Alaska Commission on Postsecondary Education

P.O. Box 110505
Juneau, Alaska 99811-0505

Customer Service Center
Toll Free: (800) 441-2962
In Juneau: (907) 465-2962
TTY: 711 or (800) 770-8973
Fax: (907) 465-5316
acpe.alaska.gov

ALASKA FAMILY EDUCATION LOAN (FEL)
2020/2021 APPLICATION AND PROMISSORY NOTE
COSIGNER AGREEMENT

ENROLLMENT PERIOD: JULY 1, 2020 – JUNE 30, 2021

Features

The FEL has a fixed interest rate for the life of the loan!

- Zero fees
- 6.00% (6.00% APR) fixed interest rate
- Additional 0.25% rate discount once you enroll in ACPE's Auto-Pay. Reduces your rate to a low 5.75% (5.75% APR).
- No minimum credit score requirement
- Serviced in Alaska by Alaskans

Loan Maximums

Undergraduate Students:

- On-time enrollment - up to $14,000
- Full-time enrollment - up to $12,500

Graduate Students:

- Full-time enrollment - up to $15,000

Career & Technical Education Programs:

- Certificate - up to $10,000
- Flight Program - up to $10,000

Instructions

What You'll Need to Apply:

- Social Security Number (SSN)
- Primary borrower name and SSN
- Two references with whom you expect to remain in contact with
- The Application ID associated with the primary borrower's application

Next Steps:

1. Complete and sign your application in ink (notarization of signature is required). Make a copy for your records and mail the original application (pages 6-8) to ACPE at the address listed above.
2. We will review your application and contact the student's school to confirm their enrollment and loan needs. Other factors such as prior default on ACPE loans or past due child support obligations may impact your eligibility.
3. The student should contact their school's Financial Aid Office to ensure they have done everything needed to receive financial aid.
4. If approved, we will send you and the primary borrower a Loan Approval Disclosure (LAD). The LAD will include your loan interest rate and estimated costs of credit. The primary borrower must review and accept the LAD before the loan can be finalized. **Note:** No action is required on your part. However, you do have the right to reduce or cancel the loan if you contact us before the LAD is accepted.
5. Loan funds will be sent to the school approximately 10 days from the date the primary borrower accepts the LAD. The student can check with their school to confirm when funds will be available.
6. Monitor the status of your loan application by contacting us at ACPE@alaska.gov or call 800-441-2962 (465-2962 in Juneau).

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Alaska Family Education Loan (FEL) 2020/2021 Application and Promissory Note COSIGNER AGREEMENT

Loan Terms and Conditions

The Alaska Commission on Postsecondary Education (ACPE) services the education loans owned by the Alaska Student Loan Corporation (ASLC). Loans made under this application are governed by Alaska law including Alaska Statutes 14.43.710 - 750 and Alaska Regulations 20 AAC 15.510–590 and 20 AAC 15.910-15.990, as amended from time to time.

A. Eligibility Requirements

In order to qualify for this loan, a borrower must:

1. be a U.S. citizen or an eligible non-citizen, and an Alaska resident;
2. 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;
3. not be past due in an Alaska child support obligation;
4. not have a status at the time of application for a loan, or disbursement of the funds, that would prevent repaying the loan as it becomes due;
5. have complied with any applicable military selective service registration requirements under the Military Selective Service Act.

In order to qualify for a loan, a student for whom you are borrowing must:

1. be a U.S. citizen or an eligible non-citizen, and an Alaska resident;
2. attend an eligible postsecondary institution;
3. be enrolled full-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 of attendance;
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. have complied with any applicable military selective service registration requirements under the Military Selective Service Act;
8. be a spouse, child, step child, foster child, or grandchild of the borrower; and
9. meet all other requirements under AS 14.43.750 and 20 AAC 15.510.

