

Return completed form and applicable documentation to the address in Section H. If you need help with this form, contact your loan holder or servicer for free assistance. Payment under the Income-Based Repayment Plan may result in you paying more interest over time. You may have to pay income tax on any loan amount forgiven under the Income-Based Repayment Plan.

SECTION A: BORROWER INFORMATION

Last Name		First Name	
Student ID#		SSN, ITIN, or (DREAM App ID if no SSN/ITIN available)	
Home Address			
Phone - Primary		Phone - Alternate	
Email			
UC Campus Attended			

SECTION B: SPOUSAL INFORMATION

Last Name		First Name	
Date of Birth		SSN, ITIN, or (DREAM App ID if no SSN/ITIN available)	
Does your spouse have DREAM Loans?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	Campus Attended

SECTION C: PLAN OR RECERTIFICATION REQUEST

Please select the reason you are completing this request. You may have to pay income tax on any amount forgiven under the DREAM Loan Income-Based Repayment Plan.

<input type="checkbox"/>	(1) I want to enter the DREAM Loan Income-Based Repayment Plan.
<input type="checkbox"/>	(2) I am submitting documentation for the annual recertification of my DREAM Loan Income-Based Repayment Plan.
<input type="checkbox"/>	(3) I am submitting documentation early to have my DREAM Loan Income-Based payment recalculated immediately.

SECTION D: FAMILY SIZE

How many <u>children</u> are in your family and receive more than half of their support from you?	
How many other people, <u>excluding your spouse and children</u> , live with you and receive more than half of their support from you?	

SECTION E: FEDERAL INCOME TAX INFORMATION

Complete this section only if you filed a Federal Income Tax Return. Borrowers who are married and file income taxes separately are required to submit their spouse's tax return in addition to their own. Their income will be included for purposes of calculating the monthly DREAM Loan Income-Based payment amount unless you are separated or cannot reasonably access your spouse's income information.

(1) Did you file a federal income tax return in the last two years?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	(2) Did your spouse file a federal income tax return in the last two years?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	<input type="checkbox"/> Not Applicable
If you answered "Yes" to either E(1) or E(2), you must provide signed copies of your federal tax return or a tax transcript. A tax transcript can be requested at https://www.irs.gov/individuals/get-transcript . If you answered "No" to either E(1) or E(2) proceed to section F.						
(3) Is your income or your spouse's current income significantly different than the income used to determine AGI on your most recently filed tax return?	<input type="checkbox"/> Yes Proceed to Section F		<input type="checkbox"/> No Proceed to Section G			

SECTION F: DOCUMENTATION OF CURRENT INCOME

Complete this section if you or your spouse did not file a federal tax return in the last two years or if your income has significantly changed since you filed your last federal income tax return due to circumstances such as the loss or change of employment. You must document all taxable income you and your spouse (if applicable) receive. Taxable income includes, for example, income from employment, unemployment income, tips, and alimony. Untaxed income includes, for example, child support or state public assistance (e.g., CalFresh).

Do you have taxable income?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	If you answered yes, what is your monthly income?	\$
Does your spouse have taxable income?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	If you answered yes, what is your spouse's monthly income?	\$

HOW TO DOCUMENT YOUR INCOME: You must provide at least one piece of documentation for each source of taxable income. Documentation will usually include a pay stub, W2, 1099-MISC, or letter from your employer listing your gross pay. Write on your documentation how often you receive the income, for example, "twice per month" or "every other week." If documentation is not available or you want to explain your income, attach a signed statement explaining each source of income and giving the name and address of each source of income.

Copies of documentation are acceptable. The date on any supporting documentation you provide must not be any older than 90 days from the date you sign this request. Documentation is not required if you have untaxed income or no income.

SECTION G: BORROWER REQUESTS, UNDERSTANDINGS, AUTHORIZATION, AND CERTIFICATION

I am **requesting** an income-based repayment plan for my DREAM Loans. I **request** that my loan holder place me on the income-based repayment plan to repay my eligible DREAM Loans held by the holder to which I submit this form.

<input type="checkbox"/>	I am currently in deferment or forbearance and I am requesting to start making payments under the DREAM Loan IBR Plan immediately.
<input type="checkbox"/>	I am currently in deferment or forbearance and I am requesting to start making payments under the DREAM Loan IBR Plan when the deferment or forbearance ends.

