

Berklee college of music

Berklee College of Music
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2007 - 2008 Guide to Supplemental Loans

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2/07

Financing Worksheet for 2007/2008 Academic Year:

Use this worksheet to calculate the amount you need to finance either through parent loans, supplemental student loans, or through the Tuition Management Systems payment plan (contact TMS at www.afford.com). Remember that the amounts listed under Other Expenses are estimated for example purposes, and represent the maximum amount allowed in the student's Cost of Attendance based on Boston prices. Students should come up with their own budget for Other Expenses based on their lifestyle choices. The charge for Tuition and Mandatory fees includes an amount for health insurance that will automatically be charged on your bill. If you are covered under another plan you must submit a waiver form to the Office of the Bursar to have the health insurance charge deducted. If you already have health insurance and will be waiving the school's policy, deduct \$1,448 from Tuition and Mandatory fees when calculating the amount that you need to borrow.

Note: all costs are subject to change	On-Campus	Off-Campus	Commuter (living with parents)
Degree Tuition and Mandatory Fees Entering Students: add \$2,950 for the mandatory laptop charge*	\$26,080	\$26,080	\$26,080
Other Expenses:			
Books and Supplies (estimated)	\$450	\$450	\$450
Room and Board (estimated) \$13,550	\$13,550	\$10,654	\$4,390
Personal and Transportation (estimated)	\$4,628	\$4,628	\$4,628
A. Total Cost of Attendance			
Continuing students			
(Degree students)	\$44,708	\$41,812	\$35,548
(Diploma students)	\$43,008	\$40,112	\$33,848
Entering students: add \$2,950 for the mandatory laptop charge*			
(Entering Degree)	\$47,658	\$44,762	\$38,498
(Entering Diploma)	\$45,958	\$43,062	\$36,798
A. On the chart above, find the amount of your Tuition and Fees and enter that amount here: (A) \$ _____			
+ _____			
B. Determine your personal budget from "Other Expenses": (B) \$ _____			
+ _____			
C. Federal Aid (see award letter)/scholarships: (C) \$ _____			
- _____			
D. Family's estimated contribution from savings/TMS: (D) \$ _____			
= _____			
E. Amount to be financed: (E) \$ _____			

Worksheet Instructions:

- The Cost of Attendance listed above represents the maximum amount of financial aid/scholarships/loans allowed in the academic period. Select your Cost of Attendance from the chart above based on whether you are seeking a degree or diploma; live on-campus, off-campus, or are a commuter; and whether you are an entering or continuing student. Revise the amounts for Other Expenses, based on your personal budget. Incidentals are defined as all miscellaneous costs associated with being a student and living in the Boston area, and is determined by the student's lifestyle (the figure listed above is an estimate).
- Enter any federal aid/scholarships in line C. Subtract any contribution from family contribution/savings (line D), to find the amount you may need to finance through supplemental loans.
- If you are in the Diploma program, substitute the following figures for Tuition and Mandatory Fees: \$24,380 (entering students add \$2,950* for the mandatory laptop). Tuition for the Diploma program is \$11,850/semester, Registration Fee \$50/semester, Comprehensive Fee \$240/semester, Accident Insurance & Health Insurance \$1,548 year. All costs are subject to change.
- Actual charges include: Tuition Degree \$12,700/semester, Registration Fee \$50/semester, Comprehensive Fee \$240/semester, Accident Insurance & Health Insurance \$1,548 year. All costs are subject to change.

