

Direct Loans

William D. Ford Federal Direct Loan Program

Federal Direct Consolidation Loan Verification Certificate

OMB No. 1845-0053
Form Approved
Exp. Date 1/31/2005

The borrower identified in Item 3 of this Verification Certificate (certificate) has requested consolidation of his or her education loan(s). The Federal Direct Consolidation Loan Program (Direct Consolidation Loan Program) enables borrowers to apply for a loan to consolidate outstanding education loans pursuant to Title IV of the Higher Education Act of 1965, as amended. Loans that may be consolidated are listed in the instructions on the back of this certificate. This certificate is used to verify the payoff amount of the borrower's outstanding education loan(s) selected for consolidation. As part of the Federal Direct Consolidation Loan Application and Promissory Note, the borrower named in Item 3 has authorized your disclosure of information regarding the education loan(s) listed in Item 5. Please confirm that the information provided is accurate, complete blank items, and return within 10 business days of the date received to the address given on the back of this certificate.

For information or assistance when completing this certificate, please call the Loan Origination Center's Consolidation Department at **1-800-557-7392**.

(1) Holder/Servicer Information

Holder/Servicer is: Lender Guarantor
(check only one) Servicer for Lender Servicer for Guarantor

Name _____
Street _____
City, State, Zip Code _____
Area Code/Telephone # _____
Area Code/Fax # _____

(2) Institution and Address to which payoff amount should be sent
(if different from Item 1)

Name _____
Street _____
City, State, Zip Code _____
Area Code/Telephone # _____
Area Code/Fax # _____
Contact's Name _____

(3) Borrower Information

Name _____
Social Security # _____
Street _____
City, State, Zip Code _____
Area Code/Telephone # _____

(4) Certification Date _____

See the reverse side for instructions.

Acct ID	(5) Account Number	(6) Loan Type	(7) Interest Rate (%)	(8) Principal Balance Outstanding	(9) Interest thru Certification Date (Item 4)	(10) Fees and Late Charges	(11) Collection Costs	(12) Total Due	(14) First/Only Disbursement Date	(15) In-School Period (Yes/No)	(16) ED School Code	(17) Anticipated/Actual Completion Date	(18) Defaulted (Yes/No)	(19) Satisfactory Repayment Arrangement (Yes/No)	(20) Judgment (Yes/No)
#1															
#2															
#3															
#4															
#5															
#6															

(13) Total Payoff Amount _____

(21) Additional Comments _____

(22) Holder/Servicer Certification: I certify that: (1) To the best of my knowledge and belief, the information on this certificate is accurate and complete; (2) Each loan identified above is a legal, valid, and binding obligation of the borrower; (3) Each such loan was made and serviced in compliance with all applicable laws and regulations; and (4) In the case of Federal Stafford Loans [subsidized and unsubsidized (GSL)], Federal PLUS Loans, Federal Supplemental Loans for Students (SLS) [and Auxiliary Loans to Assist Students (ALAS)], and Federal Insured Student Loans (FISL), the insurance on each such loan is in full force and effect. The loan amount(s) confirmed includes the amount(s) necessary to discharge the loan(s). This certificate will be relied on by the U.S. Department of Education in paying off the listed loan(s).

Signature of Authorized Official

Holder/Servicer Name

Date

Name and Title of Authorized Official (Please Print)

Area Code/Telephone Number

Federal Direct Consolidation Loan Verification Certificate Instructions

The borrower named in this certificate has requested a Federal Direct Consolidation Loan (Direct Consolidation Loan) to repay an eligible federal education loan(s). The borrower has identified a loan(s) you hold as one of the loans to be considered in the application process. As part of the application process for a Direct Consolidation Loan, each loan holder/servicer identified by the borrower must complete this Verification Certificate (certificate). After receiving the certificate from you and determining that the loan(s) is eligible for consolidation, the U.S. Department of Education (ED) will pay off the borrower's debt to you using the information you provide on this certificate. Upon receipt of payment from ED, you must inform the borrower that the loan(s) from you has been paid in full. An overpayment from ED or any payments from the borrower after you receive ED's payment must be sent to ED for application to the borrower's Direct Consolidation Loan. If the borrower calls you about his or her account while the Direct Consolidation Loan application is in process, the borrower should be told to continue to make regularly scheduled payments on the loan to avoid default.

Pursuant to 34 CFR 685.220 (f)(1)(i), this certificate must be completed and returned within 10 business days of the date received to the address given below.

Holder/Servicer Instructions:

Please complete the blank items and confirm that the information provided is accurate.

Item 1: Correct or complete the holder/servicer's information.

Item 2: If the payoff check should be sent to a different institution and/or address than that in Item 1, enter the requested information.

Item 3: Correct or complete the borrower's full name, social security number, current address, and current area code and telephone number.

Item 4: Enter the date you complete this certificate.

Note: If you are no longer the holder of one or more of the loans listed, complete the information for the loan(s) you hold and indicate the new holder for the other loan(s) in Item 21.

