

## Rhode Island Student Loan Authority

560 Jefferson Boulevard, Suite 200

Warwick, RI 02886-1371

401-468-1700/ 1-800-758-7562/TDD 401-468-1750

## Loan Interest Rate & Fees

Your interest rate will be between

**7.25%**

and

**8.49%**

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 determined based on your repayment choice. If you choose immediate repayment your interest rate will be 7.25% for 10 years, 7.76% for 15 years. If you choose to defer your repayment while the student is in school your interest rate will be 8.49%.

### 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 your repayment option choice and will remain constant.

## Loan Fees

**Origination Fee:** The fee we charge to make this loan is 4% of the total loan amount. **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 estimates based upon three (3) repayment options available to you while enrolled in school.

Repayment Option	Amount Provided	Interest Rate	Loan Term	Total Paid over repayment term
	(amount provided directly to you or your school)	(highest possible starting rate)	(how long you have to pay off the loan)	(includes associated fees)
<b>1. Immediate Repayment Option</b>				
(15 year repayment option)	\$10,000	7.76%	This loan has a fifteen (15) or ten (10) year repayment term, based on your selection of the payment term. Repayment begins within 45 days after the loan is fully disbursed to the school.	<b>\$17,912.54</b>
(10 year repayment option)	\$10,000	7.25%		<b>\$14,869.92</b>
<b>2. Deferred Repayment Option</b>			This loan has a fifteen (15) year repayment term. Repayment begins six (6) months after the student leaves school not to exceed 54 months (48 months in school 6 months grace) for undergraduate, or 42 months (36 months in school 6 months grace) for graduate students.	
(Undergraduate)	\$10,000	8.49%		<b>\$25,198.45</b>
(Graduate)	\$10,000	8.49%		<b>\$22,070.16</b>

**About this example:** Assumptions: **IMMEDIATE REPAYMENT OPTION:** Equal disbursements of \$5000 in September and January. 4% origination fee is added to each disbursement. Loan enters repayment 15 days after the final disbursement at which time outstanding interest is capitalized. Your first payment will be due within 45 days. The repayment term is 180 or 120 months depending on the repayment term selected. Minimum monthly payment is \$50.00. **DEFERRED REPAYMENT EXAMPLE (UNDERGRADUATE)** Equal disbursements of \$5000 in September and January. 4% origination fee is added to each disbursement. Fifty-four (54) months pass (48 month in-school and 6 months grace) at which time accrued interest is capitalized and a 180 month repayment term begins. Minimum monthly payment is \$50.00. **DEFERRED REPAYMENT EXAMPLE (GRADUATE)** Equal disbursements of \$5000 in September and January. 4% origination fee is added to each disbursement. Thirty (30) months pass (24 months in-school and 6 months grace) at which time accrued interest is capitalized and a 180 month repayment term begins. Minimum monthly payment is \$50.00.

## Federal Loan Alternatives

Loan program	Current Interest Rates by Program Type	
<b>PERKINS</b> for Students	5.00% fixed	
<b>STAFFORD</b> for Students	4.50% fixed	Undergraduate subsidized
	6.80% fixed	Undergraduate unsubsidized & Graduate
<b>PLUS</b> for Parents and Graduate / Professional Students	8.50% fixed	Federal Family Education Loan
	7.90% 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:**

[www.federalstudentaid.ed.gov](http://www.federalstudentaid.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: [www.federalstudentaid.ed.gov](http://www.federalstudentaid.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 quarterly, during the in-school period.

### Eligibility Criteria

- Borrower 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.

### 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.**