B. Credit Assessment/Eligibility Checks:

ACPE will review your credit history, your Social Security Number will be matched against the Alaska Department of Revenue, Child Support Services Division's database, and other required databases, to ensure you are eligible. To qualify for the FEL, you must not have a credit history that demonstrates chronic inability or unwillingness to pay an extension of credit. If you do not qualify, you will be informed in writing of the reason for the denial and given an opportunity to add a cosigner to your application.

C. Cosigner:

An eligible cosigner is required if you are under 16 years of age, do not meet the credit requirements, or have defaulted on a prior education loan with ACPE. If you elect to add a cosigner, that person will be responsible for the loan even in the event you meet the credit conditions independently. ACPE will notify the cosigner of periods of delinquency, forbearances granted, or any repayment agreement that will change the amount due on the loan. ACPE can collect from your cosigner without first having to collect from you.

IMPORTANT

Before borrowing, always use grants, scholarships, and other funds that do not have to be repaid. This is not a federal loan and does not have the same repayment options.

Failure to timely repay this loan may result in, but is not limited to:

- **adverse reports to consumer reporting agencies**
- **additional costs to you for collection and accrued interest**
- **forfeiture of deferment rights**
- **seizure of your Alaska Permanent Fund Dividend**
- **administrative wage garnishment**
- **lien on property**
- **a judgment in a court of law and/or legal or collection action**

REMEMBER—Under current loan terms, after four years of borrowing, monthly payments can be as much as $500 or even greater at graduate loan maximums.

D. Fees:

ACPE charges no origination fee. You may be assessed a late fee of up to $15 if your payment is 30 days or more past due. In the case of default, you will be responsible for reasonable collection agency fees and/or collection and legal costs up to the total cost of collecting the debt you owe.

E. Interest:

The FEL has a fixed interest rate of 6.00%. Interest begins to accrue when funds are disbursed (sent to the school). Interest accrues during in-school, repayment and forbearance periods. Accrued and unpaid interest is capitalized (added to the principal balance) at various times. Generally, interest is capitalized any time your loan changes from a non-repayment status, such as forbearance periods, to a repayment status. Accrued and unpaid interest, late fees, and collection fees must be satisfied before payments are applied to principal.

Online Auto-Pay Reduction:

You may be eligible to receive a 0.25% interest rate reduction on your loan by authorizing ACPE to automatically deduct qualifying loan payments from a checking or savings account during the in-school and repayment periods. The reduction will remain in effect as long as qualifying automatic payments continue without interruption and other conditions are met.

Qualifying Conditions:
To qualify for the interest rate reduction, you must set-up recurring payments that meet the following conditions:

- **In-school Period** – Payments made during the in-school period must be a minimum of $50.00 per loan.
- **Repayment Period** – Your loan must be current in repayment, and payments must be a minimum of $5.00.
- **Deferment/Forbearance Periods** – Payments made during deferment and forbearance periods must be a minimum of $50.00 per loan.

F. Annual Percentage Rate (APR):
The APR is the yearly cost of borrowing money, shown as a percent of the amount you borrowed. The APR is calculated based on the interest that will be charged over the life of the loan, the principal balance at origination, and the payment schedule, assuming that all payments will be made on time.

This Table Represents Estimated Rates	Interest Rate	APR
Principal Loan Amount $10,000	**6.00%**	**6.00%**

The APR in this example assumes a principal loan amount of $10,000, a repayment term of 10 years and no origination fee.

Federal law requires all lenders to provide this information about important credit protections available to members of the Armed Forces and their dependents. In general, the cost of consumer credit to a member of the Armed Forces and his or her dependent may not exceed an annual percentage rate of 36 percent. This rate must include, as applicable to the credit transaction or account: The costs associated with credit insurance premiums; fees for ancillary products sold in connection with the credit transaction; any application fee charged (other than certain application fees for specified credit transactions or accounts); and any participation fee charged. **If you have any questions as to whether the Military Lending Act applies to you, or to receive this information verbally, along with a clear description of your payment obligations, contact us at 800-441-2962.**

G. Disbursement of Loan Funds:
ACPE will send funds to the school's financial aid office. Your loan will be disbursed in equal installments based on the start date of the school's academic terms and the student's enrollment period unless the school designates alternate amounts. The disbursement amount cannot exceed the total certified loan amount. Funds for allowable expenses, but not owed directly to the school, may be released to the student.

