



United States Department of Education  
Office of Student Financial Assistance Programs  
National Student Loan Data System

**Updated Perkins Data Provider Instructions and  
New Perkins Loan Status Codes  
Technical Update PK-2000-01**

**June 30, 2000**

*This information is intended for the person in your organization responsible for working with NSLDS. If that is not you, please forward.*

This Technical Update provides you with the updated Perkins Data Provider Instructions (DPI) and informs you of the changes and the schedule by which the new loan status codes will be implemented.

### **Updated Perkins Data Provider Instructions**

Enclosed is a CD-ROM containing the updated Perkins DPI as well as the new loan status codes. We are providing both of these in two formats, Adobe Acrobat Reader and Word 97. The Adobe Acrobat Reader files have the extension pdf and the Word files use the extension doc.

### **New Perkins Loan Status Codes**

The Department of Education (ED) intends to add, eliminate, and redefine loan status codes, and provide a revised mechanism for transferring loans to ED. **These changes may require significant systems changes. Implementation is expected by July 1, 2001.**

Loan status codes are used to explain the status of a loan, such as in repayment, deferred, in forbearance, or in default. Loan status codes are used to help determine default rates and student eligibility. Loan Status Codes have remained the same since NSLDS was implemented in October 1994.

NSLDS will also implement a new loan transfer process incorporating a true 'handshake' between the data provider transferring the loan and the receiving data provider. Table 2 provides the details.

This Technical Update also includes two tables dealing with the changes to loan status codes:

- *Table 1: Perkins Loan Status Codes* shows all the loan status codes, including the new codes that will go into effect on July 1, 2001. New codes or changes to existing codes are marked by underlines. Codes being retired or deletion of definitions within an existing code are marked by strikes.
- *Table 2: Perkins Loan Transfer Code* shows the transfer code to use when a loan is assigned or transferred to DCS and explains the changes to the assignment process.

### **Tentative Schedule for New Loan Status Codes**

NSLDS has begun work on the new loan status codes and anticipates that the required programming will be completed by January 1, 2001. At that point data providers may begin using the new codes. From January 1, 2001, to June 30, 2001, data providers may use all or some of the new codes or continue to use the old codes. After July 1, 2001, *all* data providers must use the new codes exclusively.

ED will keep you informed of the progress of the changes and will let you know if the schedule is altered.

*If you have any questions, please contact the Customer Service Center at (800) 999-8219, or e-mail them at [nsldscoe@raytheon.com](mailto:nsldscoe@raytheon.com).*

**Table 1: Perkins Loan Status Codes**

Code	Status	Definition	Report this Date in Date of Loan Status Field	Open/Closed, Student Eligibility, Balance Requirements
<p>AE See Loan Trans- fer Code Table</p>	<p>Assigned to U.S. Department of Education</p>	<p>A loan that has been assigned and accepted by the U.S. Department of Education for collection. Once the loan has been successfully reported with the AE code (i.e., contains no errors), stop extracting the loan as such loans will err out of future submittals.</p> <p>A loan must be successfully reported to NSLDS with a valid Loan Status Code (other than AE) before the loan can be reported as assigned to ED. Loans first reported in an AE status (i.e., assigned to ED) will be rejected.</p>	<p>Report the “Certification Date” (item #9, on ED Form 553). Date of Disbursement reported to NSLDS must match the “Date of Last Disbursement” reported on item #39 on ED Form 533. Failure to follow this procedure may result in loans be duplicated on NSLDS.</p>	<p><b>OPEN</b> Amount of Outstanding Principal Balance must contain a positive amount.</p>
<p>BC</p>	<p>Bankruptcy, Discharged</p>	<p>A non-defaulted loan for which a bankruptcy has been filed and the loan has been discharged by a bankruptcy court.</p>	<p>Report the date of the court order discharging the loan. The Date of Loan Status equals the Date of Outstanding Principal Balance and Date of Cancellation.</p> <p>For initial population and through June 30, 1995, report one of the following dates, in this order of preference:</p> <ol style="list-style-type: none"> <li>1. The date of the court order discharging the loan</li> <li>2. The date the school received the court order discharging the loan</li> <li>3. The date the school determined that it must terminate collection activities due to the discharge of the debt</li> </ol>	<p><b>CLOSED</b> <b><u>STUDENT ELIGIBLE</u></b> Amount of Outstanding Principal Balance must be zero.</p>