Item 5: Enter the account number assigned to the borrower's education loan(s) if not provided. Assume the borrower wants to consolidate all loans of the type provided. If the borrower provided an incomplete account number, you must correct the account number and complete this certificate. If you have multiple accounts for this borrower, you must list them as Account #1, Account #2, etc. If the account number is the same for each loan, enter "same" on the subsequent lines.

Item 6: Enter the correct loan type, using the codes as noted below in bold print.

Subsidized Loans:

- A** Subsidized Federal Stafford Loans
- B** Guaranteed Student Loans (GSL)
- C** Federal Insured Student Loans (FISL)
- D** Federal Direct Stafford/Ford Loans
- E** Federal Direct Subsidized Consolidation Loans
- F** Federal Perkins Loans
- M** National Direct Student Loans (NDSL)
- N** National Defense Student Loans (NDSL)

O Subsidized Federal Consolidation Loans

Unsubsidized Loans:

- G** Unsubsidized Federal Stafford Loans (including Non-Subsidized Stafford Loans made prior to 10/1/92)
- H** Federal Supplemental Loans for Students (SLS)
- J** Unsubsidized Federal Consolidation Loans
- K** Federal Direct Unsubsidized Consolidation Loans
- L** Federal Direct Unsubsidized Stafford/Ford Loans
- P** Auxiliary Loans to Assist Students (ALAS)
- Q** Health Professions Student Loans (HPSL)
- R** Health Education Assistance Loans (HEAL)
- S** Federal PLUS Loans
- T** Parent Loans for Undergraduate Students (PLUS)
- U** Federal Direct PLUS Loans
- V** Federal Direct PLUS Consolidation Loans
- Y** Nursing Student Loans (NSL)
- Z** Loans for Disadvantaged Students (LDS)
- W** Other education loans that may not be consolidated

Note: Loan type W should be used for other types of education loans that may not be consolidated, but that can be included as part of the borrower's total indebtedness when assigning a repayment term. The reason a loan(s) may not be consolidated must be explained in Item 21.

Item 7: Enter the current annual interest rate (percent) on the loan.

Item 8-11: Provide the payoff amount for each loan, which is the sum of the following, as of the certification date in Item 4:

Item 8: Principal outstanding (including capitalized interest)

Item 9: Unpaid accrued interest

Item 10: Unpaid fees and late charges, if applicable (as defined by federal regulations)

Item 11: Collection costs, if applicable (as defined by federal regulations)

Item 12: Enter the total combined amounts of Items 8 through 11.

Item 13: Enter the total payoff amount due to the holder shown on this certificate.

Item 14: Enter the first, or only, disbursement date for the loan.

Item 15: Enter "Yes" if the loan is in an in-school period (has not yet entered the grace period). Enter "No" if the loan is in grace or in repayment. (A loan in "in-school" deferment is in repayment.)

Item 16: If the loan has not yet entered the grace period, enter the current school code of the school of attendance. Otherwise, enter the school code of the school that certified the loan.

Item 17: If the loan has not yet entered the grace period, enter the anticipated completion date of the borrower's program. Otherwise, enter the date the borrower completed the program, graduated, or dropped below half-time enrollment at an eligible school (separated).

Item 18: Enter "Yes" if the loan is in default and proceed to Item 19. Enter "No" if this account is not in default and proceed to Item 20.

Item 19: Enter "Yes" if a satisfactory repayment arrangement has been made. Enter "No" if a satisfactory repayment arrangement has not been made.

Item 20: Enter "Yes" if a judgment has been obtained on this loan. Enter "No" if a judgment has not been obtained on this loan.

Item 21: Enter any appropriate comments. If unable to complete this certificate, please provide an explanation here.

Item 22: Sign, date, and provide other requested information to complete this certificate.

Note: When the consolidation process is complete, a lender or school will receive payment for the sum of principal, interest, and allowable collection costs and fees. A guarantor will receive payment for allowable collection costs and fees. However, a guarantor's principal and interest balances will be accounted for with a Treasury form SF 1081.

Return this form to:

**U.S. Department of Education
Consolidation Department
Loan Origination Center
P.O. Box 1723
Montgomery, AL 36102-1723**

Pursuant to 34 CFR 685.220 (f)(1)(i), you must complete and return this certificate within 10 business days of the date received.

Paperwork Reduction Notice

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a currently valid OMB control number. The valid OMB control number for this information collection is 1845-0053. The time required to complete this information collection is estimated to average 0.15 hours (9 minutes) per response, including the time to review instructions, search existing data resources, gather and maintain the data needed, and complete and review the information collection. **If you have any comments concerning the accuracy of the time estimate(s) or suggestions for improving this form, please write to:** U.S. Department of Education, Washington, DC 20202-4651. **If you have any comments or concerns regarding the status of your individual submission of this form, write directly to:**

**U.S. Department of Education
Consolidation Department
Loan Origination Center
P.O. Box 1723
Montgomery, AL 36102-1723**