H. Allowable Uses of Loan Funds:
This loan may be used for the student's tuition and program-related costs; room and board (living expenses); books; supplies; and allowance for transportation, based on the school's published budget.

I. Enrollment Intensity:
Enrollment intensity refers to whether the student attends on-time or full-time, as defined by the school. The school's financial aid office is required to certify the student's enrollment intensity, and the loan amount is based on the student's enrollment intensity.

On-time Attendance:
An undergraduate student enrolled in a minimum of fifteen (15) semester credit hours or equivalent per academic term.

Full-time Attendance:
a) An undergraduate student enrolled in a minimum of twelve (12) semester credit hours or equivalent per academic term;
b) A graduate student enrolled in a minimum of nine (9) semester credit hours or equivalent per academic term; or
c) A student enrolled in a career education program of at least thirty (30) clock hours per week for a minimum of six (6) weeks.

Flight School:
A student enrolled in a flight school program must log a minimum of 17 hours per month or 51 hours for a three-month period.

J. Loan Maximums:
You may receive up to the amount of your annual eligibility, as certified by the school, subject the loan maximums described below.
Note: *The loan amount may be different from the amount disbursed, due to changes in your eligibility, enrollment or academic standing. Financial aid staff are not agents of ACPE and have no authority to change the terms and conditions of this Promissory Note.*

Undergraduate Students:
- On-time enrollment - up to $14,000
- Full-time enrollment - up to $12,500

Graduate Students:
- Full-time enrollment - up to $15,000

Career, Technical Education and Flight Programs:
- Up to $10,000

Cumulative Loan Maximums:
- Undergraduate study (including career/technical/flight) - $56,000
- Graduate study - $60,000
- Combined total - $87,000

A borrower who receives Family Education Loans on behalf of more than one student and has borrowed up to the cumulative maximum may receive additional loans if the current total principal balance owed, including the new loan amount, does not exceed the cumulative maximum.

K. Repayment:
A repayment schedule will be established when the final disbursement is sent to the school, the student drops below a full-time enrollment status, withdraws from school, or graduates, , whichever is sooner. Generally, you must repay the loan in monthly installments of at least $50 per month for up to 10 years. Payments can be as much as $500 or greater depending on the total amount borrowed. The repayment term may be extended in qualifying situations, which also increases the total amount to repay. For borrowers who do not make payments after the first disbursement, the repayment schedule will be the one set forth in the Final Disclosure.

Application of Payments:
Payments received will be applied first to any late charges then accrued interest. Any remaining amount will be applied to the principal balance of the loan. Payment on a delinquent loan will be applied first to collection costs (including late fees), then to any outstanding interest charges, then to the outstanding principal balance of the loan, until those amounts are paid in full.

L. Forbearance
No deferment options are available for this loan; however, if you meet certain requirements, you may receive a forbearance that allows you to temporarily stop making payments on your loan. Forbearances are provided at the discretion of the lender and are not an entitlement of the loan.

M. Americans With Disabilities Act Compliance:
Otherwise qualified individuals shall not, based on a disability, be discriminated against or excluded from participation in, or the benefits of, the services, programs or activities of ACPE. Please notify ACPE if you need a disability accommodation.

N. Information Sharing and Privacy Act Notice:

Information you provide in this application will be used to verify your identity; to determine eligibility; to service the loan; to maintain current contact information; and to collect on delinquent or defaulted loans. This information may be furnished during the life of the loan to holders of this and other ACPE Alaska education loans made to you; to postsecondary schools where the student is enrolled or is accepted for enrollment; to guarantee agencies; to government agencies or private parties who may be able to provide information necessary for the collection of the loan or to assist in the servicing or collection of the loan; or as needed to contractors and other third parties involved in servicing the loan.