SUPPLEMENTAL LOANS FOR STUDENTS

SUPPLEMENTAL LOANS FOR PARENTS

	Sallie Mae Signature Student Loan	Education Finance Partners	Citibank CitiAssist Loan	Bank of America Private Loan	Federal Direct PLUS Loan	MEFA (Undergraduate and Student Alternative only, not MEFA PLUS)
Criteria	<ul style="list-style-type: none"> • Creditworthy • Student may be enrolled less than half time • No Minimum Income required for borrowers or co-signers 	<ul style="list-style-type: none"> • Creditworthy • Student may enroll less than half time in a degree seeking program • No minimum loan amount • No aggregate limit 	<ul style="list-style-type: none"> • Creditworthy • Student may enroll less than half time • \$120,000 undergraduate aggregate 	<ul style="list-style-type: none"> • Creditworthy • Student must be enrolled at least half time • No aggregate limit 	<ul style="list-style-type: none"> • FAFSA must consider student a dependent • Student must be enrolled at least half time • Satisfactory Academic Progress required • Debt-to-income ratio not considered • No aggregate limit 	<ul style="list-style-type: none"> • Creditworthy • Student must be enrolled at least half time • Satisfactory Academic Progress required • Note: We do not accept the MEFA PLUS; parent may apply for Direct PLUS Loan
Who	<ul style="list-style-type: none"> • Student, co-signer may be required • International students need U.S. citizen or permanent resident as co-signer 	<ul style="list-style-type: none"> • Student • Student with co-signer • Sponsor(s) as borrower(s) • International students need U.S. citizen or permanent resident as co-signer or sponsor. Loan pre-approval can be granted prior to INS documentation 	<ul style="list-style-type: none"> • Student, usually with a co-signer • International students need U.S. citizen or permanent resident as co-signer 	<ul style="list-style-type: none"> • Student, usually with a co-signer • International students need U.S. citizen or permanent resident co-signer 	<ul style="list-style-type: none"> • Creditworthy U.S. citizen or permanent resident parent • If the parent is denied, s/he may apply with a creditworthy co-signer • Only parents of domestic student may apply for the PLUS Loan 	<ul style="list-style-type: none"> • The parent is the borrower of the undergraduate loan • The student is the borrower of the alternative loan, may need co-signer • International student need U.S. citizen or permanent resident as co-signer
When	<ul style="list-style-type: none"> • One disbursement/semester (can be uneven amounts); funds sent directly to Berklee • Loan can cover past due balances up to one year with a co-signer 	<ul style="list-style-type: none"> • One disbursement /semester (can be uneven amounts); funds sent directly to Berklee 	<ul style="list-style-type: none"> • One disbursement/semester (can be uneven amounts); funds sent directly to Berklee 	<ul style="list-style-type: none"> • One disbursement/semester (can be uneven amounts); funds sent directly to Berklee 	<ul style="list-style-type: none"> • Two equal disbursements; funds sent directly to Berklee 	<ul style="list-style-type: none"> • Two disbursements (can be uneven amounts); funds sent directly to Berklee
Max	<ul style="list-style-type: none"> • Cost of Attendance less any other financial aid/scholarships • No aggregate limit with co-signer • \$500 annual minimum 	<ul style="list-style-type: none"> • Cost of Attendance less any other financial aid/scholarships 	<ul style="list-style-type: none"> • Cost of Attendance less any other financial aid/scholarships 	<ul style="list-style-type: none"> • Cost of Attendance less any other financial aid/scholarships 	<ul style="list-style-type: none"> • Cost of Attendance less any other financial aid/scholarships 	<ul style="list-style-type: none"> • Cost of Attendance less any other financial aid/scholarships
Interest Rate	<ul style="list-style-type: none"> • Interest rates as low as Prime minus 1.0% • Interest rates are tiered based on the student borrower's or co-signer's credit history 	<ul style="list-style-type: none"> • Variable rate LIBOR + 1.8% based on 3-month LIBOR index (7.17% as of 10/01/06) 	<ul style="list-style-type: none"> • Prime minus 0.50% to Prime + 3.00% • Interest rates vary depending on credit score and presence of a co-signer 	<ul style="list-style-type: none"> • Variable rate, based on the quarterly average of the 1-month LIBOR plus 2.75% during school and grace periods, then LIBOR plus 3.55% during repayment 	<ul style="list-style-type: none"> • Fixed interest rate 7.9% 	<ul style="list-style-type: none"> • Undergraduate loan has an option of fixed or variable rates: See MEFA for rates • Variable rates change quarterly based on 3-month LIBOR + 2.5%, but will never exceed 12% • Student alternative loan is based on Prime + 0%.
Fees	<ul style="list-style-type: none"> • Fees starting at 0% • No fees when borrower and co-signer are creditworthy • Fees are tiered based on the student borrower's or co-signer's credit history 	<ul style="list-style-type: none"> • Fees starting at 0% 	<ul style="list-style-type: none"> • No fees 	<ul style="list-style-type: none"> • No fees 	<ul style="list-style-type: none"> • 4% origination fee (2.5% is deducted from the loan at disbursement; the remaining 1.5% is only added to the loan if a payment becomes past due) 	<ul style="list-style-type: none"> • 3.75% origination fee added to the loan
Repayment	<ul style="list-style-type: none"> • Standard term of 15 years; option to extend up to 30 years, depending on loan balance • No payments/defer principal and interest payments while in school and enrolled at least half time • 6-month grace period; repayment begins 6 months after graduation, withdrawal from school or when dropping below half-time status • 0.5% interest rate reduction for automatic payments deduction from bank account • Co-signer release option • Graduated repayment options 	<ul style="list-style-type: none"> • 20-year term • Defer principal and interest up to 60 months including grace period • 6-month grace period after graduation or when student falls below half-time status • 0.25% interest rate reduction for automatic payment deduction from bank account • Co-signer released after 24 months • Graduated repayment options 	<ul style="list-style-type: none"> • Up to 20-year term • 6-month grace period • co-signer release option • 0.25% interest rate reduction with Citibank E-Z Pay auto-debit payment program • 0.50% interest rate reduction when the first 48 consecutive monthly payments are made on time 	<ul style="list-style-type: none"> • up to 20-year term • Defer principal and interest while in school • 6-month grace period after graduation or when student falls below half-time status • .25% interest rate reduction for automatic payment deduction from bank account • Co-signer release available after 48 on-time payments 	<ul style="list-style-type: none"> • 10-year repayment term • Repayment begins within 60 days after the second disbursement of the loan • This loan is not deferred; contact the U.S. Dept. of Education for more repayment options, 800-557-7394 	<ul style="list-style-type: none"> • 15-year term • Repayment of the MEFA undergraduate loan begins 45 days after disbursement • Repayment of the student alternative loan deferred while in school • Deferred loans for parent available
Apply	<ul style="list-style-type: none"> • SallieMae.com/signature • 800-695-3317 • Bank lender can be: Sallie Mae Ed Trust, AMS, Citizens, Bank of America 	<ul style="list-style-type: none"> • educationfinanacepartners.com/berklee • 1-866-308-1071 	<ul style="list-style-type: none"> • studentloan.com/schools/berklee • 800-967-2400 	<ul style="list-style-type: none"> • bankofamerica.com/studentbanking • 800-344-8382 	<ul style="list-style-type: none"> • berklee.edu/forms to download a Request Form and fax to the Office of Financial Aid at 617-747-2073 • Call 800-538-3844 	<ul style="list-style-type: none"> • mefa.org/berkleemusic • 800-449-6332

