

CMS and the Put Program

The Cohort Management System (CMS) has undergone updates to reflect that the U.S. Department of Education (ED) is purchasing Federal Family Education Loan (FFEL) Program loans through the Loan Purchase Commitment Program, or Put Program. You may not know a loan has been put unless you check NSLDS or a borrower notifies you.

From a school's perspective, a put transaction is like any other loan-sold transaction. The new guarantor is ED and the loan servicing is transferred to the ED servicer, currently ACS. The only difference is that EdFund is no longer the guarantor and cannot provide any more support and updates for those loans. Because it is optional for the lender, schools will receive no (or little) notification of which loans will be put, or when.

To help our CMS customers, the system will display on both the Borrower's Information screen (Loan tab) and the Simulated Cohort Report if a loan has been put.

The Put Program affects FFELP subsidized and unsubsidized Stafford and FFELP PLUS loans disbursed during the following academic years:

Academic Year 2008/09

- Loan period begins on or after July 1, 2008
- First disbursement on or after May 1, 2008, and no later than July 1, 2009
- Will be fully disbursed no later than September 30, 2009

Academic Year 2009/10

- Loan period begins on or after July 1, 2009
- First disbursement on or after May 1, 2009, and no later than July 1, 2010
- Will be fully disbursed no later than September 30, 2010

Short-Term Put Program: includes loans from academic year 2007/08

- Loan period begins on or after July 1, 2007
- First disbursement on or after May 1, 2007, and no later than July 1, 2008
- Loans fully disbursed by February 28, 2009, or as soon as conduit is available, whichever occurs first

We have provided screen shots below of what to expect when you first log in to CMS starting July 27, 2009.

The "Loan Status" in the Borrower's Information Screen under the LOANS tab will read as follows:

Loans	Addresses	References	Employment	History	Notes
Loan Status	Service	Origination			
Loan Id: S08568795					
Loan Status: Transferred To New g		Claim Code		Delinq. Amount: \$0.00	
Effective: 03/27/2009		Claim Paid		Monthly Payment: \$0.00	
DAAR Date		Claim Reason		Repay Date	
		Est. Loan Balance: \$5,600.00		Days delinquent	at end of CY
		Delinquency Date			

The Simulated Cohort Report will have the following note/message for put loans:

**Estimated EDFUND Cohort Information
Loan Record Detail Report**
NOTE: THIS IS NOT AN OFFICIAL REPORT OR CALCULATION

Jul 16, 2009

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00000000 COLLEGE This report contains data through 07/16/2009

SSN	Student Name	Lender	Loan Type	Claim Status	Note	D.O.B.	Original School	Class Date		Academic Level	
								Begin	End		
Originating	Current		Type	Status	Code	Date	Repay Date	Amount	Guarantor	Guar. Date	Usage
000-00-0000	WALLACE, EMIGDIO J	8300050000	SF	FB		07/12/1979	02241801	06/11/2008	04/28/2009	1	
8300050000	8300050000					10/29/2009	\$3,500	706	06/19/2008	D	
000-00-0000	WALLACE, EMIGDIO J	8300050000	SU	AE	PUT - SEE NSLDS	07/12/1979	02241801	06/11/2008	04/28/2009	1	
8300050000	8995770000					10/29/2009	\$2,000	706	06/19/2008	E	
000-00-0000	WALLACE, EMIGDIO J	8300050000	SU	FB		07/12/1979	02241801	06/11/2008	04/28/2009	1	
8300050000	8300050000					10/29/2009	\$4,000	706	06/19/2008	E	
000-00-0000	DANIEL, ABIGAIL	8300050000	SF	AE	PUT - SEE NSLDS	03/05/1985	02241801	06/30/2008	04/15/2009	1	
8300050000	8995770000					10/16/2009	\$3,500	706	07/14/2008	D	
000-00-0000	DANIEL, ABIGAIL	8300050000	SU	AE	PUT - SEE NSLDS	03/05/1985	02241801	06/30/2008	04/15/2009	1	
8300050000	8995770000					10/16/2009	\$4,776	706	07/14/2008	E	

Numerator Count: 0
Denominator Count: 2 Default rate: 0.00%

As always, we appreciate any feedback on these changes to CMS. Your comments will help us ensure CMS is working for you!

If you have any questions or concerns, please contact us at DPIUnit@edfund.org.