

#	Subject	Summary of Change to <i>Common Manual</i>	Type of Update	Effective Date
1306	Special Allowance and Interest Rate Reporting	<p><b>Figure A-5 LaRS Special Allowance and Interest Rate Reporting for FFELP Loans</b></p> <p>The National Council of Higher Education Resources (NCHER) Program Regulations Committee has provided an updated version of its LaRS Special Allowance and Interest Rate Reporting for FFELP Loans chart for inclusion in the Manual. This version is dated August 2014, and contains statutory changes made to special allowance codes as a result of the Consolidated Appropriations Act of 2012.</p>	Federal	<p>For special exceptions for certain loans first disbursed on or after April 1, 2006, and before July 1, 2010.</p> <p>Prohibition of new FFELP loans after June 30, 2010.</p>

# COMMON MANUAL – FEDERAL POLICY PROPOSAL

Date: October 9, 2014

	DRAFT	Comments Due	
X	FINAL	Consider at GB meeting	Oct 16
	APPROVED	with changes/no changes	

**SUBJECT:** Special Allowance and Interest Rate Reporting

**AFFECTED SECTIONS:** Figure A-5 LaRS Special Allowance and Interest Rate Reporting for FFELP Loans

**POLICY INFORMATION:** 1306/Batch 201

**EFFECTIVE DATE/TRIGGER EVENT:** For special exceptions for certain loans first disbursed on or after April 1, 2006 and before July 1, 2010.

Prohibition of new FFELP loans after June 30, 2010.

**BASIS:**  
Consolidated Appropriations Act, 2012; Public Law 112-74; §682.302(b).

**CURRENT POLICY:**  
Current policy reflects a version of Figure A-5 LaRS Special Allowance and Interest Rate Reporting for FFELP Loans that is dated August 2010.

**REVISED POLICY:**  
The National Council of Higher Education Resources (NCHER) Program Regulations Committee has provided an updated version of its LaRS Special Allowance and Interest Rate Reporting for FFELP Loans chart for inclusion in the Manual. This version is dated August 2014, and contains statutory changes made to special allowance codes as a result of the Consolidated Appropriations Act of 2012.

**REASON FOR CHANGE:**  
This change incorporates a revised version of Figure A-5 LaRS Special Allowance and Interest Rate Reporting for FFELP Loans into Appendix A of the Manual.

**PROPOSED LANGUAGE - COMMON MANUAL:**  
Revise Figure A-5 of the July 2014 Common Manual, pages 19-21, as follows:

See attached chart.

**PROPOSED LANGUAGE - COMMON BULLETIN:**  
**Special Allowance and Interest Rate Reporting**  
Appendix A of the *Common Manual* has been updated to incorporate a revised version of Figure A-5 LaRS Special Allowance and Interest Rate Reporting for FFELP Loans, provided by the NCHER Program Regulations Committee.

**GUARANTOR COMMENTS:**  
None.

**IMPLICATIONS:**  
*Student/Borrower:*  
None.

*School:*  
None.

*Lender/Servicer:*  
None.

*Guarantor:*  
None.

U.S. Department of Education:  
None.

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**To be completed by the Policy Committee**

**POLICY CHANGE PROPOSED BY:**  
CM Policy Committee

**DATE SUBMITTED TO CM POLICY COMMITTEE:**  
August 25, 2014

**DATE SUBMITTED TO CM GOVERNING BOARD FOR APPROVAL:**  
October 9, 2014

**PROPOSAL DISTRIBUTED TO:**  
CM Policy Committee  
CM Guarantor Designees  
Interested Industry Groups and Others

**Comments Received from:**  
AES/PHEAA, ASA, College Assist, Great Lakes, MDHE, MGA, NCHER, NELA, PPSV, SCSLC, TG, TSAC,  
and USA Funds.