Disclosure of your Social Security Number (SSN) is required as a condition for participation in the loan program and as allowed under Section 7(a) (2) of the Privacy Act of 1974 (Pub. L. 93-579). The SSN will be used to verify your identity, and although not used as the account number, may be used to identify account holders throughout the life of the loan.

ACPE may use your SSN to access state or federal databases and other resources to determine your eligibility for administrative action or administrative garnishment in cases of default.

ACPE and any of their contractual servicers, including debt collectors, will use all phone numbers, including cell phone numbers you provide, in the servicing of this loan. By providing ACPE or any of its servicers with a telephone number, including a cell number, you are giving permission for any of these parties to call you on that number, including calls placed by automated dialing systems leaving recorded messages, as detailed under the Borrower Responsibilities and Agreements section below.

A copy of ACPE's Privacy Policy is available on our website at: https://acpesecure.alaska.gov/Privacy.

Borrower Responsibilities and Agreements

- **NOTICE:** Information concerning the amount of this loan and its status will be reported to nationwide consumer reporting agencies upon initial disbursement and continue on a regular basis until the loan is paid in full. Late payments, missed payments, or Defaulting on this loan will also be reported to the consumer reporting agencies and will result in forfeiture of any deferment rights.

  If you believe that any information about your loan that we have furnished to a consumer reporting agency is inaccurate, or if you believe that you have been victim of identity theft in connection with any other education loan made by us, write to us at the following address:

  Alaska Commission on Postsecondary Education
  P.O. Box 110505
  Juneau, Alaska 99811-0505

  In your letter (i) provide your name and the loan or account number, (ii) identify the specific information that is being disputed, (iii) explain the basis for the dispute and (iv) provide any supporting documentation you have that substantiates the basis of the dispute. If you believe that you have been the victim of identity theft, submit an identity theft affidavit or identity theft report.

- You (the borrower) and student must meet all eligibility requirements listed under section A: Eligibility Requirements to qualify for this loan and to continue to receive new loans.

- You must use any ACPE funds solely for the expenses listed under section H: Allowable Uses of Loan Funds.

- You must report to ACPE any change that affects the conditions of this loan within 30 days. You understand you waive any objections based on a lack of notice if you fail to report any of the following changes:

  a) change of name, address, telephone number, or other contact information;
  b) change of institution, dates of attendance, or enrollment status;
  c) failure to enroll at the school for the period for which the loan was obtained;
  d) graduation, withdrawal, or dismissal from the course of study for which the loan was awarded; or
  e) inability to make payments as scheduled.

  In the event bankruptcy proceedings are commenced, you must notify ACPE, in writing, at the address listed below, within 20 days after the petition is filed.

  Alaska Commission on Postsecondary Education
  P.O. Box 110505
  Juneau, Alaska 99811-0505

- You authorize the release of information pertinent to your loans:

  1) by the school or ACPE to the references or cosigner on your loan application, or to members of your immediate family unless you submit written direction otherwise; and
  2) by and among the school, ACPE and loan servicing contractors or resource providers, the U.S. Department of Education and the State of Alaska. You further authorize the references provided or any educational institution you may attend to release to ACPE, or subsequent holder or their agents, any requested information pertinent to this loan or to assist in its collection.

- You must repay the loan in accordance with the repayment schedule established by ACPE; however, there is no penalty for early payoff.

