Important Lending Facts

If you do not wish to use one of the preferred lenders or wish to complete a manual process, please contact your lender and return their form with your Award Letter to the Tusculum College Financial Aid Office. **Please note that this process may delay the receipt of your loan funds.**

If you do not select a lender or submit an Application/Promissory Note, we will select one for you.

**Loan Disbursements for first-year first-time borrowers:**

A first-year borrower is a *Freshman* (a student who has earned 0-28 credit hours) borrowing under the Stafford Loan Program for the first time. The First disbursement of loan funds will be 30 days after the first class begins. If the student enrolls for two semesters, the second disbursement will be at the beginning of the second semester.

**Loan Disbursements for one-term borrowers:**

Students borrowing under the Stafford Loan Program for one semester will have their loan funds disbursed in two equal disbursements. The first disbursement will be at the beginning of the semester (unless they are a *Freshman* and a 30 day delay is required) and the second disbursement will be halfway through the semester.

**Entrance Loan Counseling**

- If you are accepting a Federal Stafford Loan, go to [www.mapping-your-future.org/entrancecounseling](http://www.mapping-your-future.org/entrancecounseling) to fulfill the requirement of Entrance Loan Counseling.

**Master Promissory Note (MPN)**

- If you are accepting a Stafford Loan, to complete the loan process you must go to [https://clipslink.guarantec.com/esign](https://clipslink.guarantec.com/esign) and click “Apply Now”.

**Basic Loan Repayment Chart**

<table>
<thead>
<tr>
<th>Amount Borrowed</th>
<th>Number of Payments</th>
<th>5.00% Payment</th>
<th>Total Interest</th>
<th>7.00% Payment</th>
<th>Total Interest</th>
<th>9.00% Payment</th>
<th>Total Interest</th>
</tr>
</thead>
<tbody>
<tr>
<td>$ 1,000</td>
<td>18</td>
<td>$ 58</td>
<td>$ 40</td>
<td>$ 59</td>
<td>$ 56</td>
<td>$ 60</td>
<td>$ 73</td>
</tr>
<tr>
<td>$ 3,000</td>
<td>72</td>
<td>$ 48</td>
<td>$ 479</td>
<td>$ 51</td>
<td>$ 683</td>
<td>$ 54</td>
<td>$ 894</td>
</tr>
<tr>
<td>$ 5,000</td>
<td>120</td>
<td>$ 53</td>
<td>$ 1,364</td>
<td>$ 58</td>
<td>$ 1,967</td>
<td>$ 63</td>
<td>$ 2,601</td>
</tr>
<tr>
<td>$10,000</td>
<td>120</td>
<td>$ 106</td>
<td>$ 2,728</td>
<td>$ 116</td>
<td>$ 3,933</td>
<td>$ 127</td>
<td>$ 5,201</td>
</tr>
<tr>
<td>$15,000</td>
<td>120</td>
<td>$ 159</td>
<td>$ 4,092</td>
<td>$ 174</td>
<td>$ 5,900</td>
<td>$ 190</td>
<td>$ 7,802</td>
</tr>
<tr>
<td>$20,000</td>
<td>120</td>
<td>$ 212</td>
<td>$ 5,456</td>
<td>$ 232</td>
<td>$ 7,866</td>
<td>$ 253</td>
<td>$10,402</td>
</tr>
</tbody>
</table>

Entrance Loan Counseling

- If you are accepting a Federal Stafford Loan, go to [www.mapping-your-future.org/entrancecounseling](http://www.mapping-your-future.org/entrancecounseling) to fulfill the requirement of Entrance Loan Counseling.

Master Promissory Note (MPN)

- If you are accepting a Stafford Loan, to complete the loan process you must go to [https://clipslink.guarantec.com/esign](https://clipslink.guarantec.com/esign) and click “Apply Now”.