**Responses to Comments**

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All commenters supported this proposal as written. We appreciate the review of all commenters, their careful consideration of this policy, and their assistance in crafting clear, concise policy statements.

ks/edited tmh

## LaRS Special Allowance and Interest Rate Reporting For FFELP Loans

Loan Type Code		Special Allowance Factor					
SF <sup>1</sup>	Subsidized Stafford and Subsidized FISL loans	SA	3.50% round up to 1/8%	SL	3.10%	CK, LK	2.09%
PL	PLUS (parent) loans and Grad PLUS loans	SB	3.50%	CA, CE, LA, LE	1.74%	CI, LI, ENFP <sup>6</sup>	1.34%
PL <sup>2</sup>	PLUS (student) and ALAS loans	SD	3.25%	CB, CF, LB, LF	2.34%	CJ, CM, LJ, LM, ENFP <sup>6</sup>	1.94%
SU	Unsubsidized Stafford loans	SE, SG	3.10%	CC, CG, LC, LG	2.64%	CK, LK, ENFP <sup>6</sup>	2.24%
SL	SLS loans	SH	2.50% / 3.10% (see below)	CD, CH, LD, LH	2.64%	X* <sup>4,2</sup>	3.50%
SL <sup>3</sup>	PLUS (student) and ALAS loans	SJ	2.20%	CI, LI	1.19%		
CL	Consolidation loans	SK	2.80%	CJ, CM, LJ, LM	1.79%		
<b>Special Allowance Codes - For loans made or purchased with taxable funds or tax-exempt funds not subject to the minimum/maximum rules<sup>4</sup></b>							
SA	All loans first disbursed prior to 10-1-1981. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4, rounded up to the nearest 1/8 percent)	SB	All loans first disbursed on/after 10-1-1981 through 10-16-1986 and loans first disbursed on/after 10-17-1986 through 11-15-1986 with a loan period begin date prior to 11-16-1986. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4)				
SC	All loans first disbursed during sequester periods (1st four quarters after first disbursement). These sequester periods included 3-1-1986 to 9-30-1986 and 10-1-1989 to 12-31-1989. (Formulas no longer in effect)	SD	All loans first disbursed on/after 10-17-1986 through 11-15-1986 with a loan period begin date on/after 11-16-1986, and loans first disbursed on/after 11-16-1986 through 9-30-1992. (Formula: Average 91-day Tbill + 3.25% - Interest Rate / 4)				
SE	All loans first disbursed on/after 10-1-1992 through 6-30-1994, and consolidation loans based on applications received by the lender prior to 11-13-1997. (Formula: Average 91-day Tbill + 3.10% - Interest Rate / 4)	SG	All Stafford and PLUS loans first disbursed on/after 7-1-1994 through 6-30-1998 (except Stafford loans first disbursed on/after 7-1-1995 through 6-30-1998 while in school, grace, or deferment status) and consolidation loans based on applications received by the lender on/after 11-13-1997 through 9-30-1998. (Formula: Average 91-day Tbill + 3.10% - Interest Rate / 4)				
SH	All Stafford loans first disbursed on/after 7-1-1995 through 6-30-1998 while in school, grace, or deferment status, and PLUS loans first disbursed on/after 7-1-1998 through 12-31-1999. (Stafford Formula: Average 91-day Tbill + 2.50% - Interest Rate / 4) (PLUS Formula: Average 91-day Tbill + 3.10% - Interest Rate / 4)	SJ	All Stafford loans first disbursed on/after 7-1-1998 through 12-31-1999 while in school, grace, or deferment status. (Formula: Average 91-day Tbill + 2.20% - Interest Rate / 4)				
SK	All Stafford loans first disbursed on/after 7-1-1998 through 12-31-1999 while in a status other than in-school, grace or deferment status. (Formula: Average 91-day Tbill + 2.80% - Interest Rate / 4)	SL	Consolidation loans based on applications received by the lender on/after 10-1-1998 through 12-31-1999. (Formula: Average 91-day Tbill + 3.10% - Interest Rate / 4)				
CA	All Stafford loans first disbursed on/after 1-1-2000 through 3-31-2006 while in school, grace, or deferment status. (Formula: Average 3-month CP + 1.74% - Interest Rate / 4)	CB	All Stafford loans first disbursed on/after 1-1-2000 through 3-31-2006 while in a status other than in-school, grace, or deferment status. (Formula: Average 3-month CP + 2.34% - Interest Rate / 4)				
<u>LA<sup>9</sup></u>	<u>All Stafford loans first disbursed on/after 1-1-2000 through 3-31-2006 while in school, grace, or deferment status. (Formula: Average 1-month LIBOR + 1.74% - Interest Rate / 4)</u>	<u>LB<sup>9</sup></u>	<u>All Stafford loans first disbursed on/after 1-1-2000 through 3-31-2006 while in a status other than in-school, grace, or deferment status. (Formula: Average 1-month LIBOR + 2.34% - Interest Rate / 4)</u>				
CC	Consolidation loans based on applications received by the lender on/after 1-1-2000 through first disbursed on/before 3-31-2006. (Formula: Average 3-month CP + 2.64% - Interest Rate / 4)	CD	PLUS loans first disbursed on/after 1-1-2000 through 3-31-2006. (Formula: Average 3-month CP + 2.64% - Interest Rate / 4)				
