

Borrower
Name
Address
City, State Zip

Creditor
Georgia Student Finance
Authority 2082 East
Exchange Place Tucker,
GA 30084
800.505.4732

Note: This is a 'Service Cancelable' loan, expected to be repaid by qualifying service. In the event the obligation is not satisfied by service in the Behavioral Health Professions, the loan shall convert to cash repayment. See terms and cash repayment estimate below.

Loan Rates and Estimated Total Costs

Total Loan Amount	Interest Rate	Finance Charge	Total of Payments
[Empty Box]	9.50%	[Empty Box]	[Empty Box]
The Total amount you are borrowing.	Your fixed interest rate.	The estimated dollar amount the credit will cost you.	The estimated amount you will have paid when you have made all payments (excluding origination fee).

ITEMIZATION OF AMOUNT FINANCED

Amount paid to you:	\$
Amount paid to others on your behalf:	
Amount Financed (Total amount provided)	
Initial Finance Charge (Total) • Origination fee	\$0.00
Total Loan Amount:	

ABOUT YOUR INTEREST RATE

- Your interest rate during periods of qualifying in-school enrollment, the grace period and periods of authorized deferment is zero percent (0.00%).
- Your interest rate during periods of repayment and forbearance is the prime rate +2% per the WSJ as of January 2 prior to the upcoming loan year, not to exceed 10%.
Please see your promissory note and references notes section of this disclosure for more information about your interest rate.
- Your Annual Percentage Rate (APR). The APR can differ from the Interest Rate since it considers fees and reflects the cost of your loan as a percentage rate. For more information about APR, see reference notes.

FEE

- Late Charge:** 5.00% of the amount of the past due payment.
- Returned Check Charge:** Fee assessed as charged by your bank for each payment returned, due to insufficient funds or any other reason.

Estimated Payment Schedule and Terms

Loan Term	Estimated Monthly Payment at the Actual Fixed Rate 9.50%								
<u>In-school / Grace / Deferment</u>	<p>Monthly Cash Payment / Not Applicable</p> <p>Payments may become due under cash repayment terms until enrollment or deferment eligibility is verified and approved.</p>								
<u>Cash Repayment</u>	<p>Monthly Cash Payment / Not Applicable</p> <ul style="list-style-type: none"> The BHPSCSL is a service cancelable loan to be repaid by service in a qualifying behavioral health profession. One year of qualifying service is required for one academic year loan cancellation. One year of service for one academic year loan. Any BHPSCSL loan not repaid by qualifying service will convert to a cash repayment loan. Payments may become due under cash repayment terms until service cancellation eligibility is verified and service credits are approved by the lender. 								
"Cash Repayment" 10 Year Repayment Term Monthly Payments Due	<p><u>Estimate / 9.50%:</u></p> <table border="0"> <tr> <td>Loan Balance</td> <td>\$20,000 (annual loan limit)</td> </tr> <tr> <td>Interest Rate</td> <td>9.50%</td> </tr> <tr> <td>Term</td> <td>10 years = (120 months)</td> </tr> <tr> <td>Monthly Payment</td> <td>\$258.80 per month</td> </tr> </table> <p><i>Note* The actual loan balance, system calculators, capitalization of interest, forbearance interest, and other factors may result in a difference in the actual repayment amount.</i></p>	Loan Balance	\$20,000 (annual loan limit)	Interest Rate	9.50%	Term	10 years = (120 months)	Monthly Payment	\$258.80 per month
Loan Balance	\$20,000 (annual loan limit)								
Interest Rate	9.50%								
Term	10 years = (120 months)								
Monthly Payment	\$258.80 per month								
Minimum Monthly Cash Repayment	\$100.00 per month								

Federal Loan Alternatives

Loan Program	Current Interest Rates by Program Type for July 1, 2023 through July 1, 2024
DIRECT LOANS For Undergraduates	[5.50%] fixed Undergraduate Subsidized
	[5.50%] fixed Undergraduate Unsubsidized
DIRECT LOANS For Graduates & Professionals	[7.05%] fixed Graduate & Professional
DIRECT PLUS LOANS For Graduate Students and Parents of Undergraduate Students	[8.05%] fixed Graduate Students & Parents

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

Next Steps & Terms of Acceptance

This offer is good until:

[Date of Acceptance Deadline]

31 days from loan certification approval by the Postsecondary Institution

1. Find Out About Other Loan Options.

Contact your school's financial aid office for more information.

2. Do Not Have Until the Date of Acceptance Deadline to the left to Accept this Offer. The terms of this offer will not change except as permitted by law.

To accept the terms of this loan, electronically sign and date the Promissory Note and Self Certification Form through the secure email link provided to you.

REFERENCE NOTE

About this example:

GSFA's BHPA service cancelable loan to be repaid by service, "Service Cancellation," based on qualifying employment service in a qualifying behavioral health profession. Loans not repaid by service shall convert to a cash repayment schedule. The cash repayment example is based on a fixed **9.50%** annual rate of interest and any associated fees, if applicable. Terms or repayment shall not exceed a ten (10) year repayment schedule (*120 months*), not including periods of deferment and forbearance.