<b>Table 1: Perkins Loan Status Codes</b>				
<b>Code</b>	<b>Status</b>	<b>Definition</b>	<b>Report this Date in Date of Loan Status Field</b>	<b>Open/Closed, Student Eligibility, Balance Requirements</b>
BK	Bankruptcy Active	A non-defaulted loan for which a bankruptcy has been filed and the loan has not been discharged by a bankruptcy court.	Report the date the notice of the first meeting of creditors was issued.  For initial population and through June 30, 1995, report one of the following dates, in this order of preference:  1. The date the notice of the first meeting of creditors was issued  2. The date of the first meeting of creditors  3. The date the school received the notice of the first meeting of creditors	<b>OPEN</b>  <b><u>STUDENT ELIGIBLE</u></b>  Amount of Outstanding Principal Balance must have a positive balance.
CA	Loan Reversal	A loan for which one or more of the following conditions exist:  <ul style="list-style-type: none"> <li>• The loan's proceeds were never disbursed to the student</li> <li>• The school's check was never cashed</li> <li>• Borrower fully repaid loan during the award year and initial grace period has not expired</li> <li>• A correction of an overaward and refund condition resulted in the loan being fully repaid</li> <li>• Data Provider wants to nullify a duplicated loan or erroneously reported loan record</li> </ul>	Report one of the following dates, in this order of preference:  1. The date the event occurred  2. The date the event was processed.  To nullify a Perkins loan, report the loan identifiers, setting the loan status to 'CA', and setting the Loan Status Date to the date the loan was nullified. All other fields in the record may be set to default values. The loan will be nullified (status changed to 'CA') and the dollar values set to zero.	<b>CLOSED</b>  <b><u>STUDENT ELIGIBLE</u></b>  Provide the loan identifiers plus Code for Loan Status and Date of Loan Status. Leave other fields with their appropriate default values (zeros or spaces).

**Table 1: Perkins Loan Status Codes**

Code	Status	Definition	Report this Date in Date of Loan Status Field	Open/Closed, Student Eligibility, Balance Requirements
CS	<u>Closed School Discharge</u>	<p><u>Loan approved for discharge due to a closed school determination.</u></p> <p><u>Identifies a loan for which a discharge application has been received and the loan discharge has been approved due to a closed school.</u></p> <p><u>Includes:</u></p> <ul style="list-style-type: none"> <li>• <u>A loan for which 100% of the loan, plus interest paid by the student, is discharged</u></li> <li>• <u>A loan where part of the loan is paid under a discharge, but part is paid for other reasons</u></li> <li>• <u>A loan previously closed and subsequently eligible for a closed school discharge</u></li> </ul>	<p><u>Report the date the loan discharge was approved.</u></p> <p><u>For a loan that was previously reported as closed for other reasons, report the date the loan discharge was approved.</u></p> <p><u>For a loan with an additional financial transaction pending, report the date the financial transaction occurred resulting in the loan being closed.</u></p>	<p><b><u>CLOSED</u></b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p><u>Amount of Outstanding Principal Balance must be zero.</u></p>