<u>LC<sup>9</sup></u>	<u>Consolidation loans based on applications received by the lender on/after 1-1-2000 through first disbursed on/before 3-31-2006. (Formula: Average 1-month LIBOR + 2.64% - Interest Rate / 4)</u>	<u>LD<sup>9</sup></u>	<u>PLUS loans first disbursed on/after 1-1-2000 through 3-31-2006. (Formula: Average 1-month LIBOR + 2.64% - Interest Rate / 4)</u>				
CE	All Stafford loans first disbursed on/after 4-1-2006 through 9-30-2007 while in school, grace, or deferment status. (Formula: Average 3-month CP + 1.74% - Interest Rate / 4, subject to excess interest rebates)	CF	All Stafford loans first disbursed on/after 4-1-2006 through 9-30-2007 while in a status other than in-school, grace, or deferment status. (Formula: Average 3-month CP + 2.34% - Interest Rate / 4, subject to excess interest rebates)				
<u>LE<sup>9</sup></u>	<u>All Stafford loans first disbursed on/after 4-1-2006 through 9-30-2007 while in school, grace, or deferment status. (Formula: Average 1-month LIBOR + 1.74% - Interest Rate / 4, subject to excess interest rebates)</u>	<u>LF<sup>9</sup></u>	<u>All Stafford loans first disbursed on/after 4-1-2006 through 9-30-2007 while in a status other than in-school, grace, or deferment status. (Formula: Average 1-month LIBOR + 2.34% - Interest Rate / 4, subject to excess interest rebates)</u>				
CG	Consolidation loans first disbursed on/after 4-1-2006 through 9-30-2007. (Formula: Average 3-month CP + 2.64% - Interest Rate / 4, subject to excess interest rebates)	CH	PLUS loans first disbursed on/after 4-1-2006 through 9-30-2007. (Formula: Average 3-month CP + 2.64% - Interest Rate / 4, subject to excess interest rebates)				
<u>LG<sup>9</sup></u>	<u>Consolidation loans first disbursed on/after 4-1-2006 through 9-30-2007. (Formula: Average 1-month LIBOR + 2.64% - Interest Rate / 4, subject to excess interest rebates)</u>	<u>LH<sup>9</sup></u>	<u>PLUS loans first disbursed on/after 4-1-2006 through 9-30-2007. (Formula: Average 1-month LIBOR + 2.64% - Interest Rate / 4, subject to excess interest rebates)</u>				
CI	All Stafford loans first disbursed on/after 10-1-2007 through 6-30-2010 while in school, grace, or deferment status, including loans held by an ENFP <sup>6</sup> . (Formula: Average 3-month CP + 1.19% - Interest Rate / 4, subject to excess interest rebates) (ENFP Formula: Average 3-month CP + 1.34% - Interest Rate / 4, subject to excess interest rebates)	CJ	All Stafford loans first disbursed on/after 10-1-2007 through 6-30-2010 while in a status other than in-school, grace, or deferment status, including loans held by an ENFP <sup>6</sup> . (Formula: Average 3-month CP + 1.79% - Interest Rate / 4, subject to excess interest rebates) (ENFP Formula: Average 3-month CP + 1.94% - Interest Rate / 4, subject to excess interest rebates)				
<u>LI<sup>9</sup></u>	<u>All Stafford loans first disbursed on/after 10-1-2007 through 6-30-2010 while in school, grace, or deferment status, including loans held by an ENFP<sup>6</sup>. (Formula: Average 1-month LIBOR + 1.19% - Interest Rate / 4, subject to excess interest rebates) (ENFP Formula: Average 1-month LIBOR + 1.34% - Interest Rate / 4, subject to excess interest rebates)</u>	<u>LJ<sup>9</sup></u>	<u>All Stafford loans first disbursed on/after 10-1-2007 through 6-30-2010 while in a status other than in-school, grace, or deferment status, including loans held by an ENFP<sup>6</sup>. (Formula: Average 1-month LIBOR + 1.79% - Interest Rate / 4, subject to excess interest rebates) (ENFP Formula: Average 1-month LIBOR + 1.94% - Interest Rate / 4, subject to excess interest rebates)</u>				
CK	Consolidation loans first disbursed on/after 10-1-2007 through 6-30-2010, including loans held by an ENFP <sup>6</sup> . (Formula: Average 3-month CP + 2.09% - Interest Rate / 4, subject to excess interest rebates) (ENFP Formula: Average 3-month CP + 2.24% - Interest Rate / 4, subject to excess interest rebates)	CM	PLUS loans first disbursed on/after 10-1-2007 through 6-30-2010, including loans held by an ENFP <sup>6</sup> . (Formula: Average 3-month CP + 1.79% - Interest Rate / 4, subject to excess interest rebates) (ENFP Formula: Average 3-month CP + 1.94% - Interest Rate / 4, subject to excess interest rebates)				
<u>LK<sup>9</sup></u>	<u>Consolidation loans first disbursed on/after 10-1-2007 through 6-30-2010, including loans held by an ENFP<sup>6</sup>. (Formula: Average 1-month LIBOR + 2.09% - Interest Rate / 4, subject to excess interest rebates) (ENFP Formula: Average 1-month LIBOR + 2.24% - Interest Rate / 4, subject to excess interest rebates)</u>	<u>LM<sup>9</sup></u>	<u>PLUS loans first disbursed on/after 10-1-2007 through 6-30-2010, including loans held by an ENFP<sup>6</sup>. (Formula: Average 1-month LIBOR + 1.79% - Interest Rate / 4, subject to excess interest rebates) (ENFP Formula: Average 1-month LIBOR + 1.94% - Interest Rate / 4, subject to excess interest rebates)</u>				

