

## **Aveda Institute New York Private Loan Policy and Procedure**

Before applying for an Aveda Institute New York private loan, a student must first apply for and, if granted, accept all forms of other financial aid available to them, including federal, state, and other private loans. You may qualify for loans or other financial assistance under Title IV of the Higher Education Opportunity Act. The terms and conditions of Title IV program loans may be more favorable than the provisions of private education loans. Visit the Department of Education's website for more information about federal loan programs: [www.federalstudentaid.ed.gov](http://www.federalstudentaid.ed.gov). Please contact Aveda Institute New York's financial aid office if you need assistance in applying for financial aid.

### **Student Eligibility Requirements**

A student is eligible for an Aveda Institute New York private loan only if the student satisfies each of the following criteria:

1. The student has applied for and, if granted, accepted all other forms of financial aid available to them;
2. The student is not currently in default with any federal, state, or other loans;
3. The student has applied for and was denied a private loan from another lender;
4. The student is able to make the minimum required payment of at least \$100.00 per month.

### **How to Apply**

To learn more and apply for an Aveda Institute New York private loan, contact Aveda Institute New York's financial aid office to complete an application and self-certification form. The financial aid office will supply the information required to complete the self-certification form.

### **Private Loan Terms**

**Loan Amount** – An eligible student will be able to apply for an Aveda Institute New York private loan in an amount up to the lesser of: (1) the remaining tuition due after subtracting all other forms of financial assistance, including federal, state, and other private loans and grants; or (2) \$9,999.99. If the loan is approved and the student accepts the loan, the funds will be disbursed directly to Aveda Institute New York and applied to the student's tuition balance after the expiration of the student's right to cancel the loan. Contact the financial aid office or see the disclosures provided with each loan for additional details.

**Interest Rate** – The loan will accrue interest at a rate of zero percent (0%) while the student is actively enrolled at Aveda Institute New York. The loan will accrue interest at a rate of seven percent (7%) when the student is no longer actively enrolled in classes at Aveda Institute New York.

**Payment Terms** – The loan term (*i.e.*, length) will depend on the length of the Aveda Institute New York program in which the student is enrolled, but in no event will the loan

term exceed five (5) years starting from the date the loan is disbursed. The student will be required to make at least \$100.00 minimum monthly payments during enrollment at Aveda Institute New York.

**Sample Loan Repayment Schedule**

The following is a sample repayment schedule for a loan of \$5,000.00 with a total term of forty-eight (48) months, assuming the student pays only the minimum \$100.00 monthly payment while enrolled at Aveda Institute New York for one (1) calendar year:

**MY PAYMENT SCHEDULE WILL BE:**

Number of payments	Amount of each payment	Payments are due monthly, the same day of each month beginning:	APR %
12	\$100.00	5/7/2017	0.00 %
36	\$117.33	5/7/2018	7.00 %
	\$		%
	\$		%

**Default** – A student who borrows an Aveda Institute New York private loan must repay the loan in accordance with the terms and conditions of the loan contract signed by the student. In addition to other terms and conditions found in the loan contracts, if the student fails to timely make any payments on time, the loan will be in default. There is no pre-payment penalty or pre-payment fee if the student chooses to pay off the loan early.