

APPLICATION/PROMISSORY NOTE

BORROWER NAME, ADDRESS

LENDER NAME, ADDRESS

GEORGE P. HUNT SCHOLARSHIP
LOAN
FUND As Administered by the Community
Unit School District No. 10, Greene,
Macoupin, Morgan, and Jersey Counties,
Illinois, of Greenfield, Illinois 62044

I hereby apply for a **Student Loan** in an amount up to \$ _____. I understand this application cannot be approved or disbursed until the lender has an opportunity to review the qualifying data submitted simultaneously herewith. I further understand that the actual amount of my loan shall be determined by lender and the lender shall mail directly to me notice thereof prior to disbursement. I agree to check the Notice as soon as I receive it and to inform the lender if I have any questions or if I am not satisfied with the terms of the loan. If I am not satisfied with the terms of the loan, as detailed on the Disclosure Statement, I may cancel this agreement by returning my loan check(s) to the lender. Applicants must be enrolled as full time academic students (12 hours). Deadline for application is June 1 each year.

REFERENCES - The borrower must provide three separate adult references with different addresses. The first reference must be a parent, or if deceased, the nearest living adult relative other than a spouse. The two remaining references must be employed adults who will know the borrower's address at all times. Students may not be used as references.

Name and Address	Phone No.	Employer (Name, Address & Phone No.	Relationship To the Borrower
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

PROMISE TO PAY STATEMENT

1. For value received I, _____ (the borrower) promise to pay to George P. Hunt Scholarship Loan Fund as administered by the Community Unit School District No. 10, Greene, Macoupin, Morgan and Jersey Counties, Illinois, (the lender) or to a subsequent holder of this Application/Promissory Note, the principal sum of \$ _____, to the extent it is disbursed to me, plus any amount equivalent to simple interest on this sum at the rate of **five (5) percent per year**. If I fail to pay any of these amounts when they are due, I will also pay all charges and other costs, including attorney's fees, that are permitted by State law and regulations for the collection of these amounts which do not exceed 25 percent of the unpaid principal and accrued interest.
2. Interest that accrues on this loan prior to the repayment period and during any approved

deferment period, shall be waived by lender.

3. I will repay this loan in periodic installments during a repayment period that will begin no later than **six (6) months** (the “grace period”) after my graduation date or the month I either leave an eligible educational institution or cease to carry at least one half the normal full-time academic workload (whichever comes first). However, during the grace period I may request that the repayment period begin earlier.

4. Once the repayment period begins, I will be responsible for payment of all the interest that accrues on this loan.

5. The lender may add any interest to the unpaid principal balance of this loan that is not paid when it is due.

6. I understand and agree that this loan shall not be disbursed until the lender issues a Notice of Acceptance/Disclosure Statement and that in no event shall funds disbursed exceed the amount stated in such Notice of Acceptance/Loan Disclosure Statement.

I confirm that this is a loan and must be paid after termination of my enrollment. I hereby authorize the school to pay to the lender any refund which may be due me up to the amount of this loan. I further authorize my school that I may attend (or have attended) to release to the lending institution, subsequent holder, or their agent, any requested information pertinent to this loan (e.g., employment, enrollment status, prior loan history, current address). I authorize the school, the lender, subsequent holder, or their agent to make inquiries to, or respond to inquiries from, my parents or prior lenders, or holders with respect to my application or this loan and related documents. I certify that the proceeds of any loan made as a result of the Application/Promissory Note will be used for educational purposes related to attendance at the educational institution listed on the Disclosure Statement for the school term for which the loan will be issued. I understand that I am responsible for repaying any funds that I receive which cannot reasonably be attributed to meeting my educational expenses related to the school stated. I certify that I am not now in default on an educational loan under the following programs: Guaranteed Student Loan, Federal Insured Student Loan, Perkins Loan (formerly called National Direct Student Loan), PLUS loan, Consolidation Loan, ALAS loan, or SLS loan program. I have complied with the Selective Service requirements. I authorize the use of my social security account number on this Application/Promissory Note and the obtaining and giving of credit reports on me in connection with this Loan. I authorize the school at any time to release information concerning my use of the loan funds.

I agree to advise and update Lender at least once annually by December 1 concerning the status of my enrollment and academic progress. Failure to respond in writing by December 1 will result in immediate scheduled repayment of the loan.

I hereby acknowledge that I have read this Application/Promissory Note in its entirety, including the attached document entitled Additional Terms and Conditions and acknowledge that such

Additional Terms and Conditions shall be construed herewith. There are no blank spaces on this Application/Promissory Note above my signature. I have received an exact copy of this Application/Promissory Note. Any and all information contained on financial aid documents I sign and which are utilized to determine eligibility for this loan are hereby incorporated into this Application/Promissory Note. I certify that all the data listed above are true and correct.

SIGNATURE OF BORROWER

DATE SIGNED

**SOCIAL SECURITY NUMBER
NUMBER**

(AREA CODE) PHONE

GUARANTY

The undersigned personally guarantees and agrees to pay when due, or upon demand, the full amount of any indebtedness owing George P. Hunt Scholarship Loan Fund by the BORROWER in connection with such loan plus reasonable attorneys fees and collection costs.