- You understand any communication with ACPE required or permitted under the Federal Bankruptcy Code must be in writing, must include your account number, and must be sent to:

  Alaska Commission on Postsecondary Education
  P.O. Box 110505
  Juneau, Alaska 99811-0505

- You authorize ACPE to use automated telephone dialing, text messaging systems and electronic mail to provide messages to you about scheduled payments, missed payments and other important information regarding this Agreement or ACPE's relationship with you. The telephone messages may be played by a machine automatically when the telephone is answered, whether answered by you or someone else. These messages may also be recorded by your answering machine. You give ACPE permission to call or send a text message to any telephone number you have given or you give to ACPE in the future, and to play pre-recorded messages or send text messages with information about the Agreement over the phone. You also give permission to communicate such information to you by e-mail. You understand that, when you receive such calls, texts, or e-mails, you may incur a charge from the company that provides you with telecommunications, wireless and/or internet services. You agree that ACPE will not be liable to you for any fees, inconvenience, annoyance or loss of privacy in connection with such calls, texts, or e-mails. You understand that anyone with access to your telephone or email account may listen to or read the messages, notwithstanding ACPE's efforts to communicate only with you. If a telephone number(s) you have provided to ACPE changes, or if you cease to be the owner, subscriber or primary user of such telephone number(s), you agree to immediately give ACPE notice of such facts so that we may update your records.

You understand and agree that, subject to applicable law, ACPE may monitor and/or record any of your phone conversations with any of its representatives for training, quality control, evidentiary, and any other purposes. However, ACPE is not under any obligation to monitor, record, retain, or reproduce such recordings, unless required by applicable law.

To revoke consent to the use of autodialed calls, please contact us at 800-441-2962.

- You understand you must fulfill your obligations on this loan, and if you default, ACPE may declare the entire unpaid amount of the loan, including interest and fees, immediately due and payable. Any of the following conditions could result in your default status:
  - acceptance of funds for which you are not eligible;
  - a loan payment becomes 180 or more days past due;
  - falsification of any information in connection with this loan, whether by omission or commission;
  - failure to notify ACPE within 30 days after any change that affects the conditions of a loan or its repayment schedule, including any change of name, address, telephone number; or
  - failure to maintain Alaska legal residency while borrowing under this program, as applicable.
- You understand if you default on this loan, ACPE may garnish your Alaska Permanent Fund Dividend. ACPE may transfer your loan to a collection agency, garnish your wages or other assets, and place a lien on your assets in order to collect this debt.
- You understand your responsibility for paying the loan evidenced by the Note is unaffected by the liability of any other person to you or to ACPE, or by ACPE's failure to notify you that a required payment has not been made. You further understand acceptance by ACPE of any (a) late payments, (b) partial payments or (c) payments marked "paid-in-full" or with other restrictions of the amounts in arrears will not waive or affect any prior demand for immediate payment of the total balance of this debt. ACPE may delay or fail to exercise or waive any rights on any occasion without losing its entitlement to exercise the right at any future time or any future occasion. ACPE will not be obligated to make any demand on you, send you any notice, present this Promissory Note to you for payment or make protest of non-payment to you before suing to collect on this Note if you are in default, and to the extent permitted by applicable law, you hereby waive any right you might otherwise have to require such actions. Except as otherwise provided in this Note, you waive any right to receive notice of intention to accelerate the balance of the loan and any right to receive notice of acceleration. **YOU WILL NOT SEND ACPE PAYMENTS MARKED "PAID-IN-FULL," "WITHOUT RECOURSE" OR WITH OTHER SIMILAR LANGUAGE UNLESS THOSE PAYMENTS ARE MAILED TO THE FOLLOWING ADDRESS:**

  Alaska Commission on Postsecondary Education
  P.O. Box 110505
  Juneau, Alaska 99811-0505
- You understand that the following notice is only applicable to loans issued to finance attendance at for-profit educational institutions or institutions otherwise subject to the FTC Holder Rule under 16 CFR 433.2.

