

# Repayment Plans

If you have fallen behind on your payments and are working on catching up or if you are unable to pay the full amount due but want to continue making payments towards your balance, you can enter an alternative repayment plan.

UCSB offers two alternative payment plan options to help you manage your repayment schedule:

- Loan Rehabilitation Plan
- Temporary Payment Plan

**\*Please note:** Perkins Loans are not eligible for Income-Driven Repayment Plan (IBR)/Income-Driven Repayment Plan (IDR) like the Direct Loans, but your UCSB representative can help you set up a repayment plan that is realistic for your situation.

## Loan Rehabilitation

### What is Loan Rehabilitation?

**Loan Rehabilitations** are special nine-month repayment plans with a set payment amount, determined by calculating any past-due interest or fees on the account as well as any upcoming payments due to determine a monthly payment amount. After the successful completion of a loan rehabilitation, the credit history for the account will be deleted.

### Things to Know About Loan Rehabilitation:

- Loan Rehabilitation can only be completed one time per loan.
- After successful completion of the loan rehabilitation, your credit history for the account will be deleted.
- Your payments need to be received on-time to count towards the rehabilitation.
- If you miss a payment, the rehabilitation needs to be restarted.
- Successful completion of a loan rehabilitation reinstates your eligibility for any remaining periods of deferment and forbearance for the loan.
- Successful completion of a loan rehabilitation reinstates your eligibility for Title IV financial aid.
- If your account is considered to be in default or past-due at any point during the rehabilitation period, it will be reported as such.
- If your account is considered to be in default during the rehabilitation period, you will still be eligible for having your tax refund intercepted and applied towards the balance due.

### How to Set Up a Loan Rehabilitation

To set up a loan rehabilitation, contact your UCSB Representative, call (805) 893-4204, or email

## Temporary Payment Plans

### What is a Temporary Payment Plan?

**Temporary Payment Plans** are alternative payment plans arranged between you and your UCSB representative to continue repayment on your account if you are unable to pay the full amount due to keep your account in good standing. Unlike the Loan Rehabilitation, your account history will not be deleted at the end of the repayment period.

Temporary Payment Plans can be used in the event of a large delinquent balance or in anticipation of not being able to pay your full quarterly or monthly payment and are used to show your intent to pay off the balance on the account.

### Things to know about Temporary Payment Plans

- Temporary Payment Plans can be arranged at any point during loan repayment.
- Plans are offered in six, nine, and twelve month increments.
- Temporary Payment Plans can be used in conjunction with any deferment or forbearance on the account to pay off any remaining balance due.
- Your payments need to be received on-time to count towards the Temporary Payment Plan.
- If you miss a payment, the temporary payment plan needs to be restarted.
- If your account is considered to be in default or past-due at any point during the payment plan period, it will be reported as such.
- If your account is considered to be in default during the payment plan period, you will still be eligible for having your tax refund intercepted and applied towards the balance due.
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### How to Set Up a Temporary Payment Plan

To set up a loan rehabilitation, contact your UCSB Representative, call (805) 893-4204, or email [loan.info@bfs.ucsb.edu](mailto:loan.info@bfs.ucsb.edu).