

Borrower

Creditor

BORROWER'S NAME
BORROWER'S ADDRESS

Georgia Student Finance Authority
2082 East Exchange Place
Tucker, GA 30084
(800) 505-4732

Loan Rates and Estimated Total Costs

Total Loan Amount

\$3,000.00

The Total amount you are borrowing.

Interest Rate

1.00%

Your fixed interest rate.

Finance Charge

\$203.75

The estimated dollar amount the credit will cost you.

Total of Payments

\$3,203.75

The estimated amount you will have paid when you have made all payments based on 10 year repayment period (excluding the origination fee).

ITEMIZATION OF AMOUNT FINANCED

Amount paid to you:	\$0.00
Amount paid to others on your behalf: TECHNICAL COLLEGE	\$2,950.00
Amount Financed (Total amount provided)	\$3,000.00
Initial Finance Charge (Total)	\$50.00
Total Loan Amount:	\$3,000.00

ABOUT YOUR INTEREST RATE

- **Your interest rate during periods of enrollment, forbearance, grace period and repayment is a fixed rate of 1%.**
- *Please see your promissory note and references notes section of this disclosure for more information about your interest rate.*
- **The Default Interest Rate is 5%**
- **Your Annual Percentage Rate (APR).** The APR can differ from the Interest Rate since it considers fees and reflects the cost of your loan as a yearly rate. For more information about APR, see reference notes.

FEES

- **Origination Fee:** The amount we charge to make this loan is 5% of the total loan amount, not to exceed \$50 per loan. This fee will be deducted from your first disbursement and is not refundable except in the event your loan is cancelled.
- **Late Charge:** 6% of the amount of the past due payment.
- **Returned Check Charge:** \$35.

Estimated KIT Payments and Repayment Schedule and Terms

15 Year Loan Term	Monthly payment at the fixed rate of 1.00% The in school/forbearance interest rate of your loan and your interest rate while in repayment.	Monthly Payment at 5.00% The interest rate of your loan if you default on the loan
During In-School Period and Grace Period KIT Payment Period	\$10.00	N/A
July 1, 2015 - June 30, 2025 First Year of Repayment	\$50.00 Per month	\$53.03 Per Month

REFERENCE NOTES**About this example:**

The repayment example assumes that you remain in school for 1 year, make the required KIT Payments while you are in school, pay the interest accruing during periods of forbearance, and begin repayment of principal within 30 – 60 days after your last date of attendance. It is based on a 1% annual rate of interest and any associated fees, if applicable. For all loan amounts, repayment may last up to 15 years, starting once the initial principal payment is made.

Interest Rate Information

During periods of enrollment, forbearance, grace period and repayment the interest rate on your loan is a fixed rate of 1%.

Please refer to your Promissory Note for complete details regarding interest.

Contact your School's Financial Office for more information about other education loans, benefits and terms.

Definitions of Terms**A. Definitions - The following terms have the meanings set forth below or as defined in the Authority's Student Access Loan-Technical Program Regulations (the "Regulations").**

1. **Capitalized Interest:** Unpaid accrued interest that is added to the principal balance of the Loan.
2. **Cost of Attendance:** The estimated expenses, both direct and indirect, which may be incurred by me and my family to finance the cost of receiving a postsecondary education. These expenses may include tuition, fees, room, meals, books, supplies, transportation and personal expenses as determined by the Eligible Postsecondary Institution and as defined by Federal Title IV Program Regulations
3. **Eligible Postsecondary Institution:** As defined in the Official Code of Georgia § 20-3-519(7).
4. **Expected Family Contribution:** The amount of money the U.S. Department of Education expects me and my family to contribute to my school costs for a school year, as calculated by the U.S. Department of Education.
5. **Expected Financial Aid:** The amount of financial aid awarded to me for use toward my Cost of Attendance at an Eligible Postsecondary Institution during an award year. Such aid includes federal, state, or institutional scholarships, grants or loans, private scholarship and grants and military or veterans educational benefits, but excludes federal work-study.
6. **Grace Period:** The six-month period beginning the day immediately following the last day of the In-School Period. My Grace Period does not include any period up to 3 years during which I am called or ordered to active duty military service for more than 30 days.
7. **In-School Period:** The period beginning on the date of disbursement of the Loan and ending on the first day that I am no longer enrolled at least half-time at an Eligible Postsecondary Institution.
8. **Repayment Period:** The period beginning on the day immediately following the last day of the Grace Period. The Repayment Period shall not exceed fifteen years (180 months) not including periods of deferment.
9. **SAL:** The Loan, and all other loans made to me pursuant to the Authority's Student Access Loan Program.

B. Fees

1. **Origination Fee:** An origination fee in the amount of five percent (5%) of the original principal amount of the Loan, but not to exceed fifty dollars (\$50.00), will be charged on each Loan. The fee I am charged will be disclosed in a disclosure statement and will be deducted from the first disbursement of the Loan. The fee is non-refundable except in the event the Loan is cancelled in full by my Eligible Postsecondary Institution.
2. **Late Payment Fee:** A fee in the amount of six percent (6%) of the amount of any payment due which is not paid within thirty (30) calendar days of the due date.
3. **Returned Items:** A thirty-five dollar (\$35.00) fee will be charged to my account if a payment is returned due to insufficient funds or any other reason.

