



COLORADO COLLEGE
1 8 7 4

Education Loans

Academic Year 2007-2008

Education Loans are a part of many financial aid awards. Read on to learn important facts about where and how to get an education loan and ways you can save money. Federal regulations require colleges to confirm student eligibility for federal aid. To comply with these regulations, all students at CC must file the Free Application for Federal Student Aid (FAFSA) at www.fafsa.ed.gov before any of the following loans will be processed. This includes Federal Stafford Loans, Federal Perkins Loans and Federal PLUS Loans, and the CC Xpress Loan.

▶ Federal STAFFORD Loans

The interest rate is fixed at 6.8%. The federal government pays interest on subsidized Stafford Loans during in-school and other specified deferment periods. The borrower is responsible for interest that accrues on unsubsidized Stafford loans. Visit the web site, www.salliemae.com, for current interest rates on Stafford and other loan programs.

The maximum annual loan limits for combined subsidized and unsubsidized Stafford Loan for dependent students are: 1st year - \$3,500, 2nd year - \$4,500, 3rd and 4th year - \$5,500. Please see the Financial Aid Office for information about additional Unsubsidized Stafford Loan amounts for independent students and students whose parents are ineligible to borrow a Federal PLUS Loan.

▶ Federal PERKINS Loans

Colorado College awards Federal Perkins Loans to students directly so there is no separate application. The results from the Free Application for Federal Student Aid (FAFSA) determines a student's eligibility for this loan. The interest rate is fixed at 5% and the maximum loan amount per year is \$4,000. The college receives very limited federal allocations for this loan program.

The federal government pays the interest while the student is enrolled at least half time and for nine months after graduation. The repayment of this loan is up to 10 years with a minimum monthly payment of \$40 required.

▶ Federal Parent PLUS Loan

The Federal Parent PLUS Loan is a parent loan to pay for the education of a dependent student enrolled in college at least half time. Federal regulations require CC to confirm student eligibility for federal aid so all students must file the Free Application for Federal Student Aid (FAFSA) at www.fafsa.ed.gov before a Parent PLUS Loan will be processed. The interest rate on a Parent PLUS Loan is 8.5%. Creditworthy parents may borrow up to the total cost of education less other financial aid received. If the parent is denied the loan because of an adverse credit history, the student may be eligible to borrow additional Unsubsidized Federal Stafford Loan funds.

▶ Entrance Counseling for the Federal STAFFORD and PERKINS Loans

All students borrowing for the first time at Colorado College are required to complete an Entrance Counseling Session before the first disbursement of the loan can be credited to their student account. This federal requirement will help a student understand their rights and responsibilities as a borrower. For the loan or loans you have been awarded, go to Loan Counseling at our website www.ColoradoCollege.edu/FinancialAid/. For the Stafford Loan, click the link to "Entrance Counseling Session for Federal Stafford Loans" and for the Perkins Loan, click on "Entrance Counseling Session for Federal Perkins Loans". When successfully completed, the results are transmitted to Colorado College. The disbursement of the Perkins Loan will be made after the student signs the Master Promissory Note for the Perkins Loan when they complete Registration.

▶ Private Education Loan: The CC Xpress Loan

The CC Xpress Loan is a private education loan for Colorado College Undergraduate Students. Some of the features of the loan include quick borrower approval, no origination fees, a low variable interest rate adjusted quarterly, an online or phone application process and an interest rate reduction for auto-debit loan payments. To apply online, go to www.ccxpressloan.com or call 1-888-289-1319 toll free.



