

**Bank of North Dakota**  
PO Box 5509  
Bismarck, ND 58506-5509  
800.472.2166 ext. 328.5763

## Loan Interest Rate (Variable) & Fees

Your **starting interest rate** will be

**5.25%**

After the starting rate is set, your rate will then vary with the market, and will never exceed 6.00% APR.

### Your Starting Interest Rate (upon approval)

The starting interest rate you pay will be determined when your loan is approved. For more information, see Reference Notes.

### Your Interest Rate During the Life of the Loan

**Your rate is variable.** This means that your rate could increase and decrease throughout the life of the loan. The variable rate is based upon Bank of North Dakota's (BND's) current Base Rate. For more information on this rate, see Reference Notes.

Although the rate will vary after you are approved, it will **never exceed 6.00%** (the maximum allowable for this loan).

### Loan Fees

**Late Charge:** 6% of the unpaid portion of the installment or a maximum amount of \$15.00.

**Non-Sufficient Funds (NSF):** \$25.00.

## Loan Cost Examples

The total amount you will pay for this loan will vary depending upon when you start to repay it. This example provides estimates based upon three (3) different repayment options available to you while enrolled in a 12 month internship.

Repayment Option	Amount Provided	Interest Rate (highest possible starting rate)	Loan Term (how long you have to pay off the loan)	Total Paid Over Life of the Loan (includes associated fees)
<b>1. DEFER PAYMENTS</b> Make no payments while participating in your internship. Interest will be charged and added to your loan upon entering repayment.	\$7,500	5.25%	10 years starting <u>after</u> the deferment period	<b>\$10,162.80</b>
<b>2. PAY ONLY THE INTEREST</b> Make interest payments but defer payments on the principal amount while participating in internship.	\$7,500	5.25%	10 years starting <u>after</u> the deferment period	<b>\$10,050.15</b>
<b>3. MAKE FULL PAYMENTS</b> Pay both the principal and interest amounts while participating in internship.	\$7,500	5.25%	10 years starting after your first payment	<b>\$9,656.40</b>

### About this example

The repayment example assumes that you remain in your internship for 12 months and begin repayment immediately.

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## Next Steps

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### To Apply for this Loan, Complete the Application.

An Approval Disclosure will be provided to you by BND after you have completed the application process and your loan has been approved. The Approval Disclosure will identify the loan terms in effect at the time and will be available for 45 days (terms will not change during this period, except as permitted by law and the variable interest rate may change based on the market).

## REFERENCE NOTES

### Variable Interest Rate

- Your rate is variable. This means that your rate could be lower or higher than the rates on this form.
- The variable rate will be set on the date my application is approved and will equal BND's current Base Rate. The rate will change as BND's current Base Rate decreases and increases throughout the life of the loan, but it will never exceed 6.00% APR.
- Rate changes can impact your monthly payment amount.
- BND's current Base Rate is available on BND's website at [bnd.nd.gov](http://bnd.nd.gov).

### Eligibility Criteria

#### Borrower

- You must be a U.S. citizen.
- You must be participating in an internship at an eligible substance abuse treatment facility in North Dakota to obtain a license as an addiction counselor.

### Cosigners

- You must meet BND's credit criteria or a creditworthy cosigner is required.

### Bankruptcy Limitations

- If you file for bankruptcy, you may still be required to pay back the loan.

**More information about interest rates, loan eligibility, repayment and deferment options are available in your loan application and promissory note or by calling BND at 701.328.5660 or toll free at 800.472.2166.**



**ADDICTION COUNSELOR INTERNSHIP LOAN  
BORROWER APPLICATION AND PROMISSORY NOTE**  
BANK OF NORTH DAKOTA  
STUDENT LOAN SERVICES  
SFN 60865 (09-2016)

For Lender Use Only

Approved <input type="checkbox"/>	Denied <input type="checkbox"/>	Initials	Date
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**WARNING:** Any person who knowingly makes a false statement or misrepresentation on this form is subject to criminal penalties.