**Table 1: Perkins Loan Status Codes**

Code	Status	Definition	Report this Date in Date of Loan Status Field	Open/Closed, Student Eligibility, Balance Requirements
DA	Deferred	<p>A loan for which the school granted the postponement of periodic installments of principal because the borrower meets the eligibility requirements specified in regulations.</p> <p><u>Note: As long as the grace period has not expired, the loan remains in an in-school (ID) status regardless of where the student attends school. A DA status is only used after the grace period has been fully used by the borrower.</u></p> <p><u>Note: Before a DA code can be used, the grace period must have expired and the loan must have entered repayment. If the student continued or returned to school before the grace period expired, the loan is reported in an IA status.</u></p>	<p>Report the beginning date of the deferment. This date must be the same as the Date Deferment Starts.</p>	<p><b>OPEN</b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must have a positive balance.</p>
DB	Defaulted, Then Bankrupt, Active	<p>A loan for which the Borrower defaulted, then subsequently declared bankruptcy, and the loan has not been discharged.</p>	<p>For bankruptcies on which the school is first notified, by any means, of the bankruptcy on or after July 1, 1995, report the date the notice of the first meeting of creditors was issued.</p> <p>For initial population and through June 30, 1995, report one of the following dates, in this order of preference:</p> <ol style="list-style-type: none"> <li>1. The date the notice of the first meeting of creditors was issued</li> <li>2. The date of the first meeting of creditors</li> <li>3. The date the school received the notice of the first meeting of creditors</li> </ol>	<p><b>OPEN</b></p> <p><b><u>STUDENT INELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must have a positive balance.</p>

**Table 1: Perkins Loan Status Codes**

<b>Code</b>	<b>Status</b>	<b>Definition</b>	<b>Report this Date in Date of Loan Status Field</b>	<b>Open/Closed, Student Eligibility, Balance Requirements</b>
DC	Defaulted, Compromise	A loan for which the borrower defaulted, the school agreed on a compromise settlement with the borrower, and the borrower satisfied the conditions of the compromise.	<p>Report the date the compromise was satisfied. The Date of Loan Status equals Date of Outstanding Principal Balance.</p> <p>For initial population and through June 30, 1995, report one of the following dates, in this order of preference:</p> <ol style="list-style-type: none"> <li>1. The date the school approved the compromise</li> <li>2. The date the borrower accepted the compromise</li> <li>3. The date the school terminated collection due to compromise</li> <li>4. The date the compromise was entered in the school's system</li> </ol>	<p><b>CLOSED</b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must be zero.</p>
DD	Defaulted, Then Died	A loan on which the borrower defaulted and the school terminated collection activities due to the borrower's death.	<p>Report the date the borrower died. The Date of Loan Status equals Date of Outstanding Principal Balance and Date of Cancellation.</p> <p>For initial population and through June 30, 1995, report one of the following dates, in this order of preference:</p> <ol style="list-style-type: none"> <li>1. The date the borrower died</li> <li>2. The date the school terminated collection due to the borrower's death</li> </ol>	<p><b>CLOSED</b></p> <p><b><u>STUDENT INELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must be zero.</p>

<b>Table 1: Perkins Loan Status Codes</b>				
<b>Code</b>	<b>Status</b>	<b>Definition</b>	<b>Report this Date in Date of Loan Status Field</b>	<b>Open/Closed, Student Eligibility, Balance Requirements</b>
<b>DF</b> (was DU)	Defaulted, Unresolved	<p>A loan on which the borrower defaulted, the school is pursuing collections, but the borrower has not made at least six consecutive payments on the loan. This includes defaults that are being contested.</p> <p>DF does not include any loan on which a borrower met the conditions for a XD loan status, but subsequently became delinquent. Such loans are reported in a DZ loan status.</p> <p><del>This also includes any loan on which a borrower met the conditions for a DX loan status but subsequently became delinquent.</del></p>	<p>Defaults must be reported to NSLDS using the definition used in cohort default rate calculations on the annual <i>Fiscal Operations Report and Application to Participate</i> ('FISAP'), which is: "If a borrower's default has persisted for at least 240 consecutive days (for a loan repayable monthly), or 270 consecutive days (for a loan repayable quarterly), the loan must be included in the school's cohort default rate." When a borrower is in default based on the cohort default rate definition, the school reports the loan using the <del>DU</del> DF code or one of the other default codes if appropriate.</p>	<p><b>OPEN</b></p> <p><b><u>STUDENT INELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must have a positive balance.</p>
<b>DK</b>	Defaulted, Then Bankrupt, Discharged	<p>A loan for which the borrower defaulted, then the borrower subsequently declared bankruptcy and the loan was discharged.</p>	<p>Report the date of the court order discharging the loan. The Date of Loan Status equals Date of Outstanding Principal Balance and Date of Cancellation.</p> <p>For initial population and through June 30, 1995, report one of the following dates, in this order of preference:</p> <ol style="list-style-type: none"> <li>1. The date of the court order discharging the loan</li> <li>2. The date the school received the court order discharging the loan</li> <li>3. The date the school determined that it must terminate collection activities due to the discharge of the debt.</li> </ol>	<p><b>CLOSED</b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must be zero.</p>