Interest Rate Information

The interest rate on your loan is a fixed rate of 9.50%, and interest shall accrue during periods of repayment and forbearance. Basis for the interest rate is the prime rate +2% per the WSJ as of January 2 prior to the upcoming loan year, not to exceed 10%.

Please refer to your Promissory Note for complete details regarding interest.

Definitions of Terms

A. Definitions - The following terms have the meanings set forth below or as defined in the Authority's Behavioral Health Professions Service Cancelable Loan Program Regulations (the "Regulations").

1. **BHPSCL:** The loan and all other loans made to me pursuant to the Authority's Behavioral Health Professions Service Cancelable Loan Program.
2. **Capitalized Interest:** Unpaid accrued interest that is added to the principal balance of the Loan.
3. **Cost of Attendance:** The estimated expenses, both direct and indirect, may be incurred by me and my family to finance the cost of receiving a postsecondary education. These expenses may include tuition, fees, room, meals, books, supplies, transportation, and personal expenses as determined by the Eligible Postsecondary Institution and as defined by Federal Title IV Program Regulations.
4. **Eligible Postsecondary Institution:** As defined in the Program Regulations.
5. **Expected Family Contribution:** The amount of money the U.S. Department of Education expects me and my family to contribute to my school costs for a school year, as calculated by the U.S. Department of Education.
6. **Expected Financial Aid:** The amount of financial aid awarded to me for use toward my Cost of Attendance at an Eligible Postsecondary Institution during an award year. Such aid may include federal, state, or institutional scholarships, grants or loans, private scholarship and grants and military or veterans' educational benefits but excludes federal work-study.
7. **Grace Period:** The six-month period beginning the day immediately following the last day of the In-School Period. My Grace Period does not include any period up to 30 days during which I am called or ordered to active-duty military service for more than 30 days.
8. **In-School Period:** The period beginning on the date of disbursement of the Loan and ending on the first day that I am no longer enrolled at least half-time at an Eligible Postsecondary Institution.
9. **Repayment Period:** The period beginning on the day immediately following the last day of the Grace Period. The Repayment Period shall not exceed ten (10) years (120 months) not including periods of deferment and forbearance.

B. Fees

1. **Late Payment Fee:** A fee in an amount of five percent (5.00%) of the amount of any payment due which is not paid within thirty (30) calendar days of the due date.
2. **Returned Items:** A returned item fee will be charged to my account if a payment is returned due to insufficient funds or any other reason and assessed in accordance with the fee charged by the bank.

C. Credit Bureau Notification

Information concerning the amount of disbursement, and repayment of my Loan may be reported to one or more national consumer reporting agencies.

D. Repayment Period

I am obligated to repay the full amount of the Loan and accrued interest through either service or cash. It is my responsibility to notify the Authority of my postsecondary enrollment status and changes in enrollment that impact the repayment period.

For "**Service Repayment**" it is my responsibility to notify the Authority of intent to repay the obligation by service, and to timely provide required documentation for verification of eligibility for each year of service. One year of qualifying service is required for one academic year loan cancellation. A year of service credit shall be applied to only one qualifying loan. If a loan is not cancelled by service, it shall convert to a cash repayment loan.

3. For "**Cash Repayment**" monthly payments shall be based on a ten year (120 months) standard repayment plan. Cash payments shall be at least one hundred dollars (\$100) per month and will be more, if necessary, to repay the Loan within the required time period. The Authority will provide me with a repayment schedule and disclosure statement that identifies my payment amounts and due dates. My repayment schedule may include all of my BHPSCLs. I may repay all or any part of the unpaid balance on my Loan at any time without penalty. All payments will be applied first to any outstanding unpaid fees, then to outstanding interest, then to the principal.

a. **Deferment of Principal and Interest Payments During the Repayment Period:** I may apply for deferment of the collection of installments of principal and interest for such cause as low income, unemployment, active duty military service, or if I am enrolled on at least an eligible part-time basis at an Eligible Postsecondary Institution by submitting to the Authority a written request for such deferment as provided by the Regulations, in which case the Authority may grant me a deferment from making such payments for such period, if any, as the Authority shall designate in accordance with the Regulations.

1. Low Income - If income is 150% of the poverty line or lower - 6 months
2. Unemployment - If not employed in an eligible position & searching for eligible employment- 6 months
3. Military - If employed full time in an eligible position while serving in the Reserves and called to active duty - Length based on orders.
4. In School – Length based on qualifying enrollment in an eligible major leading to a Behavioral Health Profession in Georgia.
5. Catastrophic illness of borrower or immediate family member may be requested, and approval shall be determined by EVP and President. Length 6 to 12 months.

b. **Forbearance of Principal During the Repayment Period:** I may apply for forbearance of payments during the Repayment Period under certain conditions as determined by the Authority. Interest does accrue.