Special Allowance Codes - For loans made or purchased with tax exempt funds subject to the minimum/maximum rules <sup>4</sup>				
SA	All loans first disbursed prior to 10-1-1980. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4, rounded up to the nearest 1/8 percent)		XA	All loans first disbursed on/after 10-1-1980 through 9-30-1981. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)
XB	All loans first disbursed on/after 10-1-1981 through 9-30-1992. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)		XC	All loans first disbursed during sequester periods (1st four quarters after first disbursement). These sequester periods include 3-1-1986 to 9-30-1986 and 10-1-1989 to 12-31-1989. (Formulas no longer in effect)
XE	All loans first disbursed on/after 10-1-1992 through 6-30-1994, and consolidation loans based on applications received by the lender prior to 11-13-1997. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)		XG	All Stafford and PLUS loans first disbursed on/after 7-1-1994 through 6-30-1998 (except Stafford loans while in school, grace, or deferment) and consolidation loans based on applications received by the lender on/after 11-13-1997 through 9-30-1998. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)
XH	All Stafford loans first disbursed on/after 7-1-1995 through 6-30-1998 while in school, grace, or deferment, and PLUS loans first disbursed on/after 7-1-1998 through 3-31-2006 <sup>4, 7</sup> , for quarters prior to 4-1-2006. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)		XJ	All Stafford loans first disbursed on/after 7-1-1998 through 3-31-2006 <sup>4, 7</sup> while in school, grace, or deferment. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)
XK	All Stafford loans first disbursed on/after 7-1-1998 through 3-31-2006 <sup>4, 7</sup> while in a status other than in-school, grace or deferment. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)		XL	Consolidation loans based on applications received by the lender on/after 10-1-1998 through first disbursement on/before 3-31-2006 <sup>4, 7</sup> . (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)
XM	All Stafford loans first disbursed on/after 4-1-2006 through 6-30-2010 while in school, grace, or deferment, held by lenders eligible for the HERA of 2005 special exemptions <sup>7</sup> . (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater, subject to excess interest rebates)		XN	All Stafford loans first disbursed on/after 4-1-2006 through 6-30-2010 while in a status other than in-school, grace or deferment, held by lenders eligible for the HERA of 2005 special exemptions <sup>7</sup> . (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater, subject to excess interest rebates)
XO	Consolidation loans first disbursed on/after 4-1-2006 through 6-30-2010, held by lenders eligible for the HERA of 2005 special exemptions <sup>7</sup> . (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater, subject to excess interest rebates)		XP	PLUS loans first disbursed on/after 4-1-2006 through 6-30-2010, held by lenders eligible for the HERA of 2005 special exemptions <sup>7</sup> . (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater, subject to excess interest rebates)
XQ	PLUS loans first disbursed on/after 1-1-2000 through 3-31-2006 <sup>4, 7</sup> , for quarters beginning on/after 4-1-2006, which loans would have been reported under the "XH" category for quarters prior to 4-1-2006. (Formula: Average 91-day Tbill + 3.50% - Interest Rate / 4 / 2, or 9.50% - Interest Rate, whichever is greater)			