COLORADO COLLEGE
1 8 7 4

Federal Stafford Loan Application PROCESS

Academic Year 2007-2008

Your notification of financial aid eligibility includes a Federal Stafford Loan to help you meet your financial obligation at Colorado College. Because of federal regulations, the Federal Stafford Loan application process requires that you complete a Master Promissory Note (MPN). It will serve as the promissory note for all of your Federal Stafford Loans while you are attending Colorado College when you borrow from the same lender. In future academic years, you will be able to accept the loan amount on your award and your loan process can be originated without completing another promissory note. Your MPN will include information about your rights and responsibilities, but if you have further questions, contact our office. At the time the Disclosure Statement for your loan is sent to you, you will have the opportunity to request a different loan amount, correct information you have provided or cancel the loan.

► Our Preferred Lenders

Colorado College is pleased to partner with Preferred Lenders who offer borrower benefits, reliable service and efficient loan processing and we feel confident that they will work to help meet your educational financial needs. If you checked one of the Preferred Lenders for the Federal Stafford Loan on your award, your loan will be initiated automatically.

(If you would like to choose a lender other than one of the Preferred Lenders, please contact the Financial Aid Office to help you initiate the loan process.)

► Complete the Master Promissory Note (MPN)

The Colorado College Financial Aid Office will set up a personalized application with the loan processor for you on the internet, and the loan processor will send you a Master Promissory Note. Instructions will be included to help you complete the MPN and to tell you where to send the MPN when you have completed it (The MPN is sent to the address in the instructions, not to Colorado College). You will also receive information about signing your MPN electronically.

► Complete the Entrance Counseling for the Federal Stafford Loan

All students borrowing for the first time at Colorado College are required to complete an Entrance Counseling session before the first disbursement for the loan can be credited to the student account. This federal requirement will help a student understand their rights and responsibilities as a borrower. At our website www.ColoradoCollege.edu/FinancialAid/ got to "Loan Counseling Sessions" and click the link to "Entrance Counseling Session for Federal Stafford Loans." When the session is successfully completed, results are transmitted to Colorado College to complete the requirement.

If for any reason, you are not able to complete this process online, contact the Financial Aid Office for assistance.

► Tips for Managing Your Loans

Once you have a student loan and are in school and attending classes, you'll have many new responsibilities. Organization is critical to successful student loan management.

- Keep a file specifically for your education loan information.
- Retain copies of all your loan documents, related correspondence and records of any payments you might make.
- Include your loan account number in all correspondence to your lender and on all payment checks.
- Keep notes of your loan-related phone conversations and keep them in your file, too.
- Open and read all mail about your education loans. It is quite possible that your loans will be sold to a secondary market like Sallie Mae, and you'll need to stay up-to-date on any changes in the administration of your loans.

Federal PLUS Loan Application PROCESS

Academic Year 2007-2008

As a parent, you may want to consider the Federal Parent PLUS Loan offered by the Federal government, as an option to help finance your dependent student's education. Federal regulations require CC to confirm student eligibility for federal aid, so all students must file the Free Application for Federal Student Aid (FAFSA) at www.fafsa.ed.gov before a Parent PLUS Loan will be processed. The loan is approved when the parent can demonstrate creditworthiness and is also eligible to borrow under the terms of the loan. The maximum amount of eligibility for the loan is the cost of attendance minus any financial and outside scholarships your student is eligible to receive.

Colorado College is pleased to partner with Preferred Lenders who offer borrower benefits, reliable service and efficient loan processing, and we feel confident that they will work to help meet your educational financial need.

If you would like to choose a lender other than one of the Preferred Lenders, you can request an application from your lender, complete the Borrower Section of the application and send it to the Financial Aid Office for processing. Your application will be certified and returned to your lender to complete the process.

► Terms of the Federal PLUS Loan

The pre-approval must demonstrate that you have no adverse credit history or that you would, otherwise, be ineligible to borrow in the program.

The interest rate is a fixed rate of 8.5%.

Interest begins accruing from the date funds are made available by the lender with repayment beginning within 60 days after the final disbursement of this loan. You will have up to ten years to repay.

There are additional fees assessed to Federal PLUS Loan borrowers. An origination fee of 3% charged by the federal government and a fee of up to 1% may be charged by the agency that guarantees your loan. Both of these fees will be deducted automatically from the loan proceeds.