If I am not currently on the DREAM Loan Income-Based Repayment Plan, but did not complete Section C(1) or I indicated in Section C (2) or (3) that I was already in DREAM Loan IBR, I **request** that my loan holder treat my request as if I had indicated in Section C(1) that I wanted to enter DREAM Loan IBR.

I **understand** that:

- (1) If I do not provide my loan holder with this completed form and any other required documentation, I will not be placed on the DREAM Loan Income-Based Repayment Plan and my request for recertification or recalculation will not be processed.
- (2) My loan holder may grant me a forbearance while processing my application or to cover any period of delinquency that exists when I submit my application.
- (3) I may have to pay income tax on any loan amount forgiven under the DREAM Loan Income-Based Repayment Plan.

I **authorize** the loan holder to which I submit this request (and its agents or contractors) to contact me regarding my request or my loans, including the repayment of my loans, at any number that I provide on this form or any future number that I provide for my cellular telephone number or other wireless device using automated dialing equipment or artificial or prerecorded voice or text messages.

I **certify** that all of the information I have provided on this form and in any accompanying documentation is true, complete, and correct to the best of my knowledge and belief.

Borrower's Signature		Date	
Spouse's Signature		Date	

SECTION H: INSTRUCTIONS FOR COMPLETING THIS FORM

Type or print using dark ink. Enter dates as month-day-year (mm-dd-yyyy). Example: April 15, 2019 = 04-15-2019. Include your name and account number on any documentation that you are required to submit with this form. **Return the completed form and any required documentation to:**

ECSI

P.O. Box 1278

Wexford, PA 15090

SECTION I: DEFINITIONS

Capitalization is the addition of unpaid interest to the principal balance of your loan. This will increase the principal balance and the total cost of your loan.

Table 1 provides an example of the monthly payments and the total amount repaid for a \$6,000 Dream Loan. The example loan balance has a 4.53% interest rate and the example forbearance lasts for 12 months. The example compares the effects of paying the interest as it accrues or allowing it to be capitalized.

A **deferment** is a period during which you are entitled to postpone repayment of your loans. Interest is not generally charged to you during a deferment on your DREAM Loans.

Family size includes you and your children. Family size also includes your spouse unless your spouse's income is excluded from the calculation of your payment. Family size includes any child or person that lives with you now, receives half their support from you now, and will continue to receive this support in the year that you certify your family size. Support includes money, gifts, loans, housing, food, clothes, car, medical and dental care, and payment for college costs.

A **forbearance** is a period during which you are permitted to postpone making payments temporarily, allowed an extension of time for making payments, or temporarily allowed to make smaller payments than scheduled.

The **holder** of your DREAM Loans is the [University of California]. Your loan holder may use a servicer to handle billing, payment, repayment options, and other communications. References to "your loan holder" on this form mean either your loan holder or your servicer.

The **poverty guideline amount** is the figure for California and family size from the poverty guidelines published annually by the U.S. Department of Health and Human Services (HHS). If you are not residing in the United States, your poverty guideline amount is the amount used for California (the 48 contiguous states and District of Columbia).

The **standard repayment plan** has a fixed monthly payment amount over a repayment period of up to 10 years for DREAM Loans.

The **DREAM Loan Income-Based Repayment Plan** is a repayment plan with monthly payments that are generally equal to 10% of your discretionary income divided by 12.

Discretionary income for the DREAM Loan Income-Based Repayment Plan is the amount by which your income exceeds 150% of the poverty guideline amount.

Eligible Loans for the DREAM Loan Income-Based Repayment Plan are all DREAM Loans, including those that are in default.

Table 1. Capitalization Chart

Treatment of Interest with Forbearance	Loan Balance	Capitalized Interest	Outstanding Principal	Monthly Payment	Number of Payments	Total Repaid
Interest is paid	\$6,000	\$0	\$6,000	\$62	120	\$7,462
Interest is capitalized at the end	\$6,000	\$271.80	\$6,271.80	\$65	120	\$7,800

