

## Loan Interest Rate & Fees

Academic Year: 2018/19

RISLA PARENT LOAN

Your interest rate will be

5.49%

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

### Your Interest Rate (upon approval)

The interest rate you pay will be 5.49%.

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

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

Your rate will never change throughout the life of the loan. The interest rate is determined by the loan type you have chosen.

### Loan Fees

**Late Charge:** 6% of the late payment amount. **Returned Check Fee:** \$10.

## 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 on the loan type you chose.

Repayment Option	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. Immediate Repayment Option</b> (0% Origination Fees)	\$10,000	5.49%	10 years, first payment is due 45 days <u>after</u> last disbursement.	<b>\$13,165.75</b>

### About this example

Assumptions: **EXAMPLE:** Equal disbursements of \$5000 in September and January. Minimum monthly payment is \$50.00. **PARENT LOAN 10 YEAR IMMEDIATE REPAYMENT OPTION:** Loan enters repayment 15 days after the final disbursement, at which time outstanding interest is capitalized and a 120 month repayment term begins.

## Federal Loan Alternatives

Loan program	Current Interest Rates by Program Type	
<b>PERKINS</b> for Students	5.00% fixed	
<b>STAFFORD</b> for Students	5.05% fixed	Undergraduate subsidized
	5.05% fixed 6.60% fixed	Undergraduate unsubsidized Graduate unsubsidized
<b>PLUS</b> for Parents and Graduate/ Professional Students	7.60% fixed	Federal Direct Loan

### 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.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 web site at: <https://studentaid.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 self certification form from your school's financial aid office or your lender's website. If your loan is approved, the self certification form will also be sent with your approval disclosure. This form must be signed and returned to your lender before any funds can be disbursed to your school. If you are approved for this loan, the loan terms will be available for 45 days and will not change during this period.

## REFERENCE NOTES

### Fixed Interest Rate

- The interest rate on your loan is fixed for the life of the loan. Interest on this loan accrues during the in-school period and is capitalized upon entering repayment. The borrower does have the option to pay interest on this loan monthly during the in-school period.

### Eligibility Criteria

- Benefiting student must be a Rhode Island resident attending an eligible in-state or out-of-state school or a non-Rhode Island resident attending an eligible Rhode Island school.
- Both borrowers must be a U.S. citizen or permanent resident.

### 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.