4. If I do not pay interest to the Authority prior to the start of the Repayment Period, such interest will be capitalized and thereafter be Capitalized Interest. If I am granted forbearance and if I choose not to pay accruing interest charges such interest charges will be capitalized and thereafter be Capitalized Interest. Interest accrues during forbearance periods but does not accrue during deferment periods.

E. Default

1. At the option of the Authority, this Loan shall be in default if I do not comply with any note required by law and I fail to make regularly scheduled payments for a period of 270 days during the Repayment Period.
2. If I default, this may be reported to national credit reporting agencies and may negatively and adversely affect my credit history. This may adversely affect my ability to obtain credit in the future.
3. Except as prohibited by federal or other state law, individuals that fail to fulfill the terms and conditions of cash repayment may, without judicial action, be subject to garnishment of their pay, loss of a professional license, offset of lottery winnings, and offset of a state pension fund in accordance with rules and regulations promulgated by the Authority not inconsistent with the provisions hereof.
4. If I default on the loan, I shall pay to the Authority or its agent the reasonable collection fees, court costs and attorney fees not to exceed 15% of the unpaid principal balance and accrued interest after default.

F. Interest

1. **Accrual:** Interest on this Loan accrues at the simple interest rates set forth above. Interest begins to accrue on the date of each disbursement and continues to accrue until the Loan is paid in full by service or cash. Interest accrues on the unpaid principal sum to the extent it is disbursed, and on the unpaid Capitalized Interest. Interest is calculated on the basis of 365.25 days per year. If I am granted forbearance and if I choose not to pay accruing interest charges the principal balance will increase each time the Authority capitalizes unpaid interest. As a result, I will pay more interest charges over the life of the Loan. When I leave school and begin repaying the Loan, my monthly payment amount may be higher.
2. **Annual Percentage Rate:** The interest rate may be higher or lower than your Annual Percentage Rate (APR) because the APR considers certain fees you pay to obtain this loan, the interest rate and whether you defer (postpone) payments while in school and/or during periods of forbearance.

G. Service Cancellation:

1. **Service Cancellation for Behavioral Health Professions:** Notwithstanding the foregoing payment terms, if I am employed full-time in the State of Georgia in a qualifying behavioral health profession after completion of my program of study, and my employment has been certified by an authorized official at my employer, and if I request service cancellation pursuant to the Regulations on account of my employment (called “**Service Cancellation**”) by notifying the Authority of my intent to repay the obligation by service, request Service Cancellation and furnish the Authority such evidence of my employment as the Authority may require, then I will earn service credit on account of my employment during such service year (called “**Service Credit**”), which will be applied to release, discharge and satisfy the payment obligations outstanding under my BHPSC in an amount that shall be determined by the Authority and applied as provided in paragraph H.1. “Service Credits” below.

H. Service Credits

1. If I satisfy the conditions for Service Cancellation on account of my employment in the behavioral health profession during any service year then the following provisions apply: If I have been employed full-time as an employee for more than 275 days during a service year, the “Service Credit” I earn on account of my employment will be a One Year Service Credit. No partial year Service Credit shall be awarded. Service Credit, when earned, shall be applied to release, discharge and satisfy my outstanding payment obligations in the amount of such Service Credit under this Note or, if the Authority has made more than one BHPSC to, under the earliest BHPSC that has not been paid in full. Any such release, discharge, and satisfaction of this Note or any other BHPSC shall be applied as a prepayment on such promissory note. In no event shall Service Credit be applied to a note that exceeds in amount the balance of such note outstanding at the time I satisfy the conditions for Service Cancellation with respect to such promissory note.

I. Loan Discharge:

I acknowledge that this Loan is subject to the limitations on discharge ability in bankruptcy contained in the provisions of United States Bankruptcy Code, including, but not limited to, 11 U.S.C. §523.

J. Bankruptcy Limitations:

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

K. Cancellation for Death & Disability:

The borrower may be eligible for discharge due to death or total and permanent disability as documented and confirmed by GSFA under the terms and conditions outlined in the BHPSCS regulations.

L. Prepayments:

If you pay the loan off early, you will not have to pay a penalty. You will not be entitled to a refund of any part of the finance charge.

Enrollment Requirement -- must maintain at least eligible part-time enrollment for the term(s) in which a disbursement(s) is made.

More information about loan eligibility and repayment, deferral or forbearance options is available in your Promissory Note.

M. Alternatives to Private Loans:

1. You may qualify for Federal student financial assistance through a program under title IV of the Higher Education Act of 1965 (20 U.S.C. 1070 et seq.). The interest rates available for each program under title IV of the Higher Education Act of 1965 (20 U.S.C. 1070 et seq.) can be located through the Department of Education: <https://studentaid.gov/understand-aid/types/loans/interest-rates>.
2. You may obtain additional information concerning Federal student financial assistance from your institution of higher education that you attend, or the Web site of the U.S. Department of Education: <https://studentaid.gov/>