**Table 1: Perkins Loan Status Codes**

<b>Code</b>	<b>Status</b>	<b>Definition</b>	<b>Report this Date in Date of Loan Status Field</b>	<b>Open/Closed, Student Eligibility, Balance Requirements</b>
<u>DN</u>	<u>Defaulted, then paid in full by consolidation</u>	<u>Defaulted loans that are paid in full by a consolidation loan.</u> Note: Report a non-defaulted loan paid in full through consolidation with a PN code.	Report the date the loan was paid in full.	<b><u>CLOSED</u></b> <b><u>STUDENT ELIGIBLE</u></b> <u>Amount of Outstanding Principal Balance must be zero.</u>
DP	Defaulted, Paid in Full	A loan for which the borrower defaulted and then the borrower repaid the entire amount due (including accrued interest, fees, or other charges). Note: If a defaulted loan is paid through loan consolidation, report the loan using the DN code.	Report the date when the loan was paid in full. The Date of Loan Status equals Date of Outstanding Principal Balance.	<b><u>CLOSED</u></b> <b><u>STUDENT ELIGIBLE</u></b> <u>Amount of Outstanding Principal Balance must be zero.</u>
<u>DR</u>	<u>Defaulted loan included in a rolled-up loan</u>	<u>A loan that is no longer being serviced because it was combined with another loan. For example, one loan is assigned to DCS, but the loan is really a combination of three loans. In this example, report the two loans not assigned with this code.</u> <u>This code will be used to clean up rolled-up loans from the past. Data providers are advised that rolled-up loans are not permitted. Loans must be assigned individually to DCS in the same manner as reported to NSLDS.</u>	<u>Report the date the loan was rolled-up into another loan.</u>	<b><u>CLOSED</u></b> <b><u>STUDENT ELIGIBLE</u></b> <u>Amount of Outstanding Principal Balance must be zero.</u>
DS	Defaulted, Then Disabled	A loan for which the Borrower defaulted and then the school terminated collection activities due to the total and permanent disability of the borrower.	Report the date the school approved the disability cancellation. The Date of Loan Status equals Date of Cancellation and Date of Outstanding Principal.	<b><u>CLOSED</u></b> <b><u>STUDENT ELIGIBLE</u></b> <u>Amount of Outstanding Principal Balance must be zero.</u>