Interest Rate Codes	
.07	<u>Fixed-rate Stafford loans for borrowers who acquired their first loan for a period of enrollment that began prior to 1-1-1981.</u>
Fixed	<u>All fixed-rate Stafford, FISL, PLUS, SLS, and ALAS loans made prior to 7-1-1994, other than the Stafford loans listed above, and all Consolidation loans based on applications received by the lender prior to 11-13-1997. Report the applicable rate with two decimal places.</u>
.07	<u>Stafford loans at a fixed rate of 7% or less.</u>
Fixed	Consolidation loans based on applications received by the lender on or after 10-1-1998 where the fixed interest rate is a weighted average of the underlying loan interest rates rounded up to the nearest 1/8 of a percent. Report the applicable fixed interest rate of the loan with five decimal places.
CVAR	<u>PLUS loans and SLS loans made prior to 7-1-1987 that were refinanced to a calendar-year variable rate, where the interest rate changes each January 1.</u>
VAR	<u>PLUS and SLS loans with first disbursements made on or after 7-1-1987, but before 10-1-1992, and PLUS and SLS loans made prior to 7-1-1987 that were refinanced to a standard variable rate, where the interest rate changes each July 1.</u>
EVAR	<u>All FFELP Stafford, PLUS, and SLS loans that were guaranteed as variable rate loans with first disbursements on or after 10-1-1992, where the interest rate changes each July 1, and Also, Consolidation loans (non-HEAL portions) based on applications received by the lender between 11-13-1997 and 9-30-1998, inclusive, and HEAL portions of Consolidation loans based on applications received by the lender on or after 11-13-1997, where the interest rate changes each July 1, and HEAL portions of Consolidation loans.</u>
FVAR#	Stafford loans that were originally guaranteed as fixed rate loans, but were converted to a variable rate, where the interest rate now changes each July 1. Includes 8/10% loans except for those that fall under the FVARX category. FVAR# includes FVAR7, FVAR8, FVAR9, FVAR10.
FVARX	FFELP Stafford loans with an 8/10% interest rate first disbursed to prior borrowers on or after 7-23-1992 but before 10-1-1992, when such loans reach the 49 <sup>th</sup> month of repayment and beyond.
.068	Stafford loans (subsidized and unsubsidized) made on or after 7-1-2006 (except subsidized Stafford loans made to undergraduate students as noted below).
.085	All PLUS loans (parent and Grad) made on or after 7-1-2006.
.060	Subsidized Stafford loans made to undergraduate students on or after 7-1-2008 through 6-30-2009.
.060*	All FFELP loan types first disbursed on or after 7-1-2008 that are subject to the SCRA interest rate limitation.
.056	Subsidized Stafford loans made to undergraduate students on or after 7-1-2009 through 6-30-2010.

