



**Request For DEFERMENT OF PAYMENT and/or PARTIAL LOAN CANCELLATION For Service Under the PEACE CORPS ACT or DOMESTIC VOLUNTEER SERVICE ACT OF 1973 (VISTA)**

RETURN FORM TO: Student Loan Department,  
Office of Bursar, Auburn University, The Quad Center, Auburn University, AL 36849-5154  
Phone: (334) 844-4634, FAX: (334) 844-3757

For Recipients of **PERKINS** and **NATIONAL DIRECT STUDENT LOANS** received on or after July 1, 1987 and **effective 10/7/98**, for recipients of Perkins and National Direct Student Loans signed prior to July 1, 1987. **Loan cancellation for those loans signed prior to July 1, 1987 cannot begin until 10/7/98. ABBREVIATED INSTRUCTIONS FOR COMPLETING THIS FORM** (See accompanying Information and Instruction Sheet for detailed instruction)

For Deferments: If you are currently at the beginning of an employment period, or during an employment period, complete **Sections I, II, & IV**.

For Cancellations (only after you have completed the year of service) complete **Sections I, III, & IV**.

For **BOTH** deferment of current year and cancellation of previous year, complete **Sections I, II, III, & IV**.

**Section I: DEMOGRAPHIC INFORMATION**

Check here if new Address \_\_\_\_\_

Name \_\_\_\_\_ Social Security # \_\_\_\_\_  
Address \_\_\_\_\_ Home Phone#(\_\_\_\_\_) \_\_\_\_\_  
City/State/Zip \_\_\_\_\_ Other phone #(\_\_\_\_\_) \_\_\_\_\_  
E-Mail Address \_\_\_\_\_

**Section II: DEFERMENT REQUEST**

(For an **APPROACHING 12-MONTH PERIOD OR CURRENT 12-MONTH PERIOD**. These dates must indicate one complete year - ie, 4/1/2000 To 4/1/2001)

I am requesting a deferment of loan payments (in anticipation of canceling for service in the Peace Corps or VISTA) for the period :

**FROM** \_\_\_\_/\_\_\_\_/\_\_\_\_ **TO:** \_\_\_\_/\_\_\_\_/\_\_\_\_

**Section III: CANCELLATION REQUEST**

(For a **FULL 12 MONTH PERIOD ALREADY COMPLETED**) (These dates **must** indicate one complete year, ie, 4/1/1999 to 4/1/2000). **\*\*NOTE, if you are completing this section and plan to continue in this service for the next year, you should also complete Section II for that upcoming period.**

I am requesting a partial cancellation of loan payments for service in the Peace Corps or VISTA for the dates:

**FROM:** \_\_\_\_/\_\_\_\_/\_\_\_\_ **TO:** \_\_\_\_/\_\_\_\_/\_\_\_\_

**Section IV: VERIFICATION OF EMPLOYMENT REQUIREMENTS** (Must be completed for both deferment and/or cancellation requests and must be signed by both the borrower and an authorized official of the employer.)

Name of employing agency: \_\_\_\_\_

Geographic location in which service will be performed: \_\_\_\_\_

**Borrower Declaration:**

In requesting **deferment** of payment, I declare that I will be/am serving as a volunteer under the Peace Corps Act or the Domestic Volunteer Service Act of 1973 (VISTA), as described above, for the **complete 12-month period** which is indicated in Section II of this form.

In requesting a **partial cancellation** of my loans advanced, I declare that I was a volunteer under the Peace Corps Act or the Domestic Volunteer Act of 1973 (VISTA) as described above, for the **complete 12 month period** which is indicated in Section III of this form.

I understand that if my service does not qualify for cancellation according to the Federal guidelines, or I do not complete this 12-month period, I must notify the Student Loan Department to pay any amounts which may have accrued on my loan.

Borrower's Signature \_\_\_\_\_ Date \_\_\_\_\_

**Employer's Affidavit:**

I affirm that the Borrower's Declaration of employment, as stated in Sections II and/or III, and IV of this form, is true and accurate.

Borrower's Initial Date of Service \_\_\_\_\_ Borrower's End Date of Service (if applicable) \_\_\_\_\_

Signature of Authorizing Official of Employer \_\_\_\_\_ Date \_\_\_\_\_

Printed name of Authorizing Official \_\_\_\_\_ Title of Authorizing Official \_\_\_\_\_

Company Name \_\_\_\_\_ **Official Seal or Stamp:** (If not available, provide official letterhead, sign and attach to this form.)