**Table 1: Perkins Loan Status Codes**

Code	Status	Definition	Report this Date in Date of Loan Status Field	Open/Closed, Student Eligibility, Balance Requirements
DU (See DF)	Defaulted, Unresolved	<p>A loan on which the borrower defaulted and on which the school is pursuing collections, but on which the borrower has not made at least six consecutive payments. This includes defaults that are being contested.</p> <p>This also includes any loan on which a borrower met the conditions for a DX loan status but subsequently became delinquent.</p>	<p>Defaults must be reported to NSLDS using the definition used in cohort default rate calculations on the annual <i>Fiscal Operations Report and Application to Participate</i> ('FISAP'), which is: "If a borrower's default has persisted for at least 240 consecutive days (for a loan repayable monthly), or 270 consecutive days (for a loan repayable quarterly), the loan must be included in the school's cohort default rate." When a borrower is in default based on the cohort default rate definition, the school reports the loan using the DU code or one of the other default codes if appropriate.</p>	<p><b>OPEN</b> Amount of Outstanding Principal Balance must have a positive balance.</p>
DW	Defaulted, Write-Off	<p>A loan on which the borrower defaulted and the school has ceased collection activity as follows:</p> <ul style="list-style-type: none"> <li>• Defaulted loans with a balance of less than \$25 including principal, interest, and other allowable charges</li> <li>• Defaulted loans with balances of less than \$200 including principal, interest, and other allowable charges, if the school carried out the required due diligence and if the account has had no activity for four years</li> </ul>	<p>Report the date the school approved the write-off. The Date of Loan Status equals Date of Outstanding Principal Balance.</p>	<p><b>CLOSED</b> <b><u>STUDENT INELIGIBLE</u></b> Amount of Outstanding Principal Balance must have a positive balance. The balance must reflect the principal amount still owed by the borrower.</p>

**Table 1: Perkins Loan Status Codes**

Code	Status	Definition	Report this Date in Date of Loan Status Field	Open/Closed, Student Eligibility, Balance Requirements
DX (See XD)	Defaulted, Six Consecutive Payments	<p>A loan on which the borrower defaulted, made satisfactory arrangements to repay the loan balance and made at least six consecutive monthly payments on time under these arrangements.</p> <p>Note: Failure to make a payment results in a change of Loan Status to Defaulted, Unresolved (DU) and the DX loan status cannot be used again.</p> <p>A borrower is entitled to this loan status only once in the life of a loan.</p>	Report the date the school received the sixth consecutive payment on the defaulted loan.	<p><b>OPEN</b></p> <p>Amount of Outstanding Principal Balance must have a positive balance.</p>
DZ	Defaulted, 6 consecutive payments, then missed payment(s)	<p>Loans that were in an XD (formerly DX) status, but the borrower missed one or more payments or otherwise did not comply with the repayment agreement. A loan is eligible for an XD (formerly DX) status only one time. Once a loan becomes a DZ, it remains in this status until closed.</p>	Report the date the payment was due, but was not paid by borrower.	<p><b>OPEN</b></p> <p><b><u>STUDENT INELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must have a positive balance.</p>
FB	Forbearance	A loan for which the borrower is granted a temporary cessation of payments, is allowed an extended period for making payments, or is temporarily accepting smaller payments than were previously scheduled.	Report the beginning date of the forbearance period.	<p><b>OPEN</b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must have a positive balance.</p>

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<b>Code</b>	<b>Status</b>	<b>Definition</b>	<b>Report this Date in Date of Loan Status Field</b>	<b>Open/Closed, Student Eligibility, Balance Requirements</b>
<u>FC</u>	<u>False Certification Discharge</u>	<p><u>Loan approved for discharge due to a false certification determination.</u></p> <p><u>Identifies a loan for which a discharge application has been received and the loan discharge has been approved due to false certification.</u></p> <p><u>Includes:</u></p> <ul style="list-style-type: none"> <li>• <u>A loan where 100% of the loan, plus interest paid by the student, is discharged</u></li> <li>• <u>A loan where part of the loan is paid under a discharge, but part has been paid for other reasons</u></li> <li>• <u>A loan previously closed and subsequently eligible for a false certification discharge.</u></li> </ul>	<p><u>Report the date the loan discharge was approved.</u></p> <p><u>For a loan previously reported as closed for other reasons, report the date the loan discharge was approved.</u></p> <p><u>For a loan with an additional financial transaction pending, report the date the financial transaction occurred resulting in the loan being closed.</u></p>	<p><b><u>CLOSED</u></b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p><u>Amount of Outstanding Principal Balance must be zero.</u></p>
<u>IA</u>	<u>Loan Originated (Disbursed)</u>	<p><u>A loan for which at least one disbursement has been made.</u></p> <p><u>A loan remains in an IA status until it enters grace or other appropriate code.</u></p>	<p><u>Report the Date of First Disbursement.</u></p>	<p><b><u>OPEN</u></b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p><u>Amount of Outstanding Principal Balance must have a positive balance.</u></p>

