

CHANCELLOR'S DOCTORAL INCENTIVE PROGRAM

## ACKNOWLEDGMENTS REGARDING MY LOAN AND WHAT HAPPENS IF I DEFAULT

Heartland ECSI provides student loan billing services for the CSU Chancellor's Doctoral Incentive Program (CDIP). Account Control Technology, Inc. (ACT) is used by the CSU to collect past amounts due and to sue debtors if necessary.

I understand that I may receive correspondence from entities other than the CSU, concerning my loan. I understand that if my loan becomes past due (if my loan is in repayment status and an installment payment is more than 5 days past due), I no longer qualify for a deferment and the following actions will be taken by the California State University:

- If my loan is 15 days past due:** In addition to requests for payment, I will receive a special notice from Heartland ECSI (or another entity assigned to provide billing services) for immediate payment. Notices will typically be sent to me at 45, 60 and 90 day intervals. However, whether or not I receive these notices, I remain responsible for keeping my information current and repaying my loan.
- When my account is 120 days past due:** a. The past due amount and other information is reported to one or more consumer reporting organizations (credit bureaus) which may negatively affect my credit rating and ability to obtain other loans. b. My account is turned over to ACT or another entity for collection. c. The Lender may obtain any portion of monies due me from the State of California as payment towards the amount of my loan that is past due including tax refunds from the Franchise Tax Board.
- If my loan is placed with the collection agency:** a. I will be required to make a minimum of 6 consecutive payments to the collection agency prior to the return of the loan to Heartland ECSI for regular billing. The amount of the payment will be according to the terms of the loan. b. **I LOSE MY CANCELLATION AND DEFERMENT ELIGIBILITY AND BENEFITS.** c. Negative reporting to credit agencies may not be removed unless the account is brought current, at which time the Lender will review the account and determine what reporting can be removed. If negative reporting is removed, and I fail to make a payment, all past reporting will be placed back to the account and will not be removed.
- If I am unable to be hired as a faculty member at a CSU campus:** I understand that I will be responsible for repaying my loan in full, even if I have made my best effort to find a faculty position. If I become employed by a CSU campus in an instructional position and my account is in arrears when I am hired, the past due amount cannot be cancelled and will remain on the account and reported as a past due amount unless it is brought current.
- If I file for bankruptcy:** I understand that my loan will not be discharged (written off) and that I will remain responsible for repaying the loan.
- If I enlist in the military:** Upon proper documentation, my loan may be deferred for full time military service. The number of months the loan can be deferred will be determined by the CSU. However, deferment does not mean cancellation; I remain responsible for repaying the loan after the deferment concludes.
- If I fail to provide a current address:** I understand that I remain legally responsible to repay the loan even if circumstances change and even if my place of residence or other information changes and I fail to update my information with the Lender.

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Print name

Signature

Date

Mail form to: CSU, Office of the Chancellor, 401 Golden Shore, Long Beach, CA 90802

Attention: CDIP/Elizabeth Sanchez