address_1»
«Address2»
«Current_City», «State» «ZIP»

Dear «First_name»:

You are very close to defaulting on your student loans(s). **You MUST act now!** As a first step, we strongly suggest you immediately contact your loan servicer, «Servicer_Name» at «Servicer_Phone». Counselors at «Servicer_Name» can help you explore your options for avoiding default.

If you don't take action immediately, you will default on your student loan(s). You face serious consequences, which include:

- Seizure of your federal tax refund
- Wage garnishment of up to 15% of your paycheck
- Collection costs of up to 25%.
- Losing your ability receive Federal Student Aid which includes grants and loans
- Report of a defaulted student loan on your credit report for at least seven years

You have options!

- **Lower Payments.** You could reduce your payments to interest-only, or in some cases zero.
- **Deferments.** You may be eligible to postpone your loan payments for economic hardship or unemployment reasons.
- **Consolidation.** You may be able to reduce your monthly payments by rolling them into one and extending the repayment term.
- **Forbearance.** If none of the above options work for you your lender may agree to postpone your payments with forbearance.

If you would prefer sitting down face to face with someone, please contact Danelle Whitten in the Financial Aid Office at 756-3842. She can assist you with contacting your loan servicer.

We encourage you to take action now to avoid the negative consequences of default.

Sincerely,

Danelle Whitten
Associate Director, Financial Aid