

## RIGHT TO CANCEL

You have a right to cancel this transaction, without penalty, by midnight on the third business day after receiving this disclosure. No funds will be disbursed to you or to your school until after this time. You may cancel by calling us at 605-846-6976.

## Freedom Scholarship Final Disclosure

**BORROWER:**

**CREDITOR:**

SD Freedom Scholarship Board  
c/o SD Community Foundation  
PO Box 296, Pierre, SD 57501

## LOAN RATES & ESTIMATED COSTS

**Total Loan Amount**

\$

The total amount you are borrowing.

**Interest Rate**

.00 %

Your current interest rate. the credit will cost you.

**Finance Charge**

\$

The estimated dollar amount

**Total of Payments**

\$

The estimated amount you will have paid when you have made all payments.

## ITEMIZATION OF AMOUNT FINANCED

<b>Amount paid to you</b>	\$0.00
<b>Amount paid to others on your Behalf:</b>	\$
<b>Amount Financed</b> (total amount provided)	\$
<b>Initial finance charges</b>	\$
<b>Total Loan Amount</b>	\$

## About Your Interest Rate

- Your rate is fixed.
- Your Annual Percentage Rate (APR) is 4.00%. The APR is typically different than the Interest Rate since it considers fees and reflects on the cost of your loan as a yearly rate.

## Fees

- \$100.00 collection fee charged annually if borrower defaults on loan.
- \$10.00 charge for each payment made by phone.

## ESTIMATED REPAYMENT SCHEDULE & TERMS SHOULD THE SCHOLARSHIP TURN INTO A LOAN

MONTHLY REPAYMENT PERIOD	MONTHLY PAYMENTS
	At 4.00% the fixed interest rate if your loan
<b>August 1, 2024 - May 31, 2025</b> In-school status	<b>No payment required</b> Interest will not accrue during this time
<b>June 1, 2025 - May 31, 2028</b> Three-year employment obligation if work starts June 1.	<b>No payment required</b> Interest will not accrue during this time
<b>June 1, 2025 – May 31, 2035 or sooner based on \$50.00 / month minimum payment.</b> _____ monthly payments	\$ _____

The estimated **TOTAL OF PAYMENTS** at the fixed interest rate would be \_\_\_\_\_.

Repayment schedule assumes that you become ineligible for the Freedom Scholarship and therefore begin repayment on the above mentioned date. If you comply with Freedom Scholarship eligibility, there is no loan so you will not repay it.

Students are not required to make payments while enrolled at a covered institution, pursuant to the terms of the Freedom Scholarship.

Interest will not accrue while the student is enrolled and in good standing at a participating educational institution. Interest will not accrue during the employment obligation.

Should you start your employment obligation but not finish it, debt will be pro-rated to give credit for full months completed.

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### **Fixed Interest Rate:**

- The Interest Rate is a fixed interest rate. It will not change during the course of the loan.

### **Bankruptcy Limitations**

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

### **Repayment Options:**

- Deferment while continuing to graduate school or military service is possible. This requires approval of the Freedom Scholarship Board or its agents.
- See your Freedom Scholarship acceptance agreement for further detail about deferment.

### **Prepayments:**

- No penalties for prepayment of loan.
- See your Freedom Scholarship acceptance agreement for any additional information about nonpayment, default, any required repayment in full before the scheduled date, and prepayment refunds and penalties.