LOANS FOR DISADVANTAGED STUDENTS (LDS) & HEALTH PROFESSIONS STUDENT LOAN (HPSL)

INFORMATION SHEET AND ENTRANCE INTERVIEW

To: LDS & HPSL Borrowers

From: UCSD Health Sciences Financial Aid Office
9500 Gilman Drive Dept 0606
La Jolla, CA  92093-0606

Attached please find an Information Sheet for the Loans for Disadvantaged Students (LDS) and Health Professions Student Loan (HPSL) Programs. You will be receiving one of these loans for the upcoming academic year.

Legislation requires us to provide you with an Information Sheet and Entrance Interview.

Your reading of the attached Information Sheet will serve the purpose of the LDS or HPSL Entrance Interview.

We must document the fact that you have received this information. Therefore, please sign the statement below and return it to the Health Sciences Financial Aid Office at the address listed above. The LDS Master Promissory Note (MPN) should be returned directly to the Student Business Services Office.

INFORMATION SHEET AND ENTRANCE INTERVIEW

I have read the Loans for Disadvantaged Students/Health Professions Student Loan Information Sheet below. I understand the terms and conditions described therein.

From: ___________________________  ___________________________  ___________________________
Printed Name                           Class Level                           PID

______________________________
Signature                          ______________________________
Date

PLEASE NOTE: Loan Entrance Counseling for all school loan programs, including Health Professions Student Loans and Loans for Disadvantaged Students, is also required by the Student Business Services (SBS) Office before any school loan disbursements can be made. Online Loan Entrance Counseling is located at http://hsfao.ucsd.edu. Click on “Links”, select UCSD Entrance Counseling, login using your Personal Identification number (PID) and password and complete the Loan Entrance Counseling Seminar.
a. The yearly MAXIMUM AMOUNT a student may borrow is:

- Up to the total cost of education for the year in which you are receiving the LDS/HPSL award.

b. The REPAYMENT PERIOD begins one year after the Borrower ceases to be a full-time student at an eligible health professions school, except for times of deferment. If you enter an internship/residency directly after graduating from health professions school, you will not have a 12-month grace period following the end of your internship/residency deferment period.

c. The MAXIMUM REPAYMENT PERIOD is usually ten-years, except that the school may require payments equal to not less than $40 per month. Periods of authorized deferment are not included as part of the ten-year repayment period. Also, see PREPAYMENT provision in item e. below.

d. The INTEREST RATE is five percent (5%) per year.

e. PREPAYMENT
The borrower may, at his or her option and without penalty, prepay all or any part of the principal and accrued interest at any time.

f. DEFERMENT
Payments need not be made and interest will not accrue while the Borrower:

1) Pursues a full-time course of study at a health professions school eligible for participation in the LDS/HPSL Program.
2) Serves as a volunteer under the Peace Corps Act, for up to three years.
3) Pursues advanced professional training, including internships and residencies.
4) Takes temporary leave from the health professions school to engage in full-time educational activity that is directly health profession related and approved by the Secretary of the Department of Health and Human Services, for up to two years.
5) Participates in a fellowship training program or directly related and approved health professions related educational activity within twelve months after completion of the Borrower’s advanced professional training, or prior to the completion of such training, for up to two years.
6) Serves on active duty as a member of a uniformed service of the United States, for up to three years.

g. DEFAULT
If Borrower fails to make an installment payment when it is due or fails to comply with any other term of the Promissory Note, the loan will be considered in default.

h. LATE CHARGE
The school shall assess a late penalty charge for failure of the Borrower to pay all or any part of an installment, or for failure to file satisfactory evidence of entitlement to deferment, if so entitled, at a rate not to exceed an amount equal to 6% of the amount of such installment, on loans more than 60 days past due.
ACCELERATION
If Borrower fails to make a scheduled repayment or fails to comply with any other term of the Promissory Note, the entire unpaid balance of the loan, including interest due and accrued and any applicable penalty charges will, at the option of the school, become due and payable.

LDS/HPSL INFORMATION SHEET

CREDIT BUREAUS
The school may disclose the Borrower's loan, and any other relevant information, to credit bureaus. If the Borrower becomes more than 120 days past due in making a scheduled repayment, the Institution will disclose the Borrower's delinquent status, and any other relevant information, to credit bureaus.

REDUCED ELIGIBILITY
Because the Loans for Disadvantaged Students (LDS) awarded to the Borrower satisfies a portion of the Borrower's cost of education, the Borrower's eligibility for other forms of student aid is reduced by the dollar amount received as LDS.

COLLECTION AGENTS, LITIGATION, AND WITHHOLDING OF SERVICES
If Borrower fails to make a scheduled repayment or fails to comply with any other terms of the Promissory Note, the school may:
1) Refer the Borrower's loan to a collection agent for further collection effort.
2) Initiate legal proceedings against the Borrower.
3) Withhold school services, such as transcripts and letter of recommendation, from the Borrower.
4) Refer the Borrower's loan to the Secretary of the Department of Health and Human Services for collection assistance, including offset of Federal salaries.
5) Obtain the Borrower's address from the Internal Revenue Service, through the Secretary of the Department of Health and Human Services, if the school has no current address for the Borrower.

COLLECTION COSTS
The Borrower must pay all attorney's fees, collection agent costs and other related costs and charges for the collection of any amount not paid when in default according to the terms of the Promissory Note.

DEATH OR DISABILITY
In the event of the Borrower's total and permanent disability or death, the unpaid indebtedness remaining on the Promissory Note shall be canceled. Subject to the regulations of the Secretary, the Institution may assess a charge on the Borrower's loan to cover the costs of insuring against death or disability cancellations.

EXIT INTERVIEW
The Borrower agrees to attend an exit interview, or if attendance should not be possible, to satisfy the exit interview requirements by signing and submitting a written form, prior to completing or terminating full-time student status at the school.

CHANGE IN NAME OR ADDRESS
The Borrower will promptly inform the school of any change in name or address after he or she ceases to be a full-time student at UCSD.