

STUDENT LOANS FORGIVENESS

What's Happening Now

In August 2022, President Biden announced a federal student loan debt relief plan. The plan is on hold currently due to pending litigation. Review the highlights below, and learn more on Federal Student Aid's [website](#).

Payment Pause Extended

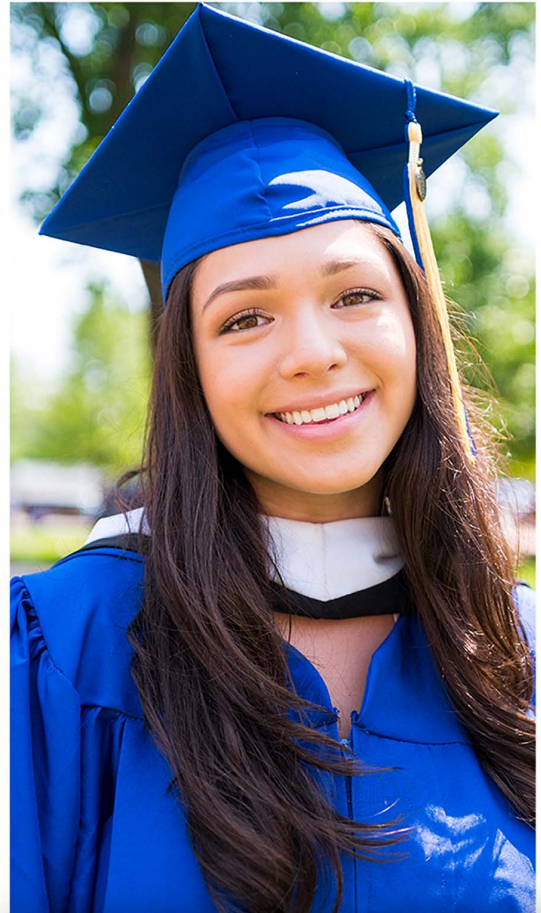
The payment pause has been further extended until 60 days after litigation is resolved, or 60 days after **June 30, 2023**, whichever comes first.

Student loan payments are expected to resume no later than **August 2023**.

Student Loan Debt Relief

Individuals who earned less than \$125,000, or married couples who file taxes jointly and earned less than \$250,000, in 2020 or 2021 may be eligible for up to \$10,000 of debt relief on qualifying federal loans.

Borrowers who received at least one Pell Grant may be eligible for up to \$20,000 of debt relief. *Unsure if you received a Pell Grant? Find out at [StudentAid.gov](#).*



Federal Student Aid

An OFFICE of the U.S. DEPARTMENT of EDUCATION

Debt Relief Application Is On Hold Due to Pending Litigation

Some borrowers were able to apply for relief in the fall when applications were made available. Some borrowers may have received notice of forgiveness, however balances were not updated to reflect debt relief. The Department of Education has put the applications on hold while the court deliberates. Once resolved, applications may be available again on the StudentAid.Gov website. Check back regularly for updates.

STUDENT LOAN FORGIVENESS: NEXT STEPS



Visit StudentAid.gov to Review Your Loans

Confirm your loan types and whether you received a Pell Grant, check account balances, and find out who your loan servicer is (*your servicer may have changed during the payment pause*). Reach out to your servicer to confirm they have your current contact information, and pay close attention to any correspondence you receive.



Subscribe for updates on Debt Relief

Sign up to be notified by the Department of Education when the debt relief application is available at <https://www.ed.gov/subscriptions>. It is expected that applications *may* be available again once pending litigation is resolved.



Prepare to Resume Making Payments

Visit [StudentAid.gov](https://studentaid.gov) to estimate your monthly payment amounts (payment amounts may change after debt relief is reflected) and explore different payment plan options. Review your budget and adjust if needed in preparation for payments to resume in August 2023.



Contact GreenPath Financial Wellness

Contact GreenPath to review your budget and develop an action plan to fit student loan payments back in, get guidance on different student loan payment options, or take a closer look at your unique student loan situation.

Call GreenPath at **877-337-3399** or visit greenpath.com/neighborhoodcu