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<b>Code</b>	<b>Status</b>	<b>Definition</b>	<b>Report this Date in Date of Loan Status Field</b>	<b>Open/Closed, Student Eligibility, Balance Requirements</b>
<b>ID</b> (Now IA, IG, or IM)	<b>In School or Grace Period</b>	A loan for which the student is enrolled at least half time in school or is in the loan grace period. A loan remains in an ID status until the grace period has expired and repayment begins. A student who transfers to another institution, but who did not fully use the grace period, is reported as ID.	Report the enrollment period begin date. This must be equal to the Date Enrollment Period Begins. For initial population and for loans made through June 30, 1995, report one of the following dates, in this order of preference: 1. The same date found in Date Enrollment Period Begins 2. The same date found in Date of First Disbursement 3. If the Enrollment Period Begin Date and Date of First Disbursement are unknown, use July 1 and the year of the award year in which the first disbursement was made on the loan	<b>OPEN</b> Amount of Outstanding Principal Balance must have a positive balance.
<b>IG</b>	<b>In Grace Period</b>	<u>A loan in the loan grace period.</u>	<u>For students completing their academic program, report the day after the enrollment period end date.</u> <u>For students who withdraw, report the day after the withdraw date.</u> <u>For borrowers completing a period of 'In Military Grace' who are not enrolled or do not intend to re-enroll, report the end date of the borrower's military service period.</u>	<b>OPEN</b> <b>STUDENT ELIGIBLE</b> <u>Amount of Outstanding Principal Balance must have a positive balance.</u>

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<u>IM</u>	<u>In Military Grace</u>	<u>A loan not in repayment (i.e., in IA or IG status) and the borrower is called or ordered to active military duty for longer than 30 days. The IM status is not to be confused with a military deferment which is used for loans which have entered repayment. (ED will provide guidance for data providers on regulatory requirements and time limits.)</u>	<u>Report the day the borrower entered the military.</u>	<b>OPEN</b> <b><u>STUDENT ELIGIBLE</u></b> <u>Amount of Outstanding Principal Balance must have a positive balance.</u>
<u>IP</u>	<u>In post-deferment grace period</u>	<u>A loan in which a borrower has a new grace period following a qualifying deferment.</u>	<u>Report the day after the deferment expires.</u>	<b>OPEN</b> <b><u>STUDENT ELIGIBLE</u></b> <u>Amount of Outstanding Principal Balance must have a positive balance.</u>
<u>PC</u> <u>(Now DN &amp; PN)</u>	<u>Paid in Full Through Consolidation Loan</u>	<u>A loan that is paid in full as a result of the borrower obtaining a Consolidation Loan. PC is also used for Defaulted Loan paid in full through consolidation.</u>	<u>Report the date the loan was paid in full. The Date of Loan Status equals the Date of Outstanding Principal Balance.</u>	<b>CLOSED</b> <u>Amount of Outstanding Principal Balance, Amount of Outstanding Accrued Interest Balance, and Amount of Ending Balance on Claims of Other Fees must be zero.</u>