C. Credit Bureau Notification

Information concerning the amount, disbursement, and repayment of my Loan may be reported to one or more national consumer reporting agencies.

D. KIT Payments While Enrolled in School and During Grace Period

During the In-School Period and the Grace Period, I must make monthly Keep In Touch Payments (KIT Payments) to the Authority. Each monthly KIT Payments shall be in the amount of ten dollars (\$10). I understand that before the due date of each KIT Payment, the Authority will send to me, via email, a statement of the amount of the KIT Payment next due, accrued interest

and balance, but I agree that my obligation to make each such payment is not dependent upon my receipt of the statement. The initial KIT Payment shall be due approximately 60 days after disbursement of the Loan.

E. Repayment Period

1. I am obligated to repay the full amount of the Loan and accrued interest. It is my responsibility to notify the Authority of my postsecondary enrollment status. I will repay the principal and interest of my Loan together in periodic installments during the Repayment Period. Payments shall be at least fifty dollars (\$50) per month and will be more, if necessary, to repay the Loan within the required time period. The Authority will provide me with a repayment schedule and disclosure statement that identifies my payment amounts and due dates. My repayment schedule may include all of my SALs. I agree that the Authority may grant me forbearance for purposes of aligning payment dates on my SALs or to eliminate a delinquency that persists even though I am making scheduled payments. I may repay all or any part of the unpaid balance on my Loan at any time without penalty. All payments will be applied first to any outstanding unpaid fees, then to outstanding interest, then to principal.
 - a. **Deferment of Principal and Interest Payments During the Repayment Period:** I may apply for deferment of the collection of installments of principal and interest for such cause as unemployment, economic hardship, active duty military service, or if I am enrolled at least half-time at an Eligible Postsecondary Institution by submitting to the Authority a written request for such deferment as provided by the Regulations, in which case the Authority may grant me a deferment from making such payments for such period, if any, as the Authority shall designate in accordance with the Regulations. KIT Payments are not eligible for deferment.
 - b. **Forbearance of Principal and Interest Payments During the Repayment Period:** I may apply for a discretionary forbearance of payments, not to exceed 24 cumulative months, during the Repayment Period under certain conditions as determined by the Authority. Conditions under which forbearance may be granted include, but are not limited to:
 - 1) Economic Hardship – after maximum allotment of time is reached for deferment;
 - 2) Unemployment – after the maximum allotment of time is reached for deferment; or
 - 3) Physician-documented poor health or a prolonged illness or disability that does not meet applicable disability cancellation criteria.
2. If I do not pay interest to the Authority prior to the start of the Repayment Period, such interest will be capitalized and thereafter be Capitalized Interest. If I am granted forbearance and if I choose not to pay accruing interest charges such interest charges will be capitalized and thereafter be Capitalized Interest. Interest accrues during forbearance periods, but does not accrue during deferment periods.

F. Default

1. At the option of the Authority, this Loan shall be in default after any notice required by law if I fail to make regularly scheduled payments for a period of 270 days during the Repayment Period. Upon any such default, the interest rate on my Loan shall be five percent (5%) per annum from the date of such default, until the Loan, accrued interest, and all other amounts payable to the Authority are paid in full.
2. If I default, this may be reported to national credit reporting agencies and may significantly and adversely affect my credit history. This may adversely affect my ability to obtain credit in the future.
3. Except as prohibited by federal or other state laws, individuals that fail to fulfill the terms and conditions of cash repayment may, without judicial action, be subject to garnishment of their pay, loss of a professional license, offset of lottery winnings, and offset of a state tax refund in accordance with rules and regulations promulgated by the Authority not inconsistent with the provisions thereof.
4. If I default on the loan, I shall pay to the Authority or its agents the reasonable collection fees, court costs and attorney fees not to exceed 15% of the unpaid principal balance and accrued interest after default.

G. Interest

1. **Accrual:** Interest on this Loan accrues at the fixed simple interest rates set forth above. Interest begins to accrue on the date of each disbursement and continues to accrue until the Loan is paid in full. Interest accrues on the unpaid principal sum to the extent it is disbursed, and on the unpaid Capitalized Interest. Interest is calculated on the basis of 365.25 days in a year. If I am granted forbearance and if I choose not to pay accruing interest charges, the principal balance will increase each time the Authority capitalizes unpaid interest. As a result, I will pay more interest charges over the life of the Loan. When I leave school and begin repaying the Loan, my monthly payment amount may be higher.

Annual Percentage Rate:

The interest rate may be higher or lower than your Annual Percentage Rate (APR) because the APR considers certain fees you pay to obtain this loan, the interest rate and whether you defer (postpone) payments while in school and/or during periods of forbearance.

Loan Discharge:

You may be eligible to pay all or a portion of the loan through loan discharge. In order to qualify for loan discharge, you must graduate from the program of study for which this loan was received, have a minimum cumulative grade point average of 3.5 at the time of graduation, and submit proper documentation of graduation and cumulative grade point average. In the event you receive a loan discharge, you will be released from any further obligation to repay the loan.

Bankruptcy Limitations:

If you file for bankruptcy, you may still be required to repay this loan.

Prepayments:

If you pay the loan off early, you will not have to pay a penalty. You will not be entitled to a refund of any part of the finance charge.

Enrollment Requirement – must maintain at least half time for the term(s) in which a disbursement(s) is made.

More information about loan eligibility and repayment, deferral or forbearance options is available in your Promissory Note.