  NOTICE: ANY HOLDER OF THIS CONSUMER CREDIT CONTRACT IS SUBJECT TO ALL CLAIMS AND DEFENSES WHICH THE DEBTOR COULD ASSERT AGAINST THE SELLER OF GOODS OR SERVICES OBTAINED WITH THE PROCEEDS HEROF. RECOVERY HEREUNDER BY THE DEBTOR SHALL NOT EXCEED AMOUNTS PAID BY THE DEBTOR HEREUNDER.
- By signing this promissory note, you certify:
  1) You are not delinquent, nor have you ever been in default, on an education loan, nor had such a loan written off for any reason, except bankruptcy, within the past five years;
  2) You are not past due in paying an established child support obligation;
  3) You do not have a status, at the time of application for a loan or disbursement of loan money, that would prevent you from repaying this loan as it becomes due;
  4) You have not defaulted on another loan made by a lending entity within the previous seven years;
  5) You are a U.S. citizen or eligible noncitizen; and
  6) You are an Alaska resident as defined under section A of the Loan Terms and Conditions.

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Alaska Family Education Loan (FEL)
2020/2021 Cosigner Agreement

IMPORTANT INFORMATION ABOUT PROCEDURES FOR OPENING A NEW ACCOUNT

To help the government report the funding of terrorism and money laundering activities, Federal law requires all financial institutions to obtain, verify, and record information that identifies each person who opens an account. What this means for me: When I apply for a student loan, you will ask for my name, address, date of birth and other information that will allow you to identify me. You may also ask to see my driver's license or other identifying documents.

Please provide the Application ID associated with the primary borrower's application and Promissory Note: _____

COSIGNER INFORMATION *All fields marked with an asterisk are required*

Last Name:* _____ First Name:* _____ Middle Initial:* _____

Social Security Number:* _____ Date of Birth:* _____ Driver's License or State ID #: _____ State: _____

Mailing Address (P.O. Box or Street): * _____ City:* _____ State:* _____ Zip:* _____

Email Address:* _____ Telephone Number:* (____)_____-_____

PRIMARY BORROWER INFORMATION *All fields marked with an asterisk are required*

Last Name:* _____ First Name:* _____ Middle Initial: ____ Social Security Number:* _____

REFERENCES *All fields marked with an asterisk are required*

Provide two separate references with different U.S. addresses. Your references should be individuals with whom you expect to remain in regular contact. We will contact your references if we need to verify or update your contact information.

Reference 1

Name:* _____ Relationship:* _____

Mailing Address:* _____ City, State, Zip:* _____

Telephone:* _____ Email:* _____

Reference 2

Name:* _____ Relationship:* _____

Mailing Address:* _____ City, State, Zip:* _____

Telephone:* _____ Email:* _____

NOTICE TO COSIGNER

You are being asked to guarantee this debt. Think carefully before you do. If the borrower does not pay the debt, you will have to. Be sure you can afford to pay if you have to, and that you want to accept this responsibility. You may have to pay up to the full amount of the debt if the borrower does not pay. You may also have to pay late fees or collection costs, which increase this amount.

The Alaska Commission on Postsecondary Education (ACPE) can collect this debt from you without first trying to collect from the borrower. ACPE can use the same collection methods against you that can be used against the borrower, such as suing you, garnishing your wages, etc. If this debt is ever in default, that fact may become part of your credit record.

This notice is not the contract that makes you liable for the debt.

COSIGNER AGREEMENT AND PROMISE TO PAY *All fields marked with an asterisk are required*

THIS IS A LOAN THAT MUST BE REPAID

I PROMISE TO PAY to the Alaska Commission on Postsecondary Education the loan amount borrowed plus interest and fees. I have read, understand, and will abide by all terms and conditions set forth in this Promissory Note. I understand the terms and conditions apply to me jointly and separately from the primary borrower.

I further understand, 1) my liability for the loan begins when the borrower's obligation begins and continues even if the borrower dies, is disabled or has his/her obligation discharged in bankruptcy or canceled before the loan (including interest) is repaid in full; and 2) collection action authorized by law will be taken against me (the cosigner) if this loan becomes delinquent or in default.

