



Loan Repayment Information

Tennessee Student Assistance Corporation
 404 James Robertson Parkway, Suite 1510
 Nashville, TN 37243
 615.741.1346
www.tn.gov/CollegePays/

There are different repayment plans available to meet your needs.												
Loan Amount	Standard		Graduated*		Extended		Income Sensitive**		Income Contingent***	Income-Based***	Pay as you Earn	Consolidation****
	Monthly Payment	Total Repaid	Monthly Payment	Total Repaid	Monthly Payment	Total Repaid	Monthly Payment	Total Repaid	Monthly Payment	Monthly Payment	Monthly Payment	Monthly Payment
\$3,500	\$50	\$4,471	\$20	\$5,154	n/a	n/a	\$33	\$4,599	\$24	\$40		\$50
7,500	86	10,357	42	11,044	n/a	n/a	54	10,504	53	86		77
10,000	115	13,810	57	14,726	n/a	n/a	69	14,023	71	115		89
15,000	173	20,714	85	22,089	n/a	n/a	97	21,062	106	118		134
23,000	265	31,762	130	33,871	n/a	n/a	142	32,324	162	118		176
30,000	345	41,429	170	44,180	n/a	n/a	182	42,179	212	118		230
46,000	529	63,524	261	67,742	\$319	\$95,784	273	64,703	231	118		321
60,000	690	82,858	340	88,359	416	124,935	352	84,411	231	118		394
100,000	1,151	138,097	567	147,265	694	208,223	579	140,722	231	118		657
138,500	1,594	191,264	785	203,962	961	288,387	797	194,920	231	118		910

Payments are based on 6.8% interest rate. Undergraduate Subsidized loans after June 30, 2008 have different interest rates each year based on the first disbursement date. Unsubsidized loans disbursed after June 30, 2007 are fixed at 6.8%.

Standard Repayment: equal monthly payments over the loan's term. Repayment up to 10 years.

Graduated Repayment: lower payments in the beginning, then increase during the term of the loan. Repayment up to 10 years.

Extended Repayment: available to first time borrower after October 7, 1998, and debt is over \$30,000. Repayment up to 25 years.

Income Contingent: Direct Loans only, payments calculated yearly based on your adjusted gross income. Repayment up to 25 years.

* Reflects first tier of payments, or years 1 and 2.
 ** Sample payments for Income Sensitive, based on annual income of \$26,000.
 *** ICR and IBR – reflects first year's payment, AGI of \$25,000, family size of 1
 **** Consolidation interest rate is a weighted average rounded up to the nearest 1/8 of 1%. Payments are based on 6.875% interest rate.

Income Sensitive: FFELP loans only. Payment adjusts annually based on income and student loan debt. Repayment up to 10 years.

Income-Based: calculated at 15% of discretionary income, based on partial financial hardship. Repayment up to 25 years.

Pay as you Earn: Direct Loans only, must have partial financial hardship, calculated at 10% discretionary income. Repayment up to 20 years

Consolidation: Combines multiple federal student loans into one new loan. Repayment up to 30 years, based on total student loan debt.

Deferment: you may defer your payments in certain circumstances depending on when you obtained your first student loan. The most common types of deferments are: attending school at least half-time, studying full-time in a graduate fellowship program, participating in a full-time rehabilitation training program for individuals with disabilities, conscientiously seeking but unable to find full-time employment, experiencing an economic hardship or for active duty military service. Contact your loan servicer for a complete list of deferments, eligibility requirements, and instructions. Your loan servicer can temporarily suspend your loan payments while you gather the deferment documentation. Interest is paid by the federal government during deferment only on Subsidized loans. You will be charged interest for Unsubsidized loans.

Forbearance: you may be entitled to a forbearance to delay or reduce the payments for a short period if you are having financial difficulties. Other forbearances are offered at the loan servicer's option. Interest continues to accrue during forbearance and is your responsibility. Contact your loan servicer for more information.

Cancellation: your student loan can be cancelled in certain circumstances such as: death, total and permanent disability, school closes before degree completion, or the school falsely certifies your loan. A portion of your loan may be forgiven if you are a full-time teacher; or your school fails to make a refund to your loan servicer. Certain military personnel may be entitled to repayment assistance from the Department of Defense. Contact you loan servicer for more information.

Consequences of Default: not paying your loan will cause you to go into default. There are serious consequences for a default that may include:

- Federal offsets
 - Loss or reduction of federal tax return and Social Security benefits
- Collection charges including attorney fees
- Loss of your professional license
- Loss of eligibility for federal student aid
- Negative reporting to national credit bureaus
- A lower credit rating resulting in higher interest rates for future credit
- Reduction in pay through administrative wage garnishment
- Federal debt collection procedures

If you think you'll have problems making your payment, look into:

- Changing the repayment plan to one with lower monthly payments
- Requesting a deferment if you are in school, unemployed or experiencing financial hardship
- Requesting a forbearance to delay or reduce your loan payment

Student Loan Ombudsman: contact the Ombudsman if you are unable to resolve any loan difficulties you are having with your school, loan servicer or guarantor:

U.S. Department of Education FSA Ombudsman
 830 First Street, NE • 4th Floor • Washington, DC 20202

Customer Service: 877.557.2575 Fax: 202.275.0549

Website: www.ombudsman.ed.gov

Information about your loans is available from the Department of Education's National Student Loan Data System (NSLDS) at www.nsls.ed.gov or by calling 1.800.4.FED.AID.

