

## Loan Interest Rate & Fees

Your interest rate will be

**6.25%**

**After the starting rate is set, your rate will remain the same over the life of the loan**

### Your Starting Interest Rate (upon approval)

The interest rate is set based on a rate floor of not less than the weighted average true interest cost of the Alaska Student Loan Corporation's (ASLC) outstanding fixed-rate debt obligation plus the Alaska Commission on Postsecondary Education's (ACPE) and ASLC's most recent five-year average cost of administering the state education loan program.

### Your Interest Rate during the life of the loan

**Your rate is fixed.** This means that your rate remains the same over the life of the loan. For more information on this rate, see the reference notes.

### Loan Fees

Origination Fee: No origination fee is charged.

Late Fees: A late fee of up to \$15 may be charged for loan payments 30 days or more past due.

Collection Costs: In the case of default, reasonable collection agency fees and/or collection and legal costs will be charged up to the total cost of debt collection.

## Loan Cost Examples

The total amount you will pay for this loan will vary depending upon when you start to repay it. This example provides estimates based upon three repayment options available to you while enrolled in school.

Repayment Option (while enrolled in school)	Amount Provided (amount provided directly to you or your school)	Interest Rate (highest possible starting rate)	Loan Term (how long you have to pay off the loan)	Total Paid over 10 years (includes associated fees)
<b>1. DEFER PAYMENTS</b> Make no payments while enrolled in school and grace period. Interest will be charged and added to your loan	\$10,000	6.25%	10 years Repayment begins after the grace period	<b>\$16,929.60</b>
<b>2. PAY ONLY THE INTEREST</b> Make Interest payments but defer payment on the principal amount while enrolled in school and during grace period. Payments begin after first disbursement	\$10,000	6.25%	10 years Repayment begins after the grace period	<b>\$16,038.65</b>
<b>3. MAKE FULL PAYMENTS</b> Pay both the principal and interest amounts while enrolled in school and during grace period. Payments begin after first disbursement	\$10,000	6.25%	10 years Repayment begins after the grace period	<b>\$14,485.78</b>

### About this example

The repayment examples assume you remain in school for four years, have a six-month grace period before beginning repayment, and a loan amount of \$10,000. The repayment periods are 10 years, and are based on the current interest rate for this program year.

# Federal Loan Alternatives

Loan Program	Current Interest Rates by Program Type
PERKINS for Students	5.00% fixed
STAFFORD for Students	3.76% fixed Undergraduate subsidized & unsubsidized
	5.31% fixed Graduate unsubsidized
PLUS for Parents and Graduate/Professional Students	6.31% fixed

## You may qualify for a Federal education loan.

For additional information, contact your school's financial aid office or the Department of Education at:

[www.federalstudentaid.ed.gov](http://www.federalstudentaid.ed.gov)

## Next Steps

### 1. Find Out About Other Loan Options.

Some schools have school-specific student loan benefits and terms not detailed on this form. Contact your school's financial aid office or visit the Department of Education's website at: [www.federalstudentaid.ed.gov](http://www.federalstudentaid.ed.gov) for more information about other loans.

### 2. To Apply for this Loan, Complete the Application and the Self-Certification Form.

You may get the certification form from your school's financial aid office. If you are approved for this loan, the loan terms will be available for 30 days (terms will not change during this period, except as permitted by law).

## REFERENCE NOTES

### Fixed Interest Rate

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### Bankruptcy Limitations

If you file for bankruptcy you may still be required to pay back this loan.

**More information about loan eligibility and repayment deferral or forbearance options is available in your loan application and loan agreement.**

### Eligibility Criteria

In order to qualify for this loan, you must:

1. be a U.S. Citizen or an eligible non-citizen, and
  - a. an Alaska resident, or
  - b. a student physically present in Alaska and attending an Alaska institution;
2. attend an eligible postsecondary institution;
3. be enrolled at least half-time in a career vocational-technical program or an associate, baccalaureate, or graduate degree program;
4. be a student in academic good standing, as defined by the institution you attend;
5. not be delinquent or have ever defaulted on a prior education loan, and within the preceding five years not have had an education loan written off for any reason except for discharge in bankruptcy;
6. not be past due in an Alaska child support obligation;
7. not have a status at the time of application for a loan or disbursement of the funds, that would prevent you from repaying the loan as it becomes due;
8. have a FICO credit score of at least 680 or have a credit worthy cosigner;
9. have complied with any applicable military selective service registration requirements under the Military Selective Service Act; and
10. meet all other requirements under AS 14.43.125.