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## Student Loan Repayment Policy

Default prevention at Johnson College begins before the student receives any loan funds. Every student who wishes to borrow under the federal loan programs must complete an on line entrance interview session. This session notifies the student of their rights and responsibilities pertaining to their federal student loans. (This includes the fact that student loans must be repaid.) The college will not process a federal loan for a student until the student has completed this entrance counseling.

Prior to graduation, all students who borrowed through the FFELP program are notified that they must complete an on line exit counseling session. The Financial Aid Office works in conjunction with the Academic Affairs Office to insure that each graduate completes the exit counseling session.

Students who leave school but have not completed their degree requirements are notified in writing that they are required to complete the exit counseling session.

Johnson College works with AES/PHEAA in using a 3 step default prevention program that notifies students that they are past due on their student loans

If a student is 100 days past due on his student loans, the school is notified that AES/PHEAA has generated a letter for the student. Financial Aid Office staff prints off the letter and sends it to the student.

If the student does not bring their loan up to date as a result of this initial correspondence, two more letters are generated prior to default. Each successive letter employs stronger language.

The use of this process helps us to get a feel as to how our students are doing with student loan repayment. Letters are generated every two weeks, making this review an ongoing process.

The school's default rate is calculated and published each year by the U.S. Department of Education.