WSJ refers to Wall Street Journal "Prime Rate" ("Prime") a monthly variable. Fees are percentages of the amounts borrowed. Interest rates can be variable, check with your lender. LIBOR is the London Interbank Offered Rate.

Deadlines for Supplemental Loan applications are:

Loans for semester:	Should be submitted by:
Fall, Fall/Spring	July 1
Spring	November 15
Summer	April 15

Remember:

- Given the dates above, it will take approximately one week for the Office of Financial Aid to certify your loan, after it has been fully processed by the lender.
- Loans are certified according to the academic calendar; therefore the loan period that you request should coincide with the academic year. Summer loans can only be certified as one-semester loans.
- When deciding the amount you need for Other Expenses, remember to deduct any income you may be earning from student employment/a part-time job. You should only borrow what you truly need.
- The amount you can borrow is limited by your Cost of Attendance, which is listed on the reverse side. If you request a loan amount above your Cost of Attendance, your loan will be reduced accordingly.
- Loans are certified to disburse on the first day of classes; however, the Office of the Bursar will only consider loan funds as a valid form of payment if the loan is verified and has been scheduled to disburse by your lender. You can check the status of your loan at: my.berklee.net/financialaid resources. Contact your lender if the loan does not appear on my.berklee.net.
- Loan amounts above the cost of tuition and fees will be refunded to you after the add/drop period.
- If you have questions regarding these loan programs, contact the lender directly.

