

Nevada Office of Western Interstate Commission for Higher Education (WICHE) Stipend Conversion to Loan for Non-Fulfillment of Practice Obligation Application Disclosure

BORROWER:

CREDITOR:

Nevada Office of WICHE
2601 Enterprise Road
Reno, Nevada 89512

PSEP Physical Therapy

Loan Rates & Estimated Total Costs

Total Loan Amount	Interest Rate	Finance Charge	Total of Payments
\$56,250.00	7.94%	\$25,432.28	\$81,682.28
¹ Estimated total amount of loan (total stipend received to complete educational program) converted to loan if participant breaches stipend contract.	Your interest rate.	The estimated amount the credit will cost you.	The estimated amount you will have paid when you have made all payments.

ITEMIZATION OF AMOUNT FINANCED

Amount paid to you:	\$0.00
Stipend Amount paid to your institution on your Behalf	+ \$56,250.00
Amount Financed (total amount provided)	= \$56,250.00
• Accrued interest at 7.94%	+ \$25,431.28
Total Loan Amount	= \$81,682.28

ABOUT YOUR INTEREST RATE

- Your rate is fixed. This means that your actual rate will NOT vary with the market once you enter repayment. Your rate could be lower or higher than the rate on this form.

FEES

- **Late Charge:** \$15 on any installment which is late.
- **Returned check charge:** \$25 charge for any payment returned for non-sufficient funds or stopped payment.
- **One Time Default Fee when you begin repaying the loan:** Up to 10% of total loan amount.

¹Nevada WICHE participants are not guaranteed a yearly stipend to complete their practice program. Selection of stipend participants is based on eligibility, meeting compliance requirements as well as availability of funding from the Nevada legislature.

Example: Estimated Repayment Schedule & Terms

10 YEAR LOAN TERM	MONTHLY PAYMENTS
	at 7.94% the current interest rate of your loan
Jan. 1, 2037 – Dec. 31, 2047 120 monthly payments	\$680.69
Jan. 1, 2048 1 monthly payment	\$676.21

Federal Loan Alternatives

Interest Rates for Direct Loans First Disbursed on or After July 1, 2025, and Before July 1, 2026. The rates for Direct Loans after July 1, 2026, before July 1, 2027, have not been posted yet.

Loan program	Current Interest Rates by Program Type
Direct Unsubsidized Loans for Graduate or Professional	7.94% fixed
Direct PLUS Loans for Parents and Graduate or Professional Students, note that this program is being eliminated July 1, 2026.	8.94% fixed

You may qualify for Federal education loans.

For additional information, **contact your school's financial aid office or the Department of Education at:**

Home Page <https://studentaid.gov/>

Direct Subsidized and Direct Unsubsidized Loan Information
<https://studentaid.gov/understand-aid/types/loans/subsidized-unsubsidized>

Next Steps & Terms of Acceptance

1. Find Out About Other Loan Options.

Contact your school's financial aid office for more information.

2. To apply for the Nevada WICHE PSEP go to <https://nvwiche.nevada.edu/applications/> and for more information regarding this stipend go to <https://nvwiche.nevada.edu/psep/>.

REFERENCE NOTES

Practice Obligation Grace Period per Nevada Revised Statute 397.0645 (1) (c)

- (1) Your practice obligation commences within 1 year after completion or termination of education, internship or residency for which you received the stipend.
- (2) You must complete your practice obligation within 5 years after the completion or termination of education, internship or residency for which you received the stipend.

Non-fulfillment of Practice Obligation/Conversion of Stipend to Loan per Nevada Revised Statute 397.0645 2

- (a) If you do not fulfill your practice obligation, Nevada Office of WICHE shall convert the stipend into a loan to be repaid in accordance with Nevada Revised Statute 397.0645 from the first day of the term for which you received the stipend.
- (b) Nevada Office of WICHE shall assess a default charge if you received the stipend to participate in a program administered by the Nevada Office.

Petition Option for Nevada WICHE Participants for Hardship

- Participants may petition the Nevada WICHE Commissioners for reduction or extension of practice obligation.
- Participants may petition the Nevada WICHE Commissioners for reduction of principal balance, extension of repayment or credit on stipend loan conversion for professional services provided without compensation to the State or its political subdivisions.

Terms of Repayment for Stipend Converted to Loan

- Per Nevada Administrative Code 397 the Director of the Nevada Office may negotiate the terms for repayment of a stipend converted to a loan pursuant to Nevada Revised Statute 397.9645, including and without limitation, how and when a recipient of such a loan who is in default will be required to make payments.

Forbearance/Deferment

- Contact Nevada Office of WICHE for deferment requests in the event of financial hardship or internships/residencies.