

Private Loan Solicitation Disclosure

Texas Higher Education Coordinating Board
 Student Financial Aid Programs
 PO Box 12788, Austin, TX 78711-2788
 Tel. 800-242-3062 Fax 512-427-6423

Loan Interest Rate & Fees

Loan Type: Texas Armed Services Scholarship Program (ASP)

Your interest rate will be 5.35%

Your Interest Rate (upon approval)

If your scholarship converts to a loan, the interest rate you pay will be 5.35%.

Your Interest Rate during the life of the loan

Your rate is fixed.

Loan Fees

Late Charges: 5% of the amount of your monthly payment, or \$5.00, whichever is less.

Loan Cost Examples

This example provides an estimate based upon a standard repayment option available to you if your conditional scholarship is converted to a loan.

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 term of loan (includes associated fees)
1. Make No Payments Interest will be charged and added to your loan	\$10,000	5.35%	180 months	\$15,594

About this example

Assumes your conditional scholarship is converted to a loan and begins to accrue interest during the 6 months period preceding your 1st monthly payment. Required minimum monthly payments of \$100.00 will repay the Amount Provided in less than the maximum Loan Term.

Federal Loan Alternatives

Loan Program	Current Interest Rates by Program Type
PERKINS	No longer available
DIRECT SUBSIDIZED/ UNSUBSIDIZED	4.99% fixed for Undergraduate students
DIRECT UNSUBSIDIZED	6.54% fixed for Graduate/Professional students
DIRECT PLUS	7.54% fixed for Parents and Graduate/ Professional students

You may qualify for Federal education loans. For more 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 website 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 electronically sign and submit the certification online or one will be mailed to you. You may also get 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 (in which terms will not change during this 30 day period, except as permitted by law).

REFERENCE NOTES

Initial Eligibility

To receive an initial conditional scholarship award through the *Texas Armed Services Scholarship*, a selected student must:

- Be appointed by the governor, lieutenant governor, state senator or state representative;
- Be enrolled in a Texas public or private accredited institution of higher education;
- Be a member in good standing of a Reserve Officers' Training Corps (ROTC) program while enrolled in the institution, as certified by the institution;
- Enter into a written agreement with the Coordinating Board agreeing to:
 - *Complete four years of ROTC training;
 - *Graduate no later than six years after the date first enrolled at an institution of higher education;
 - *No later than six months after graduation, provide the Coordinating Board with verification of:
 - ~ A four year commitment to be a member of the Texas Army National Guard, Texas Air National Guard, Texas State Guard, U.S. Coast Guard, U.S. Merchant Marine; or
 - ~ Contract to serve as a commissioned officer in any branch of the armed services of the United States;
 - *Meet all prescreening requirements of the Texas Army National Guard, Texas Air National Guard, Texas State Guard, U.S. Coast Guard, U.S. Merchant Marine, or the branch of the armed services with which the student enters into a contract; and
 - *Repay the scholarship if the student fails to meet the requirements for obtaining the scholarship.

Continued Eligibility (as funds are available)

A student may continue to receive an annual conditional *Texas Armed Services Scholarship*, if the student:

- Maintains satisfactory academic progress as determined by the institution of higher education in which the student is enrolled;
- Continues to be a member of the Reserve Officers' Training Corps (ROTC); and
- Has not earned a baccalaureate degree or a cumulative total 150 hours, including transferred hours.

Conditional Scholarship Provisions

You are applying for a conditional scholarship which may be converted to a loan if you fail to meet any of the scholarship requirements.

Bankruptcy Limitations

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

More information about conditional scholarship provisions and eligibility, and repayment deferral or forbearance is available in your loan application and loan agreement.