

**IIT UNIVERSITY LOAN  
Terms and Conditions**

**Eligibility**

In order to be considered for an IIT University Loan, a student must be seeking a law degree and have completed at least one term of IIT course work by the start of the summer 2008 term, be enrolled at Chicago-Kent full time (for at least 6 credit hours) in the summer 2008 term, and meet the eligibility criteria for federal financial aid.

**Interest**

The Interest rate is set at a fixed rate of 6.75%. Interest accrual is deferred until the borrower enters into repayment.

**Repayment**

The repayment period is over a course of 10 years, and will be made over a course of 120 months, or sooner, as applicable pursuant to the Minimum Monthly Payment Requirement (described below). The repayment period begins after the "grace period ends," which is 6 months after the borrower graduates from Chicago-Kent and/or any other accredited college/university, or his/her enrollment status fails to qualify for an In-School Deferment (described below).

**Minimum Monthly Payment**

The borrower will make fixed monthly payments and repay the loan in full within the 10-year repayment period or applicable repayment term (not including periods of deferment or forbearance), from the date the loan entered repayment. There is a minimum payment of \$50 each month, and the monthly payment will be more, if necessary, to repay the loan in equal monthly installments within the 10-year repayment period. The university reserves the right to round installment payments up to the nearest \$5 increment.

**Prepayment**

There is no prepayment penalty if the loan is paid in full prior to the 10-year repayment period.

**Discharges**

The IIT University Loan may only be discharged upon the borrower's death or total/permanent disablement, as defined under Social Security Administration provisions. Proof of such must be submitted to the university in order for the loan to be discharged.

**Late Charges and Collection**

The university will assess a \$25 monthly late charge to the loan each month if the borrower fails to make the required monthly minimum installment payment within 15 days after the payment is due

The university also reserves the right to add any other charges and/or fees to the amount due by the borrower if the borrower continually fails to make the required monthly minimum payment and the loan goes into default (described below).

**Forbearance**

Forbearance is renewable at intervals of up to 12 months for periods that do not exceed 3 consecutive years. Interest will accrue during periods of forbearance. Written request for forbearance must be received by the university at least 15 days prior to the next scheduled payment due date, it must indicate the number of requested months, not to exceed 12 months, and must specify if forbearance is being requested for principal and interest or principal only. Any request received less than 15 days before the next payment due date will not take effect until the next subsequent due date.

**Deferment**

The borrower can apply for an In-School Deferment or an Economic Hardship Deferment, as described below:

**1. In-School Deferment**

The borrower must be enrolled and attending classes at an accredited school/college as a degree-seeking student and must be enrolled in at least a half-time course of study. To apply for an In-School Deferment, the borrower must send the university proof that he/she meets the terms of the In-School Deferment each term (i.e., semester, quarter, etc.).

**2. Economic Hardship Deferment**

if the borrower is experiencing financial difficulties, he/she can apply for an Economic Hardship Deferment. To apply, the borrower has two options:

- a. Complete and submit an Application for Economic Hardship Deferment directly with the university and provide supporting documentation as requested by the university; or,
- b. Provide proof to the university that he/she has been approved for economic hardship status under the Federal Stafford loan provisions.

Economic Hardship Deferment is renewable at intervals of up to 12 months for periods that do not exceed 3 consecutive years. Interest does not accrue during periods of deferment.

**Default**

If a borrower fails to make scheduled payments, the IIT University Loan will be considered in default. The full loan amount remaining, including late payment penalties and/or other fees and charges assessed, will become due and payable immediately upon default.

The borrower is responsible for paying all collection fees and costs, plus court costs and attorney fees, while this loan is in default and is not eligible for a deferment or forbearance. The university reserves the right to report the borrowers default status to any/all national credit bureaus.

**Consolidation**

The IIT University Loan is payable to Illinois Institute of Technology (IIT) and cannot be consolidated with any federal loans.

**Income-Based Loan Repayment Program**

The IIT University Loan is not eligible for any Income-Based Loan Repayment Program.