Valid Special Allowance, Loan Type, and Interest Rate Code Reporting Combinations									
Subsidized Stafford		Unsubsidized Stafford		PLUS <sup>5</sup>		SLS <sup>5</sup>		Consolidation	
Taxable	Tax-exempt <sup>4</sup>	Taxable	Tax-exempt <sup>4</sup>	Taxable	Tax-exempt <sup>4</sup>	Taxable	Tax-exempt <sup>4</sup>	Taxable	Tax-exempt <sup>4</sup>
SA SF .07	SA SF .07	SE SU .07	XE SU .07	SA PL .09	XA PL .09	SA SL .09	XA SL .09	SC CL .09	XC CL .09
SA SF .09	XA SF .07	SE SU .08	XE SU .08	SB PL .14	XB PL .14	SB SL .14	XB SL .14	SC CL .10	XC CL .10
SB SF .07	XA SF .09	SE SU .09	XE SU .09	SB PL .12	XB PL .12	SB SL .12	XB SL .12	SC CL .11	XC CL .11
SB SF .08	XB SF .07	SE SU EVAR	XE SU EVAR	SB PL CVAR	XB PL CVAR	SB SL CVAR	XB SL CVAR	SC CL .12	XC CL .12
SB SF .09	XB SF .08	SE SU FVAR7	XE SU FVAR7	SC PL .12	XB PL VAR	SC SL .12	XB SL VAR	SD CL .09	XB CL .09
SC SF .07	XB SF .09	SE SU FVAR8	XE SU FVAR8	SC PL VAR	XC PL .12	SC SL VAR	XC SL .12	SD CL .10	XB CL .10
SC SF .08	XB SF .10	SE SU FVAR9	XE SU FVAR9	SD PL .12	XC PL VAR	SD SL .12	XC SL VAR	SD CL .11	XB CL .11
SC SF .09	XB SF FVAR7	SE SU FVAR10	XE SU FVAR10	SD PL CVAR	XE PL EVAR	SD SL VAR	XE SL EVAR	SD CL .12	XB CL .12
SD SF .07	XB SF FVAR8	SG SU EVAR	XG SU EVAR	SD PL VAR	XG PL EVAR	SD SL CVAR		SE CL .01-25	XE CL .01-25
SD SF .08	XB SF FVAR9	SH SU EVAR	XH SU EVAR	SE PL EVAR	XH PL EVAR	SE SL EVAR		SG CL EVAR	XG CL EVAR
SD SF .09	XB SF FVAR10	SJ SU EVAR	XJ SU EVAR	SG PL EVAR	XP PL EVAR			SL CL .#####	XL CL .#####
SD SF .10	XB SF FVARX	SK SU EVAR	XK SU EVAR	SH PL EVAR	XP PL .085			CC CL .#####	XO CL .#####
SD SF FVAR7	XC SF .07	CA SU EVAR	XM SU EVAR	CD PL EVAR	XQ PL EVAR			CG CL .#####	XO CL .06000 <sup>8</sup>
SD SF FVAR8	XC SF .08	CB SU EVAR	XN SU EVAR	CH PL EVAR	XP PL .060 <sup>8</sup>			CK CL .#####	
SD SF FVAR9	XC SF .09	CE SU EVAR	XMSU .068	CH PL .085				CK CL .06000 <sup>8</sup>	
SD SF FVAR10	XE SF .07	CF SU EVAR	XN SU .068	CM PL .085				LC CL .##### <sup>9</sup>	
SD SF FVARX	XE SF .08	CE SU .068	XM SU .060 <sup>8</sup>	CM PL .060 <sup>8</sup>				LG CL .##### <sup>9</sup>	
SE SF .07	XE SF .09	CF SU .068	XN SU .060 <sup>8</sup>	LD PL EVAR <sup>9</sup>				LK CL .##### <sup>9</sup>	
SE SF .08	XE SF EVAR	CI SU .068		LH PL EVAR <sup>9</sup>				LK CL .06000 <sup>8,9</sup>	
SE SF .09	XE SF FVAR7	CJ SU .068		LH PL .085 <sup>9</sup>					
SE SF EVAR	XE SF FVAR8	CI SU .060 <sup>8</sup>		LM PL .085 <sup>9</sup>					
SE SF FVAR7	XE SF FVAR9	CJ SU .060 <sup>8</sup>		LM PL .060 <sup>8,9</sup>					
SE SF FVAR8	XE SF FVAR10	LA SU EVAR <sup>9</sup>							
SE SF FVAR9	XG SF EVAR	LB SU EVAR <sup>9</sup>							
SE SF FVAR10	XH SF EVAR	LE SU EVAR <sup>9</sup>							
SG SF EVAR	XJ SF EVAR	LF SU EVAR <sup>9</sup>							
SH SF EVAR	XK SF EVAR	LE SU .068 <sup>9</sup>							
SJ SF EVAR	XM SF EVAR	LF SU .068 <sup>9</sup>							
SK SF EVAR	XN SF EVAR	LI SU .068 <sup>9</sup>							
CA SF EVAR	XM SF .068	LJ SU .068 <sup>9</sup>							
CB SF EVAR	XN SF .068	LI SU .060 <sup>8,9</sup>							
CE SF EVAR	XM SF .060 <sup>8</sup>	LJ SU .060 <sup>8,9</sup>							
CF SF EVAR	XN SF .060 <sup>8</sup>								
CE SF .068	XM SF .056								
CF SF .068	XN SF .056								
CISF .068									
CJ SF .068									
CI SF .060 <sup>8</sup>									
CJ SF .060 <sup>8</sup>									
CISF .056									
CJ SF .056									
LA SF EVAR <sup>9</sup>									
LB SF EVAR <sup>9</sup>									
LE SF EVAR <sup>9</sup>									
LF SF EVAR <sup>9</sup>									
LE SF .068 <sup>9</sup>									
LF SF .068 <sup>9</sup>									
LI SF .068 <sup>9</sup>									
LJ SF .068 <sup>9</sup>									
LI SF .060 <sup>8,9</sup>									
LJ SF .060 <sup>8,9</sup>									
LI SF .056 <sup>9</sup>									
LJ SF .056 <sup>9</sup>									