**Table 1: Perkins Loan Status Codes**

Code	Status	Definition	Report this Date in Date of Loan Status Field	Open/Closed, Student Eligibility, Balance Requirements
PF	Paid in Full	<p>A non-defaulted loan that the borrower has repaid in full to the school, including principal, interest, and any other allowable charges. This includes:</p> <ul style="list-style-type: none"> <li>• Loans fully repaid by a cancellation</li> <li>• <del>Loans repaid due to a closed school or false certification, or a previously defaulted loan that was discharged for either of these reasons</del></li> <li>• Bankruptcy loans (BK) paid in full by or on behalf of the borrower (loan not discharged)</li> <li>• Loans in which the school has written off an account with a balance of less than \$5.00, including principal, interest, and other allowable charges</li> </ul> <p>Note: If loan is paid in full as a result of the borrower obtaining a Consolidation loan, report as <del>PC</del> <u>PN</u>.</p>	Report the date the loan was paid in full. The Date of Loan Status equals Date of Outstanding Principal Balance.	<p><b>CLOSED</b>  <u><b>STUDENT ELIGIBLE</b></u>                      Amount of Outstanding Principal Balance must be zero.</p>
PN	<u>Non-defaulted, Paid in Full Through Consolidation Loan</u>	<p><u>A non-defaulted loan that is paid in full as a result of the borrower obtaining a Consolidation Loan.</u></p> <p><u>Note: Report a Defaulted loan paid in full through consolidation with a DN code.</u></p>	<u>Report the date the loan was paid in full. The Date of Loan Status equals the Date of Outstanding Principal Balance.</u>	<p><b>CLOSED</b>  <u><b>STUDENT ELIGIBLE</b></u>  <u>Amount of Outstanding Principal Balance must be zero.</u></p>

<b>Table 1: Perkins Loan Status Codes</b>				
<b>Code</b>	<b>Status</b>	<b>Definition</b>	<b>Report this Date in Date of Loan Status Field</b>	<b>Open/Closed, Student Eligibility, Balance Requirements</b>
RP	In Repayment	<p>A loan that is not in default, not in a condition authorizing cessation of payments (e.g., deferment, forbearance) and for which the borrower has been placed into repayment.</p> <p>Note: A loan remains in an <u>IG ID</u> status until the grace period has expired and repayment begins. A student who transfers and attends another institution, but who did not fully use the grace period, is reported as <u>IA ID</u>.</p>	<p>Report one of the following dates, in this order of preference:</p> <ol style="list-style-type: none"> <li>1. For loans entering repayment after an in-school or grace status, enter the date after the grace period expires. The Date of Loan Status is equal to the Date Entered Repayment.</li> <li>2. Each time the loan returns to repayment after having been in another loan status (e.g., deferment, forbearance), enter the day after the previous status ended. In this case, the Date of Loan Status is not equal to the Date Entered Repayment. The Date Entered Repayment does not change once the student has been placed in repayment.</li> </ol>	<p><b>OPEN</b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must have a positive balance.</p>
UC	<u>Non-defaulted loan purchased by the school.</u>	<p><u>A non-defaulted loan purchased by the school.</u></p>	<u>Report the date the loan was purchased by the school.</u>	<p><b><u>CLOSED</u></b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p><u>Amount of Outstanding Principal Balance must be zero.</u></p>
UD	<u>Defaulted loan purchased by the school.</u>	<p><u>A defaulted loan purchased by the school.</u></p> <p><u>Note: If the borrower can establish that the loan was paid in full, update the status to DP. This will reestablish the borrower's eligibility.</u></p>	<u>Report the date the loan was purchased by the school.</u>	<p><b><u>CLOSED</u></b></p> <p><b><u>STUDENT INELIGIBLE</u></b></p> <p><u>Amount of Outstanding Principal Balance must be zero.</u></p>



**Table 1: Perkins Loan Status Codes**

Code	Status	Definition	Report this Date in Date of Loan Status Field	Open/Closed, Student Eligibility, Balance Requirements
<u>XD</u> (was <u>DX</u> )	Defaulted, Six Consecutive Payments	<p>A loan on which the borrower defaulted, made satisfactory arrangements to repay the loan balance, and made at least six consecutive monthly payments on time under these arrangements.</p> <p>Failure to make a payment results in a change of Loan Status to “Defaulted, Unresolved (<u>DU</u>) six consecutive payments, then missed payments” (<u>DZ</u>) and the <del>DX</del> <u>XD</u> loan status cannot be used again.</p> <p><del>A borrower is entitled to this loan status only once in the life of a loan.</del></p> <p><u>A loan can be in this status only once in the life of the loan.</u></p>	Report the date the school received the sixth consecutive payment on the defaulted loan.	<p><b>OPEN</b></p> <p><b><u>STUDENT ELIGIBLE</u></b></p> <p>Amount of Outstanding Principal Balance must have a positive balance.</p>

