

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 605-786-2407.

Freedom Scholarship Final Disclosure

BORROWER:

Borrower Name
Borrower Address
Borrower City, State Zip

CREDITOR:

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

LOAN RATES & ESTIMATED COSTS

Total Loan Amount

amount

The total amount you are borrowing.

Interest Rate

4.0%

Your current interest rate.

Finance Charge

=interest

The estimated dollar amount the credit will cost you.

Total of Payments

total_pymts

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

ITEMIZATION OF AMOUNT FINANCED

Amount paid to you	\$0.00
Amount paid to others on your Behalf:	+ Amount
• Institution Name	
Amount Financed total amount provided	= Amount
Initial finance charges	= interest
Total Loan Amount	= total of pay

ABOUT YOUR INTEREST RATE

- Your rate is fixed.
- Your **Annual Percentage Rate (APR)** is **4.0%**. The APR is typically different than the Interest Rate since it considers fees and reflects the cost of your loan as a yearly rate.

FEES

- Collection fees charged in borrow defaults on the loan.

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

	MONTHLY PAYMENTS
10-year Repayment	at 4.0% the fixed interest rate of your loan
August 1, 2022 - May 31, 2023 In-school status	No payment required Interest will not accrue during this time
June 1, 2023 - May 31, 2026 deferment period for employment obligation	No payment required Interest will not accrue during this time
June 1, 2023 - May 1, 2033 120 monthly payments	=monthly payment amt

← The estimated **TOTAL OF PAYMENTS** at the fixed interest rate would be **total loan amt+finance charge**

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.
- 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.

Example