Loans will normally be disbursed in two equal disbursements, one at the beginning of each semester.

If you have questions, please call the Financial Aid Office at **(800) 260-6458** or **(719) 389-6651**.



FINANCIAL AID OFFICE

14 East Cache La Poudre Street, Colorado Springs, Colorado 80903-3298

tel: 1-800-260-6458 • 719-389-6651 • fax: 719-389-6173

Web: www.ColoradoCollege.edu/financialaid • Email: financialaid@ColoradoCollege.edu



COLORADO COLLEGE
1 8 7 4

Repayment Estimator

5%
PERKINS

6%

6.8%
STAFFORD

8.5%
PLUS

9%

Balance at Repayment	Paymt.	Mo.	Interest	Paymt.	Mo.	Interest	Paymt.	Mo.	Interest	Paymt.	Mo.	Interest	Paymt.	Mo.	Interest
\$1,000	\$50	21	\$46	\$50	22	\$56	\$50	22	\$64	\$50	23	\$115	\$50	22	\$88
\$2,000	\$50	44	\$192	\$50	45	\$237	\$50	46	\$275	\$50	49	\$440	\$50	48	\$387
\$3,000	\$50	70	\$459	\$50	72	\$576	\$50	74	\$677	\$50	82	\$1,070	\$50	81	\$1,001
\$4,000	\$50	98	\$876	\$50	103	\$1,121	\$50	107	\$1,344	\$51	120	\$2,120	\$51	120	\$2,080
\$6,000	\$64	120	\$1,637	\$67	120	\$1,994	\$69	120	\$2,286	\$77	120	\$3,180	\$76	120	\$3,120
\$8,000	\$85	120	\$2,182	\$89	120	\$2,658	\$92	120	\$3,048	\$102	120	\$4,240	\$101	120	\$4,161
\$10,000	\$106	120	\$2,728	\$111	120	\$3,322	\$115	120	\$3,810	\$128	120	\$5,300	\$127	120	\$5,201
\$20,000	\$212	120	\$5,456	\$222	120	\$6,645	\$230	120	\$7,619	\$255	120	\$10,600	\$253	120	\$10,402
\$30,000	\$318	120	\$8,183	\$333	120	\$9,967	\$345	120	\$11,429	\$383	120	\$15,899	\$380	120	\$15,603
\$40,000	\$424	120	\$10,912	\$444	120	\$13,290	\$460	120	\$15,239	\$510	120	\$21,200	\$507	120	\$20,805
\$50,000	\$530	120	\$13,639	\$555	120	\$16,612	\$575	120	\$19,048	\$637	120	\$26,500	\$633	120	\$26,005
\$60,000	\$636	120	\$16,367	\$666	120	\$19,935	\$690	120	\$22,858	\$765	120	\$31,800	\$760	120	\$31,207
\$100,000	\$1,061	120	\$27,278	\$1,110	120	\$33,224	\$1,151	120	\$38,097	\$1,275	120	\$52,998	\$1,267	120	\$52,011

ASSUMPTIONS:

- Chart assumes Federal Stafford loans with a Standard Repayment Account and no borrower benefits applied.
- Shaded region indicates imperfect amortization due to mandatory \$50 minimum payment requirement. As a result, the last payment will be less than \$50.
- Chart does not include capitalization.
- Assumes 30 day month and a 360 day calendar year.
- Assumes no payments have been made.

Printed compliments of

SallieMae[®]
Champions for Higher Education.[™]

Sallie Mae is a registered service mark and Champions for Higher Education is a service mark of Sallie Mae, Inc. Sallie Mae, Inc. is a wholly owned subsidiary of SLM Corporation. SLM Corp. and its subsidiaries are not sponsored by or agencies of the United States of America. ©2007 Sallie Mae, Inc. All rights reserved. 2/2007 LC 0174