

## **Guaranty Agency Quick Facts**

**Loans guaranteed:** NCSEAA guaranteed **105,225** student and parent loans totaling **\$460,087,916** under the North Carolina Federal Family Education Loan Program (FFELP) in the 2002-03 fiscal year.

**Default rate:** Historically, NCSEAA has had one of the lowest default rates in the nation. A “trigger default rate” is the ratio between the net amount of reinsurance received on default claims in a given fiscal year and the dollar amount of loans in repayment as of the end of the prior fiscal year. NCSEAA’s “trigger default rate” for the 2003 federal fiscal year was **0.26%**. NCSEAA works closely with borrowers, with the lender College Foundation, Inc. (CFI), and with colleges and universities to prevent defaults.

**Recoveries:** NCSEAA recovered **\$25,360,042** from defaulted FFELP borrowers during the 2002-03 federal fiscal year through such collection efforts as repayment agreements with borrowers, loan rehabilitation, loan consolidation, wage garnishment, seizure of tax refunds, and litigation. NCSEAA’s recovery rate for 2002-03 was **34.32%**, one of the highest of all guaranty agencies in the nation.