Notes	
1	Stafford Nonsubsidized and FISL Nonsubsidized loans disbursed prior to 10-1-1981 are included within SF loan types.
2	Loans disbursed prior to 10-17-1986 and <b>unable</b> to be distinguished from PLUS (parent) loans.
3	Loans disbursed prior to 10-17-1986 and <b>able</b> to be distinguished from PLUS (parent) loans.
4	Loans originally made or purchased with tax-exempt funds originally issued prior to 10-1-1993 receive ½ the regular special allowance rate but not less than 9.5% minus the applicable interest rate. Loans made or purchased with tax-exempt funds originally issued on or after 10-1-1993, loans held in tax-exempt bond issues that were refunded on or after 10-1-2004, and loans made or purchased on or after 2-8-2006 regardless of funding source (except those held by lenders eligible for the HERA of 2005 special exemptions), receive regular special allowance and must be reported using the taxable special allowance codes.
5	PLUS and SLS loans first disbursed on/after 7-1-1987 but before 7-1-1994, and PLUS loans first disbursed on/after 7-1-1998 but before 1-1-2000 do not receive any special allowance if the annual interest rate calculation does not exceed the applicable maximum interest rate. PLUS loans first disbursed on/after 1-1-2000 will receive special allowance for quarters beginning 4-1-2006, even if the annual interest rate calculation does not exceed the applicable maximum interest rate.
6	Eligible Not-For-Profit (ENFP) holders may receive the increased Special Allowance Factor on loans made on or after October 1, 2007 if they meet the statutory and regulatory requirements for ENFP holders and are designated as such in the Department of Education's Lender Reporting System (LaRS).
7	The HERA created a special exception for loans made or purchased through December 31, 2010, if the holder (1) Was, as of February 8, 2006, and during the quarter for which the special allowance is paid, a unit of the state or local government or a nonprofit private entity; (2) Was, as of February 8, 2006, and during the quarter, not owned or controlled by, or under the common ownership or control with, a for-profit entity; and (3) Held, directly or through any subsidiary, affiliate, or trustee, a total unpaid balance of principal equal to or less than \$100 million on loans for which special allowances were paid under section 438(b)(2)(B) in the most recent quarterly payment prior to September 30, 2005. Loans eligible for this special exception must have been first disbursed on or after April 1, 2006 but before July 1, 2010.
8	FFELP loans first disbursed on/after 7-1-2008 must be reported at the 6% rate when a borrower's interest rate is limited to 6% under the Servicemembers Civil Relief Act if the loan's applicable rate is higher than 6%. This also includes subsidized Stafford loans to graduates that have a 6.8% applicable rate.
9	<u>Section 309(e) of the Consolidated Appropriations Act, 2012 (Public Law 112-74) amended section 438(b)(2)(l) of the HEA to allow lenders or beneficial owners of FFEL Program loans to substitute the 1-month London Inter Bank Offered Rate (LIBOR) for the 3-month commercial paper rate for the purposes of Special Allowance Payment calculations on certain FFEL Program loans, for the calendar quarter beginning April 1, 2012 and each subsequent quarter. All loans for which the first disbursement was made on or after January 1, 2000 and before July 1, 2010 are eligible for the LIBOR calculation if a valid waiver was filed with the Department by the April 1, 2012 deadline.</u>