FEDERAL PERKINS LOAN PROVISIONS

Federal Perkins loans are low interest student loans awarded by UCSD on the basis of need. The UCSD Financial Aid office determines whether you qualify for Federal Perkins Loans and also decides the amount of the loan. UCSD has a limited amount of money to distribute, so these loans are selectively awarded. Accepting this loan may affect eligibility for other forms of student assistance.

MASTER PROMISSORY NOTE (MPN)

An MPN is a legally binding loan agreement that you promise to repay the loan, with interest, in periodic installments. You may receive loans for either a single period of enrollment or multiple periods of enrollment over a ten year period.

Please Note: Not all loan agreements have the same terms and conditions. Read each promissory note in its entirety for detailed information.

YEARLY AND AGGREGATE LOAN LIMITS

- Undergraduate: $4,000 per year; $20,000 aggregate
- Graduate: $6,000 per year; $40,000 aggregate

DEFERMENT, CANCELLATION and CONSOLIDATION

To the extent of deferment, cancellation or consolidation available under the terms of the note, the total payment amount may be reduced and/or payment due dates deferred.

Deferments/Cancellations

You may be eligible to defer (postpone) or cancel repayment of your loan(s) under certain circumstances. Read more about deferment or cancellation of your Federal Perkins Loan.

Consolidation

A federal consolidation loan can lower your monthly student loan payments by combining two or more of your existing student loans into a single loan with an extended repayment period. There is no fee for consolidation. You may include your Perkins loan, but once consolidated you will not be eligible for any of the cancellation options listed on your Perkins Promissory Note.

FAILURE OR REFUSAL TO MEET LOAN OBLIGATIONS

Repayment of a loan is a legal obligation. Student loans are generally not eligible for inclusion in a bankruptcy filing. In accordance with Federal due diligence regulations, in the event you default (or become delinquent) on your student loan, UCSD’s collection efforts may include the following:

- A hold on readmittance to UCSD
- Placement of holds on UCSD academic and financial aid transcripts
- Use of credit reporting bureaus
- Acceleration of the loan (immediately due and payable in full)
- Submission of delinquent accounts to private collection agencies
- Garnishment of tax refunds or lottery winnings
- Use of legal action
- Referral to the US Government for collection by Federal Agencies
- Making the entire principal balance of the loan(s) due, along with accrued interest and late fees plus collection and litigation costs, payable immediately (acceleration clause)
- Denial of eligibility for future education financial aid