

## VERMONT CHOICE LOAN APPLICATION AND SOLICITATION DISCLOSURE

VERMONT STUDENT ASSISTANCE CORPORATION  
P.O. BOX 999, WINOOSKI, VT 05404-0999  
1-800-226-1029 or (802) 655-4050 [www.vsac.org](http://www.vsac.org)

### Loan Interest Rate & Fees

Your **interest rate** will be between

**4.70% and 6.41%**

After the rate is set, it will be fixed for the life of your loan.

#### Your Interest Rate (upon approval)

The interest rate you pay will be determined when you apply. It is based on the creditworthiness of the cosigner and the repayment term you select. If you select a 10 year repayment term the rate will be between 4.70% and 6.11%. If you select a 15 year repayment term the rate will be between 5.38% and 6.41%. If approved, we will notify you of the rate you qualify for based on your cosigner's creditworthiness and the repayment term options.

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

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

**Your rate will never change during the life of your loan. The rate is determined by creditworthiness of the cosigner and the repayment term selected and will remain constant.**

#### Loan Fees

**Late fee:** 6% of the amount of the late payment. **Returned Check Charge:** \$10.00.

### 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 an estimate based upon the only repayment option 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 the Loan Term (includes associated fees)
<b>MAKE FULL PAYMENTS</b> Pay both the principal and interest amounts starting while enrolled in school, if applicable.	\$10,000	6.11%	<b>10 years</b> starting <u>after</u> the final disbursement.	<b>\$13,338.21</b>
		6.41%	<b>15 years</b> starting <u>after</u> the final disbursement.	<b>\$15,589.11</b>

#### About this example:

This repayment example assumes a single disbursement and the highest possible interest rate.

# Federal Loan Alternatives

Loan Program	Current Interest Rates by Program Type	
<b>Direct Subsidized and Unsubsidized</b> for Undergraduate Students	5.50% fixed	Undergraduate
<b>Direct Unsubsidized</b> for Graduate or Professional Students	7.05% fixed	Graduate unsubsidized
<b>Direct PLUS</b> for Parents and Graduate/Professional Students	8.05% 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.

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

### Interest Rate

This loan has a fixed interest rate. Your rate is determined by the creditworthiness of the cosigner and the loan repayment term selected.

### Eligibility Criteria

#### **Borrower Must:**

- Be participating or registered to participate in a program offered by a VSAC eligible institution; or
- For use to pay a Qualified Back Balance at an eligible Title IV institution, owe a balance from a term with a loan period end date no more than 24 months in the past.
- Be attending or attended an eligible Vermont institution or a Vermont resident attending an eligible institution in another state.
- Be a U. S. citizen or an eligible non-citizen.

- Not have ever defaulted on an education loan.

#### **Cosigner Must:**

- Be a U. S. citizen or an eligible non-citizen.
- Meet VSAC credit requirements.
- Not have ever defaulted on an education loan.

### Bankruptcy Limitations

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

**More information about loan eligibility and repayment and forbearance options is available in your loan Application/Credit Agreement.**

**Notice for students attending Virginia schools:**

Private education loans are one tool that students use to finance their education. Your lender and your institution's Financial Aid Office provide assistance with eligibility for the loans. For borrowers who have existing private education loans, Virginia has a Student Loan Advocate to assist borrowers who are struggling with repayment. You can contact the Student Loan Advocate at: State Council of Higher Education for Virginia, James Monroe Building, 10<sup>th</sup> Floor, 101 N. 14th Street, Richmond, VA 23219; [studentloan@schev.edu](mailto:studentloan@schev.edu); 804-786-2832. In addition, resources for prospective and current private education loan borrowers are available online at [schev.edu/privateloan](http://schev.edu/privateloan).