SECTION J: DREAM LOAN INCOME-DRIVEN REPAYMENT PLAN ELIGIBILITY REQUIREMENTS AND GENERAL INFORMATION

Table 2. Eligibility Requirements and General Information

Plan Feature	DREAM Loan Income-Based Repayment Plan
Payment Amount	Generally, 10% of discretionary income.
Cap on Payment Amount	None. Your payment may exceed what you would have paid under the 10-year standard repayment plan.
Married Borrowers	Your payment will be based on the combined income and loan debt of you and your spouse regardless of whether you file a joint or separate Federal income tax return unless you are separated or cannot reasonably access your spouse's income information.
Borrower Responsibility for Interest	On DREAM Loans, you do not have to pay the difference between your monthly payment amount and the interest that accrues for your first 3 consecutive years in the plan. After this period, you only have to pay half the difference between your monthly payment amount and the interest that accrues.
Forgiveness Period	Any remaining balance is forgiven after 20 years of qualifying repayment. You may have to pay income tax on any amount that is forgiven.
Income Eligibility	None.
Borrower Eligibility	You must be a DREAM Loan borrower with eligible loans.
Recertify Income and Family Size	Annually. Failure to submit documentation by the deadline will result in capitalization of interest and increasing your payment to ensure that your loan is paid in full over the lesser of 10 or the remainder of 20 years.
Leaving the Plan	At any time, you may change to the standard repayment plan. Your payment amount will be set based on the amount of time left remaining under the 10-year standard plan. Your payment amount may be increased and interest will be capitalized if you leave the plan and do not pay the accrued interest.
Interest Capitalization	Interest is capitalized when you are removed from the plan for failing to recertify your income by the deadline or when you voluntarily leave the plan and do not pay the accrued interest.
Re-Entering the Plan	Your loan holder will compare the total of what you would have paid under DREAM Loan Income-Based Repayment Plan to the total amount you were required to pay after you left DREAM Loan Income-Based Repayment. If the difference between the two shows that you were required to paid less by leaving DREAM Loan Income-Based Repayment, your new DREAM Loan Income-Based Repayment payment will be increased. The increase is equal to the difference your loan holder calculated, divided by the number of months remaining in the 20-year forgiveness period.

SECTION K: SAMPLE PAYMENT AMOUNTS

The tables below provide repayment estimates under the Standard and DREAM Loan Income-Based Repayment plans. These figures are estimates based on an interest rate of 5.05%, the DREAM Loan interest rate for the 2018-2019 academic year. The figures also assume a family size of 1, that you live in the continental U.S., and that your income increases 5% each year. Various factors, including your interest rate, your loan debt, your income, if and how quickly your income rises, and when you started borrowing may cause your repayment to differ from the estimates shown in these tables. These figures use the 2018 Poverty Guidelines and Income Percentage Factors

Table 3. DREAM Loan debt of \$4,000 and Starting Income of \$20,000

Repayment Plan	Initial Payment	Final Payment	Time in Repayment	Total Paid	Loan Forgiveness
Standard	\$50	\$50	8 years	\$4,880	N/A
Dream Loan IBR	\$16	\$82	10 years	\$5,526	N/A

Table 4. DREAM Loan debt of \$8,000 and Starting Income of \$20,000

Repayment Plan	Initial Payment	Final Payment	Time in Repayment	Total Paid	Loan Forgiveness
Standard	\$85	\$84	10 years	\$10,182	N/A
Dream Loan IBR	\$16	\$146	16 years	\$12,928	N/A

Table 5. DREAM Loan debt of \$12,000 and Starting Income of \$20,000

Repayment Plan	Initial Payment	Final Payment	Time in Repayment	Total Paid	Loan Forgiveness
Standard	\$127	\$127	10 years	\$15,723	N/A
Dream Loan IBR	\$16	\$187	20 years	\$20,659	\$962

Table 6. DREAM Loan debt of \$16,000 and Starting Income of \$20,000

Repayment Plan	Initial Payment	Final Payment	Time in Repayment	Total Paid	Loan Forgiveness
Standard	\$170	\$170	10 years	\$4,880	N/A
Dream Loan IBR	\$16	\$187	20 years	\$20,659	\$9,311

Table 7. DREAM Loan debt of \$20,000 and Starting Income of \$20,000

Repayment Plan	Initial Payment	Final Payment	Time in Repayment	Total Paid	Loan Forgiveness
Standard	\$212	\$212	10 years	\$25,456	N/A
Dream Loan IBR	\$16	\$187	20 years	\$20,659	\$16,949