**Basic Loan Repayment Chart**

<table>
<thead>
<tr>
<th>Amount Borrowed</th>
<th>Number of Payments</th>
<th>5.00% Payment</th>
<th>Total Interest</th>
<th>7.00% Payment</th>
<th>Total Interest</th>
<th>9.00% Payment</th>
<th>Total Interest</th>
</tr>
</thead>
<tbody>
<tr>
<td>$ 1,000</td>
<td>18</td>
<td>$ 58</td>
<td>$ 40</td>
<td>$ 59</td>
<td>$ 56</td>
<td>$ 60</td>
<td>$ 73</td>
</tr>
<tr>
<td>$ 3,000</td>
<td>72</td>
<td>$ 48</td>
<td>$ 479</td>
<td>$ 51</td>
<td>$ 683</td>
<td>$ 54</td>
<td>$ 894</td>
</tr>
<tr>
<td>$ 5,000</td>
<td>120</td>
<td>$ 53</td>
<td>$ 1,364</td>
<td>$ 58</td>
<td>$ 1,967</td>
<td>$ 63</td>
<td>$ 2,601</td>
</tr>
<tr>
<td>$10,000</td>
<td>120</td>
<td>$ 106</td>
<td>$ 2,728</td>
<td>$ 116</td>
<td>$ 3,933</td>
<td>$ 127</td>
<td>$ 5,201</td>
</tr>
<tr>
<td>$15,000</td>
<td>120</td>
<td>$ 159</td>
<td>$ 4,092</td>
<td>$ 174</td>
<td>$ 5,900</td>
<td>$ 190</td>
<td>$ 7,802</td>
</tr>
<tr>
<td>$20,000</td>
<td>120</td>
<td>$ 212</td>
<td>$ 5,456</td>
<td>$ 232</td>
<td>$ 7,866</td>
<td>$ 253</td>
<td>$10,402</td>
</tr>
</tbody>
</table>
Federal Stafford Loan
SunTrust offers Federal Subsidized Stafford Loans and the Federal Unsubsidized Stafford Loans. The upfront origination fee withheld is 0%.

2005-06 Interest Rate = 4.70%*  
(* Rate in effect 7/1/05-6/30/06)  
Rate is variable and capped at 8.25%.

Federal PLUS Loan
The Federal PLUS Program (Parent Loan for Undergraduate Students) is for parents of dependent students and is based on credit-worthiness. Under this program, parents may borrow up to the cost of education minus financial aid already received. Repayment of a PLUS Loan begins within 60 days of final disbursement and can take up to 10 years based on the total outstanding balance. The upfront origination fee withheld is 3%.

“Pay Now, Pay Later” flexible repayment option for PLUS: Delay repayment while student is in school at least half-time for up to four years by applying for annual forbearance periods. Interest continues to accrue during forbearance period.

2005-06 Interest Rate = 5.10%*  
(* Rate in effect 7/1/05-6/30/06)  
Rate is variable and capped at 9.0%.

- Apply at 800.457.8243

Federal Stafford Loan
Edamerica offers Federal Subsidized Stafford Loans and the Federal Unsubsidized Stafford Loans. The upfront origination fee withheld is 0%.

2005-06 Interest Rate = 4.70%*  
(* Rate in effect 7/1/05-6/30/06)  
Rate is variable and capped at 8.25%.

Federal PLUS Loan
The Federal PLUS Program (Parent Loan for Undergraduate Students) is for parents of dependent students and is based on credit-worthiness. Under this program, parents may borrow up to the cost of education minus financial aid already received. Repayment of a PLUS Loan begins within 60 days of final disbursement and can take up to 10 years based on the total outstanding balance. The upfront origination fee withheld is 3%.

2005-06 Interest Rate = 5.10%*  
(* Rate in effect 7/1/05-6/30/06)  
Rate is variable and capped at 9.0%.

- Apply at 800.337.1009

Tennessee Teacher Edloan
The Tennessee Teacher Edloan Program, funded by Edamerica, allows qualified Tennessee teachers to borrow money for continuing education at 2.30% - that’s a discount of 3 full percentage points! Contact Edamerica prior to returning the acceptance of your award.

Federal Stafford Loan
AmSouth offers Federal Subsidized Stafford Loans and the Federal Unsubsidized Stafford Loans. The upfront origination fee withheld is 0%.

2005-06 Interest Rate = 4.70%*  
(* Rate in effect 7/1/05-6/30/06)  
Rate is variable and capped at 8.25%.

Federal PLUS Loan
The Federal PLUS Program (Parent Loan for Undergraduate Students) is for parents of dependent students and is based on credit-worthiness. Under this program, parents may borrow up to the cost of education minus financial aid already received. Repayment of a PLUS Loan begins within 60 days of final disbursement and can take up to 10 years based on the total outstanding balance. The upfront origination fee withheld is 3%.

2005-06 Interest Rate = 6.10%*  
(* Rate in effect 7/1/05-6/30/06)  
Rate is variable and capped at 9.0%.

- Apply at 888.888.3479

Non-Federal Alternative Loan
Students may apply for the Alternative Loan at www.salliemae.com/signature/amsouth. This loan is based on credit-worthiness and may require a credit worthy co-borrower.