SIGNATURE OF GUARANTOR (PARENT AND/OR GUARDIAN)

DATE SIGNED

PHONE NUMBER OF GUARANTOR

AGREEMENTS:

The words, I, me and mine refer to the borrower. The words you and yours refer to the lender or subsequent holder. Before funds are disbursed, I must sign this Application/Promissory Note. The loan proceeds will be disbursed directly to the named applicant. You and I agree that the maturity dates of all my other HSL notes held by you shall be extended to the maturity date of this Application/Promissory Note provided I have not entered repayment on the HSL notes. I agree to observe and comply with all rules of HSLF relating to this loan and to inform you in writing within 10 days of any changes occurring in my school enrollment status, or in my name or address. I agree that I must repay this Note though I may be under 18 years of age when the Note is signed. As a condition of receiving this loan, I agree that any subsequent legal proceedings necessary to enforce the obligations to the HSLF may be instituted in the County of Greene, State of Illinois, and that I will not object, thereto, notwithstanding that at the time such proceedings are instituted, I may reside in a County other than Greene County. If I fail to make any payments when they are due, I will also pay all charges and other costs (including, but not limited to, reasonable attorney's fees and collection costs) incurred for the collection and/or enforcement of this Note. If a payment is late (10 days or more), I may be charged \$5.00 or 5% of the installment payment, whichever is less.

SECURITY INTEREST:

All of my funds now or later in your custody, or in transit, shall be subject to a lien for my unpaid liabilities to you, and upon occurrence of a default hereunder, you shall have the right to set off against such funds and property.

GRACE PERIOD:

The "Grace Period" is the period between the time the borrower ceases at least half-time study at an eligible educational institution and the time when the borrower must begin to repay the loan in regular monthly installments. The grace period is six (6) months.

REPAYMENT:

Except as provided below, I will repay by HS Loans a minimum payment of \$50.00 per month or amount determined by an amortization schedule of no longer than ten (10) years.

The particular terms and conditions of repayment that apply to this loan will be set forth in a separate document, known as a repayment schedule, that the lender will provide to me before the repayment period begins.

ACCELERATION PROVISION:

Upon the occurrence of any of the following events, my HSL notes shall, at your option, become immediately due and payable if: (1) I fail to make payments when due, or any installment of interest, unless you agree to allow the accrued interest to be capitalized as part of the principal amount; or (2) I make a false representation which results in my receiving a loan for which I am

not eligible. In the event of acceleration, interest shall continue to accrue on any unpaid balance.

DEFAULT:

Default means the failure of a borrower to make an installment payment when due or to meet other terms of the Promissory Note under circumstances where lender finds it reasonable to conclude that the borrower no longer intends to honor the obligation to repay, provided that this failure persists for:

1. _____ days for a loan repayable in monthly installments; or
2. _____ days for a loan repayable in less frequent installments.

If I default on this loan, the lender may declare the entire amount of the loan, including interest, immediately due and payable.

CANCELLATION:

My loan debt will be cancelled if documentation of my death is submitted to the lender or subsequent holder; or if the lender or subsequent holder accepts a statement submitted to it from a physician verifying my total and permanent disability. I understand that my loan is not automatically discharged in bankruptcy. The HSL program does not have provisions which enable this loan to be cancelled or forgiven in whole or in part if I become a teacher.

PREPAYMENT:

I may, at my option and without penalty, prepay all or any part of the principal of this loan at any time. If I do so, I will be entitled to a rebate of any earned interest that I have paid.

CREDIT BUREAU NOTIFICATION:

Information concerning the amount of this loan and its repayment may be reported to one or more credit bureau organizations. IF I DEFAULT ON THIS LOAN, THE LENDER, HOLDER OR GREENFIELD COMMUNITY UNIT SCHOOL DISTRICT NO. 10 WILL ALSO REPORT THE DEFAULT TO CREDIT BUREAU ORGANIZATIONS. THIS MAY SIGNIFICANTLY AND ADVERSELY AFFECT MY ABILITY TO OBTAIN OTHER CREDIT.

The lender or holder must notify me at least 30 days in advance that information about the default will be disclosed to credit organizations unless I enter into repayment on the loan within 30 days.

The lender must provide a timely response to a request from any credit organization regarding objections I might raise with that organization about the accuracy and completeness of information.

ABBREVIATIONS:

Hunt Scholarship Loan Fund has been abbreviated to HSLF; Hunt Scholarship Loan (HSL); and Hunt Scholarship (HS).

SIGNATURE OF BORROWER

DATE

GUARANTY

The undersigned personally guarantees and agrees to pay when due, or upon demand, the full amount of any indebtedness owing George P. Hunt Scholarship Loan Fund by the BORROWER in connection with such loan plus reasonable attorney's fees and collection costs.

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SIGNATURE OF GUARANTOR (PARENT AND/OR GUARDIAN)

DATE SIGNED