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 6.30%

Your Interest Rate (upon approval)
If your scholarship converts to a loan, the interest rate you pay will be 6.30%.

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)
Make No Payments Interest will be charged and added to your loan	$30,000	6.30%	180 months	**$17,866**

About this Example

- Assumes your conditional scholarship is converted to a loan and begins to accrue interest during the six-month 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	6.39% fixed	for Undergraduate students
DIRECT UNSUBSIDIZED	7.94% fixed	for Graduate/Professional students
DIRECT PLUS	8.94% 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
- Either:
  - Be a member in good standing of a Reserve Officers' Training Corps (ROTC) program while enrolled in the institution, as certified by the institution;
  - Submit to the THECB proof of the student's successful completion of a ROTC program or other undergraduate officer commissioning program; or
  - Submit to the THECB proof of the student's acceptance into the officer commissioning program for the Texas State Guard.
- Maintain satisfactory academic progress requirements, as determined by the student's institution
- Enter into a written agreement with the Coordinating Board agreeing to:
  - Either:
    - Complete, or submit to the THECB proof of previous completion, one year of ROTC training for each year that the student receives a scholarship, or the equivalent of one year of ROTC training if the institution of higher education awards ROTC credit for prior service in any branch of the U.S. Armed Services or the Texas Army National Guard, Texas Air National Guard, Texas State Guard, United States Coast Guard, or United States Merchant Marine, or another undergraduate officer commissioning program; or
    - Submit to the THECB proof of acceptance into the officer commissioning program for the Texas State Guard.
  - Graduate no later than six years after the date the student first enrolls in an institution of higher education
  - After graduation, enter into and provide the THECB with verification of one of the following:
    - A four-year commitment to be a member of the Texas Army National Guard, Texas Air National Guard, Texas State Guard, United States Coast Guard, or United States Merchant Marine
    - A contract to serve as a commissioned officer in any branch of the armed services of the United States
  - Meet the physical examination requirements and all other prescreening requirements of the Texas Army National Guard, Texas Air National Guard, Texas State Guard, United States Coast Guard, or United States Merchant Marine, or the branch of the armed services with which the student enters into a contract
  - Repay the scholarship if the student fails to meet the requirements for obtaining the scholarship

Discontinuation of Eligibility

- A student may receive a conditional scholarship for no more than four years.

Conditional Scholarship Provisions

You are applying for a conditional scholarship which may be converted to a loan if you:

- Fail to maintain satisfactory academic progress;
- Withdraw from the Program; or
- Fail to fulfill the service requirement after graduation, as described above.

Bankruptcy Limitations

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

Loan Interest

The interest rate charged on the loans shall be the same rate charged for a College Access Loan at the time the funds were disbursed. Interest shall begin to accrue on the date the scholarship is converted to a loan.

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