



Financial Aid Office

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FRESH START FOR DEFAULTED BORROWERS ACKNOWLEDGMENT

Name: \_\_\_\_\_ CWID: \_\_\_\_\_

The U.S. Department of Education announced on April 6, 2022, that it would eliminate the negative effects of default for borrowers who defaulted on their federal student loans prior to the pandemic payment pause. Among other features, this initiative, called "Fresh Start," will enable borrowers with defaulted federal student loans to regain Title IV HEA federal student aid eligibility. These borrowers will also have the chance to enroll in an income driven repayment plan or access other repayment options that suit their needs. This Fresh Start initiative will remain available to previously defaulted borrowers, as identified above, for one year after the end of the COVID-19 pandemic student loan payment pause. Borrowers will have at least one year to make payment arrangements before defaulting on their debts and/or being subject to further collections efforts like most other borrowers eligible for the payment pause.

This acknowledgment form must be signed and dated by the student (or parent if applying for a Direct Parent PLUS loan) who is participating in the Fresh Start initiative.

"I, \_\_\_\_\_ understand that I am eligible for Title IV aid as a
(Print Borrower's Full Name)

result of the Fresh Start Initiative. As a Fresh Start eligible borrower, I understand that, by accepting Title IV HEA federal student aid during the Fresh Start period, I am agreeing to have my defaulted student loans transferred to a new loan servicer – the company that will manage my loan – which will result in continued Title IV, HEA federal student aid eligibility beyond the Fresh Start period. I understand that this transfer may not occur immediately and that I can contact the holder(s) of my defaulted loan(s) to request transfer sooner."

My signature below certifies that I have read and understand this form. I acknowledge that by signing this form I guarantee that I will repay all student loan debt in its entirety and will not default.

Student's Signature

Date

Parent's Signature (Direct Parent PLUS Loan Only)

Date

For Financial Aid Office Use Only

Attach a screenshot of the National Student Loan Data System (NSLDS) loan detail information showing that the default date for the loan was prior to March 13, 2020.

Office use only:
Aid Year: \_\_\_\_\_ Campus: \_\_\_\_\_ Date: \_\_\_\_\_ RRAAREQ Code: \_\_\_\_\_ Status Code: \_\_\_\_\_ Initials: \_\_\_\_\_