

UNDERSTANDING YOUR STUDENT LOANS

Dear _____:

Below is a summary of your student loan liability (including the upcoming academic year) as of _____. For many students, this information is helpful in developing a financial plan and deciding how much to borrow in student loans.



Remember: You will be responsible for paying back your student loans and related college debt. Understanding the short- and long-term implications of your borrowing decisions is critical.

For additional information on financial aid, budgeting for college and developing a financial plan, contact your campus financial aid administrator at _____ or _____. Attached to this letter is a helpful guide to being a responsible borrower.

SUMMARY

Principal	_____
Interest (_____% per year over 10 years)	_____
	=====
Total Payoff Amount	_____
MONTHLY PAYMENTS	
Monthly Payment for 10 years	_____

BORROWING LIMIT

You have reached _____% of your borrowing limit.

If you reach 100% of your borrowing limit, your monthly payment might be as high as \$_____.

ADVICE

- Time is Money: Stay on-track to graduate on time by taking 15 or more credits each semester.
- You can reduce your borrowing by applying personal savings toward tuition.
- Textbooks are expensive. Does your course offer a less expensive e-reader edition?

- _____
- _____