**Before You Begin**

This loan application must be completed entirely or your loan request will be delayed. Print using a dark ink ballpoint pen. This Borrower Application and Promissory Note is a legal document. This promissory note must be signed and dated by the borrower. **PAGES 1 & 2 MUST BE RETURNED TO BND FOR YOUR APPLICATION TO BE PROCESSED.**

**MAIL OR FAX COMPLETED APPLICATION TO:**  
**Bank of North Dakota (BND) PO Box 5509, Bismarck, ND 58506-5509 FAX: 701.328.5696**  
**800.472.2166 ext. 328.5660 800.366.6888 (TTY)**

**Section A. Borrower Information**

Last Name		First Name		Middle Initial
Social Security Number	Date of Birth (mm/dd/yyyy)	Are you a U.S. Citizen? <input type="checkbox"/> Yes <input type="checkbox"/> No (You must be a U.S. Citizen to be eligible for this loan.)		
Permanent Street Address (if PO Box, you MUST also list your street address)		City	State	ZIP Code
Home Telephone Number (include area code – if no home number, enter N/A)		Cell Telephone Number (include area code – if no cell number, enter N/A)		
Driver's License State	Driver's License Number (if you have no license, enter N/A in Driver's License State field)	Email Address (lender may communicate with you using this email address)		
Employer Name (If you are not employed, enter N/A.)		Employer Telephone Number (include area code)		
Are you applying with a cosigner? <input type="checkbox"/> Yes <input type="checkbox"/> No		I consent to mobile phone communications, to include text messaging, email, etc., where available. Consent is not a condition of this loan. <input type="checkbox"/> Yes <input type="checkbox"/> No		
Name of School Last Attended or Currently Attending		Amount Requested (lifetime borrower loan limit of \$7,500) \$		

**Section B. Reference Information**

References: You must provide three separate references that are friends or relatives with **different United States addresses** who have known you for at least three years. **Do not include individuals who live with you (except for a parent).** All information **must** be completed. If a reference does not have an email address or does not wish to provide one, enter N/A. References must have at least one telephone number to be a valid reference.

Reference Name			Reference Name			Reference Name		
Street Address			Street Address			Street Address		
City	State	ZIP Code	City	State	ZIP Code	City	State	ZIP Code
Email Address			Email Address			Email Address		
Home Telephone Number (include area code)			Home Telephone Number (include area code)			Home Telephone Number (include area code)		
Cell Telephone Number (include area code)			Cell Telephone Number (include area code)			Cell Telephone Number (include area code)		
Relationship to Borrower			Relationship to Borrower			Relationship to Borrower		

**Section C. Internship Treatment Facility Information**

Name of Facility	City	State	ZIP Code
Treatment Facility Telephone Number (include area code)	Name of Registered Clinical Supervisor at Treatment Facility		

Last Name	First Name	Middle Initial
Social Security Number		

**Section D. Cosigner Requirements**

A Cosigner Credit Application and Promissory Note must be completed if:

- You do not meet BND's credit criteria.

**Section E. Borrower Certification and Authorizations**

**I make the following authorizations and statements of understanding:**

**A.** I must notify my lender if any of the following events occur:

- I change my address, email address or any of my telephone numbers,
- I change my name,
- I change employers, or
- I have any other change that would affect my ability to repay this loan.

**B.** I understand my loan(s) will not automatically be discharged in bankruptcy.

**C.** I authorize the lender or their agents to investigate my credit record and to report information concerning this loan to persons and organizations permitted by law to receive this information. The status of this loan will be reported to consumer reporting agencies on a monthly basis until the loan is paid in full.

**D.** I understand it is my responsibility to pay interest on the unpaid principal amount of the loan from the date BND disburses funds until the loan is paid in full. I am responsible to repay the entire principal amount, all accrued interest, late charges and collection costs.

**E.** I authorize the release of information related to this loan by and amongst the treatment facility, BND, and subsequent loan holder(s) and their agents, and members of my immediate family unless I submit written directions otherwise.

**F.** I authorize my lender or their agents to: (i) make inquiries of my cosigner; (ii) make inquiries of my employer; (iii) release information and make inquiries to the persons I have listed on my loan application as references, for the purpose of learning my current address and telephone number; (iv) release information and make inquiries to my immediate family members unless I submit written directions otherwise.

**G.** If necessary to service my account or collect amounts I owe, I authorize my lender or their agents to contact me at any number I provide or at any number they reasonably believe I can be reached. I authorize them to contact me by calling, texting or by email. I may be contacted by an automated dialer or through the use of prerecorded messages. I may be contacted on a mobile, wireless or similar device, even if I am charged for it. I also understand that calls may be monitored or recorded.