By signing, I certify under penalty of perjury that all information I have provided in support of this application is true to the best of my knowledge and I have sufficient monthly income to repay this debt. I further certify that I meet all eligibility requirements and that I do not have a status, at the time of application for a loan or disbursement of loan money, that would prevent me from repaying the loan as it becomes due. I agree to be bound by the Borrower Loan Terms and Conditions, the Borrower Responsibilities and Agreements, and the terms of this Promissory Note. I agree that any stray marks or notations made to this Promissory Note in places other than fields requiring borrower/cosigner completion will not become part of this agreement. Note: *A person who makes a false certification has committed a criminal offense.*

Signature of Cosigner (In Ink):*_____ Date:* _____

Sign, date, and return to ACPE. Notarization of signature is required.

State of_____

Judicial District (or County of)_____

or Municipality of _____

The foregoing instrument was acknowledged before me this _____ day of _____, 20_____ by _____

Signature of Notary: _____

Signature of Person Taking Acknowledgement

Title or Rank

Serial Number, if any

My Commission Expires: _____

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Loan Interest Rate & Fees

Your **interest rate** will be

6.00%

Your rate will remain the same for the life of the loan.

Your Interest Rate (upon approval)

The interest rate you pay will be 6.00%. The interest rate is not dependent on your credit score or other factors.

Your Interest Rate during the life of the loan

Your rate is fixed. This means that your rate remains the same for 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 delinquent payments that are 30 days or more past due.

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 two repayment options available to you.

Repayment Option (while the student is 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)
1. DEFER PAYMENTS Make no payments until after second disbursement.	$10,000	6.00%	10 years Repayment begins after second disbursement	**$13,476.00**
2. PAY ONLY THE INTEREST Make interest payments while student is in school, but defer payments on the principal amount until after second disbursement.	$10,000	6.00%	10 years Repayment begins after second disbursement	**$13,437.85**
3. MAKE FULL PAYMENTS Make principal and interest payments while student is in school.	$10,000	6.00%	10 years* Repayment begins after first disbursement	**$13,258.88**

About this example

The examples above are based on a loan amount of $10,000 with an interest rate of 6.0%. Repayment examples 1 and 2 assume two disbursements before entering repayment. The repayment period is 10 years following the second disbursement. There is no grace period for the Family Education Loan.
*Example 3 begins repayment after the first disbursement, with a total repayment period of 10 years from the date of first disbursement.

Federal Loan Alternatives

Loan Program	Current Interest Rates by Program Type	
PERKINS for Students	5.00% fixed	
DIRECT for Students	2.75% fixed	Undergraduate subsidized
	2.75% fixed	Undergraduate unsubsidized
	4.30% fixed	Graduate or professional unsubsidized
DIRECT PLUS for Parents and Graduate / Professional Students	5.30% fixed	

You may qualify for Federal education loans.

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

https://studentaid.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 web site at: https://studentaid.gov for more information about other loans.

2. **To Apply for this Loan, Complete the Application and the Self-Certification Form.**
   The Self-certification form is provided to you as part of the loan agreement packet. You may get the information you need to complete the 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
- This loan has a fixed interest rate.

Bankruptcy Limitations
- If you file for bankruptcy, you may still be required to pay back this loan.

Eligibility Criteria
Borrower
- Must be 16 years or older at the time of application.
- Meet all other eligibility criteria as outlined in your loan application and loan agreement.

Student
- Must be 16 years or older at the time of application.
- Must be enrolled at least full-time in a career vocational-technical program or an associate, baccalaureate, or graduate degree program.
- Meet all other eligibility criteria as outlined in your loan application and loan agreement.

Cosigner
- Must be 18 years or older at the time of application. Meet all other eligibility criteria as outlined in your loan application and loan agreement.

More information about loan eligibility and forbearance options is available in your loan application and loan agreement.