<b>Table 2: Perkins Loan Transfer Code</b>			
<b>Code</b>	<b>Status</b>	<b>Definition</b>	<b>Reporting Rules / Data Providers</b>
AE	Assigned to U.S. Department of Education ( <u>Loan Transferred</u> )	<p>A loan that has been assigned and accepted by the U.S. Department of Education for collection. Once the loan has been successfully reported with the AE code (i.e., it contains no errors), you should stop extracting the loan since such loans will err out of future submittals.</p> <p>A loan must be successfully reported to NSLDS with a valid Loan Status Code (other than AE) before the loan can be reported as assigned to ED. Loans first reported in an AE status (i.e., assigned to ED) will be rejected.</p>	Report the “Certification Date” (item #9, on ED Form 553). Date of Disbursement reported to NSLDS must match the “Date of Last Disbursement” reported on item #39 on ED Form 533. Failure to follow this procedure may result in loans being duplicated on NSLDS.

### **Perkins Loan Transfer Code Notes**

In order to transfer a loan from one data provider to another (e.g., a Perkins loan assigned to ED), a complete ‘handshake’ must take place between the two data providers, that is, the current data provider must release the loan which then enables the new data provider (DCS) to report on it. NSLDS does not consider this as a loan status code but, rather, a loan transfer code. Schools use the code AE to transfer, or assign a loan to DCS.

Although loan transfer codes use the loan status code field on the Database Extract file, they are NOT loan status codes and do not update the loan status code fields in NSLDS. Instead, they indicate that the loan is in transit to another data provider. It is only when the new data provider reports on the loan that it is actually transferred to the new data provider. If the previous data provider reports the loan with a non-transfer loan status before the new data provider reports on the loan, NSLDS will assume that the transfer request was incorrect and the loan will be retained by the previous data provider.

### **Requirements**

The current data provider must successfully report a loan to NSLDS before the data provider can report the loan has been transferred. Edits will be added to ensure a loan exists on NSLDS before a transfer is processed. The edits are necessary to ensure historical data is loaded to NSLDS before the loan is transferred. For example, deferment information on a school-held loan is not transferred to DCS with a loan. If the school did not load the loan to NSLDS before the transfer, the deferment data would be lost.

The new data provider will not be able to report on a transferred loan until the current data provider successfully notified NSLDS that the loan has been transferred. Similarly, the previous data provider continues to hold the loan until the new data provider successfully reports. Because of the various reporting cycles, the loan may not be updated for 30–60 days. The current method for reporting on a transferred loan by data providers is not changed.

Since DCS (GA555) does not make new loans, it will only be permitted to report on loans specifically transferred to them by another data provider. An exception process will be established to override this rule where warranted (e.g., old loans never loaded to NSLDS). A tracking process will be established to monitor loan transfers and to work with data providers who experience difficulty in either reporting a loan transfer or reporting on a loan transferred to the data provider.

### **Assumptions**

The most recently reported Loan Status Code will continue to be used by NSLDS until the new holder reports on the loan. The new data provider will be able to report and/or update the Loan Status Date to a date before the loan was transferred.

Once a loan has been successfully reported to NSLDS as a transferred loan, the point of contact for the loan will be the new data provider. For example, School 1 transfers a loan to DCS. DCS becomes the contact as soon as the transfer is reported to NSLDS by School 1.

If the previous data provider (School 1) reports on the loan with a non-transfer loan status before the new data provider (DCS) reports on the loan, NSLDS will assume that the transfer was incorrect and the loan will be retained by School 1.

To track loans being transferred, a new NSLDS table will be created. The table will track each loan transferred including the data provider releasing the loan, the date released, the new data provider and the date the new data provider took possession. If a loan is reported as transferred but is not updated in a timely manner by the new data provider, NSLDS will follow up with the new data provider.