**H. I understand I have the right to NOT be contacted by email, by text or by an automated/prerecorded message if I notify my lender in writing that I prefer no contact using any one or all of those methods.**

**Review your Borrower Application and Promissory Note to ensure you have completed all sections.**

**Section F. Promissory Note (To be completed and signed by the borrower)**

**LOAN PROGRAM FUNDING:** The Addiction Counselor Internship Loan Program has limited funding; therefore, BND may not be able to approve all eligible borrower loan requests. Approval will be determined based upon funds available and the date the completed application was received.

**PROMISE TO PAY**  
I promise to pay to the lender all sums disbursed (hereinafter "loan") under the terms of this Promissory Note (hereinafter "Note") to pay off my prior loan obligations, plus interest and other charges and fees that may be due as provided in this Note. Unless I make interest payments, interest that accrues on my loan during my internship, school or any deferment periods may be added to the principal balance of my loan. If I do not make payments on this loan when due and my failure to make payments persists for 270 days, I will also pay reasonable collection costs, including but not limited to attorney's fees, court costs and other fees.

I will not sign this Note before reading the entire Note, even if I am told not to read it. I am entitled to an exact copy of this entire Note. My signature certifies I have read, understand and agree to all of the terms and conditions of this Note. Under penalty of perjury, I certify the information provided on this Addiction Counselor Internship Loan Borrower Application and Promissory Note is true, complete and accurate to the best of my knowledge.

**AUTHORIZATION:** I agree and allow Bank of North Dakota (BND) and its affiliates to contact me through mobile phone communications, to include text messages, email, etc., where available at the current or any future numbers that I provide; this includes my authorization for BND to provide telemarketing offers related to their products and or services in the same manner. Communication may include the use of automated telephone dialing equipment or artificial or prerecorded voice. I accept BND's contact with me, even if my provider may charge me for the delivery of such. I understand consent is not a requirement or condition of this application and I have the right to cancel this authorization with BND at any time and in any reasonable manner.

**UNSUBSCRIBE/CANCEL:** You may withdraw your authorization for BND to provide telemarketing offers related to their products and or services through our secure website; or by calling us at 800.472.2166 ext. 328.5660 (toll free), 701.328.5660 (local), or 800.366.6888 (TTY); or by stopping at our office located at 1200 Memorial Hwy, Bismarck, ND.

I have included my Award Letter issued by either my designated consortium or the North Dakota Board of Addiction Counseling Examiners showing my acceptance into an internship at an eligible substance abuse treatment facility in North Dakota.

**I UNDERSTAND THIS IS A LOAN THAT I MUST REPAY. YOU MUST SIGN AND DATE THIS PROMISSORY NOTE.**

Last Name (print)	First Name (print)	Middle Initial (print)
Borrower Signature		Date (mm/dd/yyyy)

## ADDICTION COUNSELOR INTERNSHIP LOAN BORROWER APPLICATION AND PROMISSORY NOTE (continued)

### Eligible Borrowers

You must be a U.S. citizen. You must be participating in an internship at an eligible substance abuse treatment facility in North Dakota to obtain a license as an addiction counselor.

You must meet BND's credit criteria or a creditworthy cosigner is required.

### Lifetime Program Borrower Limit

The minimum loan amount is \$500 and the maximum lifetime loan amount is \$7,500.

### Interest Rate

The variable rate will be set on the date my application is approved and will equal BND's current Base Rate. The rate will change as BND's current Base Rate decreases or increases throughout the life of the loan, but it will never exceed 6.00% APR. Rate changes can impact your monthly payment amount.

Interest rate information for this loan is indicated on the Loan Approval Disclosure and is available on BND's website at [bnd.nd.gov](http://bnd.nd.gov).

### Credit Bureau Notification

Information concerning the amount, disbursement and repayment of my loan will be reported monthly to national consumer reporting agencies. My 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.

### Repayment

My loan will enter a standard loan repayment period within 12 months following the start date of my addiction counselor internship. The minimum monthly payment is \$50 with the first payment due within one month of entering repayment.