Address \_\_\_\_\_

City/State/Zip \_\_\_\_\_

Telephone # (\_\_\_\_\_) \_\_\_\_\_

**Section V. FOR AUBURN UNIVERSITY USE ONLY**

PARTIAL CANCELLATION APPROVED FOR PERIOD FROM \_\_\_\_ TO \_\_\_\_ In the amount of: Principal Canceled \$ \_\_\_\_\_

PRINCIPAL BALANCE AFTER CANCELLATION \$ \_\_\_\_\_

At the rate of:

\_\_\_\_ 15% - 1st year  
\_\_\_\_ 15% - 2nd year  
\_\_\_\_ 20% - 3rd year  
\_\_\_\_ 20% - 4th year

LOAN PAYMENTS APPROVED FOR DEFERMENT: FROM \_\_\_\_ TO \_\_\_\_

PARTIAL CANCELLATION DENIED \_\_\_\_\_ REASON: \_\_\_\_\_

APPROVED BY: SIGNATURE OF AU OFFICIAL \_\_\_\_\_

DATE \_\_\_\_\_

PROCESSED BY (INITIALS) \_\_\_\_\_



Information and Instructions Pertaining to Requests for **DEFERMENT OF PAYMENT** and/or **PARTIAL LOAN CANCELLATION FOR** Service under the **PEACE CORPS ACT** or **DOMESTIC VOLUNTEER SERVICE ACT OF 1973 (VISTA)**

Recipients of **FEDERAL PERKINS AND NATIONAL DIRECT STUDENT LOANS** made on or after **July 1, 1987** and effective **10/7/98**, for recipients of Perkins and National Direct Student Loans signed prior to July 1, 1987. **Loan cancellation for those loans signed prior to July 1, 1987 cannot begin until 10/7/98.**

All requests for deferment of payment or partial loan cancellation **MUST BE FOR A COMPLETE YEAR.**

**GENERAL INFORMATION:**

Recipients of Federal Perkins and National Direct Student Loans are allowed cancellation of up to 70% of the original amount advanced for full-time service under the Peace Corps Act or the Domestic Volunteer Service Act of 1973 (VISTA). However, no portion of any loan may be canceled for services the borrower performed before the date the loan was disbursed or during the same period he/she received the loan. Cancellation rates are for **COMPLETE 12-MONTH PERIODS ONLY:**

1st and 2nd 12-month periods = 15% of original balance

3rd and 4th 12-month periods = 20% of original balance

**INFORMATION AND INSTRUCTIONS FOR COMPLETING THIS FORM:**

**What is a Deferment of Payment?**

A deferment is a period of time during which the borrower is not required to repay the loan principal. Interest does not accrue during this time period. If a borrower is engaged in a service that qualify him or her for both deferment and cancellation, the loan deferment is considered to run concurrently with any period for which loan cancellation is granted.

A borrower should request a deferment of loan repayment for a 12-month current or upcoming period in anticipation of a future partial cancellation if, during that 12-month period, the borrower will be serving in a position which qualifies according to Federal guidelines. This form should be submitted **AT THE BEGINNING** of or **DURING** the 12-month period.

**Complete Sections I, II, and IV to request deferment of payment for a 12-month period not yet completed or an upcoming 12-month period.**

**What is a Partial Loan Cancellation?**

A borrower may receive a partial loan cancellation for a **COMPLETED 12-month period** of qualifying employment or service. If the borrower worked for multiple employers during the completed 12-month period, the borrower must submit one Request for Deferment of Payment and/or Partial Loan Cancellation Form for each employment and each form must be certified by an authorized official of the respective employer. Service between multiple employers must be continuous.

A borrower should request a partial cancellation of loan repayment for a completed 12-month period, if during that 12-month period, the borrower served in a position which qualified according to Federal guidelines. This form should be submitted **AT THE END** of the 12-month period.

**Complete Sections I, III and IV to request Partial Cancellation for a 12-month period already completed. The borrower should also complete Section II to request payment deferment for the approaching 12-month period if he/she intends to continue in a qualifying employment during that time.**

To be considered for deferment and/or partial cancellation, the borrower must complete and have certified the Request for Deferment and/or Partial Cancellation Form. The borrower's account must be current to the beginning date of qualifying employment before deferments or partial cancellations can be accepted. All requests for Deferment and/or Partial Cancellation must be completed and signed by the borrower and certified by an authorized official of the borrower's employer.

The borrower is not billed during the deferment period and the account is considered to be current. If qualifying employment is terminated prior to the end of the deferment period when a partial cancellation could be requested, payments may be immediately due retroactively to the last payment Due Date. No partial cancellation can be granted for less than a completed 12-month period. However, the borrower will be eligible for a deferment of payments and a subsequent 6-month grace period for those completed months of qualifying service. Certified documentation is required. The borrower must notify the Student Loan Department of any changes of employment or address.

If you have questions, please contact the Student Loan Department, Auburn University, Office of Bursar, The Quad Center, Auburn University, AL 36849-5154, 334/844-4634, E-mail: [trussje@auburn.edu](mailto:trussje@auburn.edu), FAX: 344/844-3757.