

Kilgore College Policy on Loan Defaults

Kilgore College awards eligible students any and all Title IV loans for which they qualify and request, up to their cost of attendance or unmet need. Kilgore College also takes very seriously the federal guidelines concerning students with loans whose status is either “delinquency” or “default”.

Delinquency refers to a loan that has been in overdue repayment status for a period of 180 days.

Default refers to a loan that has been in overdue repayment status for a period of 270 days.

Students who default on federal student loans (either from Kilgore College or a prior institution) will be notified that they are subject to the following actions:

1. Not be allowed to register for classes.
2. Not be eligible to receive any form of Title IV, state, or institutional aid or scholarships.
3. Default will be reported to a credit bureau, which will affect their future ability to borrow.
4. Eligibility for repayment options and benefits such as deferment, or payment option plans are no longer available.
5. Future wages will be garnished.
6. Future state and/or federal income tax refunds will be withheld.
7. Any penalties, interest, and collection fees added to the collection of the loan funds owed will be the responsibility of the borrower.