I will be given a choice of repayment options. I must make payments on my loan even if I do not receive a bill or repayment notice.

To release a cosigner from a loan, each of the following requirements must be met:

- I must be found creditworthy based on the credit criteria in effect at the time the request is made.
- I must have made 24 consecutive, regular on-time payments to BND.
- A regular on-time payment is a payment received within 15 days of the due date while in repayment status. This does not include payments made during forbearance, deferment or income sensitive repayment periods.
- The payment counter restarts if there is a period of reduced payments, income sensitive, deferment or forbearance or a payment is received more than 15 days past the due date.
- I must submit the Addiction Counselor Internship Loan Request for Release of Cosigner form.

### Payments

Payments will be applied to interest, costs or fees first and then to my principal balance.

I may prepay any part of the unpaid balance on my loan at any time without penalty.

### Late Charges and Collection Costs

If I fail to make any part of an installment payment within 15 days after the due date, my lender may assess a late fee not to exceed six percent of the unpaid portion of the installment or a maximum amount of \$15. There may be a charge on non-sufficient funds (NSF) payments as allowed under the North Dakota Century Code.

### Postponing or Reducing Payments

Under certain circumstances, I may be able to postpone or reduce the payments on my loan if I request a deferment and provide evidence that verifies my eligibility. The types of deferments that may be available are:

- While participating in a qualified addiction counselor internship.
- While I am enrolled at least half-time at an eligible institution.
- Temporary Financial Hardship. At the discretion of my lender, I may qualify to postpone my payments for up to a maximum of 36 months based upon unemployment or other financial hardship.
- While serving on Active Duty during a war or other military operation.
- If I am affected by a natural disaster, local or national emergency declared by an appropriate government agency.

My lender is not required to postpone or reduce my monthly payment. If my lender agrees to postpone my monthly payment(s), interest on my loan will continue to accrue. Although I am not required to make payments during these periods, it is to my advantage and I am encouraged to make payments during this time. By making payments, or by paying some of the interest, it will reduce the total amount I will pay over the life of the loan. Interest not paid will be added to my principal balance through capitalization when my loan enters repayment.

I should contact my lender for more details on my options.

### Loan Cancellation

I understand my loan debt may be cancelled if I die or if I become permanently and totally disabled. My request for cancellation based on a permanent and total disability may not be approved if the condition existed before I applied for this loan. My lender will determine what documentation is required to apply for loan cancellation.

### Acceleration and Default

At the option of the lender, the entire unpaid balance will become due and payable when I make a false statement that results in my receiving a loan for which I am not eligible or I default on the loan. Default occurs when any of the following events occur: I fail to pay the entire balance after the lender has demanded payment in full; or I fail to make monthly payments when due and my failure persists for at least 270 days; or I fail to comply with other terms of the loan and the lender reasonably concludes I no longer intend to honor my repayment obligation.

My default will be reported to national consumer reporting agencies and will significantly and adversely affect my credit history. Defaulting shall have additional adverse consequences and may result in any or all of the following: loss of state income tax refunds, loss of state lottery prizes, legal action, assessment of collection charges, loss of professional license and loss of eligibility for deferments.

### Governing Law and Notices

This Note is governed by and construed in accordance with the laws of the State of North Dakota. Any action to enforce this Note must be adjudicated exclusively in the state District Court of Burleigh County, North Dakota. Any notice required to be given to me will be effective if mailed by first class mail to the latest address I have provided to the loan holder of this Note, or if the lender reasonably determines that this address is no longer my address, to the latest address secured by the lender or other reliable source. Failure by the lender to enforce or insist on compliance with any term on this Note shall not be a waiver of any right of the lender. No provision of this Note may be modified or waived, except in writing. If any provision of this Note is determined to be unenforceable, the remaining provisions shall remain in force.

### Important Information about Procedures for Opening a New Account

To help the federal government fight the funding of terrorism and money laundering activities, Section 326 of the USA PATRIOT Act<sup>1</sup> requires all financial institutions to obtain, verify and record information that identifies each person who opens an account (checking, savings, certificates of deposit, loans, safekeeping services, trust services, etc.). What this means for you:

- When you open an account or request certain services, we will ask for your name, address, date of birth, identification number such as your Social Security Number or Tax Identification Number, and other information that will allow us to identify you.
- We may also ask to see your driver's license or other identifying documents.

The principal purpose and routine uses of this information are to verify your identity, provide for the servicing of your account or loan, including communications with consumer reporting agencies, and in the event it is necessary, to locate you and collect on your loan(s). Providing any requested information is mandatory in order to open the account or receive the requested service. We will not be able to open your account or grant the service if the requested information is not provided.

In all cases, protection of our customers' identity and confidentiality is the Bank's pledge to you.

<sup>1</sup> This notice also satisfies our obligations under the Privacy Act of 1974.

**MILITARY LENDING ACT**  
Federal law provides important protections to regular or reserve members of the Army, Navy, Marine Corps, Air Force or Coast Guard, serving on active duty under a call or order that does not specify a period of 30 days or fewer, and their dependents. Members of the Armed Forces and their dependents may be able to obtain financial assistance from Army Emergency Relief, Navy and Marine Corps Relief Society, the Air Force Aid Society, or Coast Guard Mutual Aid. Members of the Armed Forces and their dependents may request free legal advice regarding an application for credit from a service legal assistance office or financial counseling from a consumer credit counselor.

To receive a verbal disclosure of this benefit and information about repayment estimates, please call 844.497.8579.

**FACTS**

**WHAT DOES Bank of North Dakota DO WITH YOUR PERSONAL INFORMATION?**

**Why?**

Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share, and protect your personal information. Please read this notice carefully to understand what we do.

**What?**

The types of personal information we collect and share depend on the product or service you have with us. This information can include:

- Social Security number and income
- account balances and transaction history
- account transactions and credit history

When you are no longer our customer, we continue to share your information as described in this notice.

**How?**

All financial companies need to share customers' personal information to run their everyday business. In the section below, we list the reasons financial companies can share their customers' personal information; the reasons Bank of North Dakota chooses to share; and whether you can limit this sharing.

Reasons we can share your personal information	Does the Bank of North Dakota share?	Can you limit this sharing?
<b>For our everyday business purposes -</b> such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus.	Yes	No
<b>For our marketing purposes -</b> to offer our products and services to you.	Yes	No
<b>For joint marketing with other financial companies</b>	No	We don't share
<b>For our affiliates' everyday business purposes -</b> information about your transactions and experiences.	No	We don't share
<b>For our affiliates' everyday business purposes -</b> information about your creditworthiness.	No	We don't share
<b>For nonaffiliates to market to you</b>	No	We don't share

**Questions?**

Call 1-800-472-2166 or go to [www.bnd.nd.gov](http://www.bnd.nd.gov)

## Who we are

<b>Who is providing this notice?</b>	Bank of North Dakota (BND) Student Loans of North Dakota (SLND), as administered by the BND
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## What we do

<b>How does Bank of North Dakota protect my personal information?</b>	To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include computer safeguards and secured files and buildings.
<b>How does Bank of North Dakota collect my personal information?</b>	We collect your personal information, for example, when you <ul style="list-style-type: none"><li>■ open an account or apply for a loan</li><li>■ make a wire transfer or show your government issued ID</li><li>■ make deposits or withdrawals from your account.</li></ul> We also collect your personal information from credit bureaus.
<b>Why can't I limit all sharing?</b>	Federal law gives you the right to limit only: <ul style="list-style-type: none"><li>■ sharing for affiliates' everyday business purposes - information about your creditworthiness</li><li>■ affiliates from using your information to market to you</li><li>■ sharing for nonaffiliates to market to you</li></ul> State law and individual companies may give you additional rights to limit sharing.

## Definitions

<b>Affiliates</b>	Companies related by common ownership or control. They can be financial and nonfinancial companies. <ul style="list-style-type: none"><li>■ <i>Bank of North Dakota has no affiliates.</i></li></ul>
<b>Nonaffiliates</b>	Companies not related by common ownership or control. They can be financial and nonfinancial companies. <ul style="list-style-type: none"><li>■ <i>Bank of North Dakota does not share with nonaffiliates so they can market to you.</i></li></ul>
<b>Joint Marketing</b>	A formal agreement between nonaffiliated financial companies that together market financial products or services to you. <ul style="list-style-type: none"><li>■ <i>Bank of North Dakota does not jointly market.</i></li></ul>

## Other important information

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