

McElroy-Cornell Trust Educational Loan Fund
Promissory Note

I, _____
_____ of _____

(street address, city, state, zip code)

promise to pay Cornell College, located at Mount Vernon, Iowa the sum of the amounts that are advanced to me and endorsed in the schedule of advances below. I understand that the loan proceeds are to be used exclusively for payment of instructional costs at Cornell College.

I further understand that the interest will begin to accrue six months from the first day after my separation from Cornell College at an annual rate of 3.000% on the unpaid balance. I promise to pay quarterly or monthly, the principal, plus all interest accrued and due to the present date, in accordance with the repayment schedule, which will be attached to and become part of this note. The repayment period shall under no circumstances exceed ten (10) years.

Also, I may at my option and without penalty prepay any or all of the principal, plus the accrued interest thereon, at any time. If I repay more than the amount due for any installment, the excess will be used to prepay principal and not as advance payment of the next regular installment. Prepayment will reduce the unpaid balance more quickly and the amount of interest accruing on the unpaid balance will be less, thereby causing the finance charge and total of payments to decrease in amount. I agree to pay with the final installment any net increase in the finance charge and total of payments to decrease in amount. I agree to pay with the final installment any net increase in the finance charge which has accrued because of late payment of installment on this loan.

If I fail to make a scheduled repayment of any installment, the entire unpaid indebtedness, including interest plus any applicable penalty charges, will at Cornell's option, become immediately due and payable. I agree also to pay collection costs and reasonable attorney fees not exceeding 25% of the unpaid principal and interest (in accordance with the terms of the Fair Debt Collection Practices Act) if a collection agency is obtained by Cornell to settle my delinquent account. I acknowledge that jurisdiction of this loan is in the state of Iowa and the venue for any and all litigation is in Linn County, Iowa. In this note, the words "I", "ME", and "MY" mean each and all of those who signed it. If more than one person signs this schedule, each will be liable up to the full amount of the loan. "YOU", "YOUR", and "YOURS" means the college.

Schedule of McElroy Trust Educational Loan Fund Disbursements:

Amount Date Signature of Maker

\$ _____ -

If I fail to make timely payments of any scheduled amounts due, I promise to pay Cornell College \$2.00 per month (\$6.00 per quarter) in penalty charges, in addition to all principal and interest amounts due.

This note is to be executed without security and without endorsement except if I am a minor, in which case the endorsement below binds the endorser to the terms stated within this contract.

I WILL NOT SIGN THIS BEFORE READING IT, INCLUDING THE WRITING ON THE REVERSE SIDE, EVEN IF OTHERWISE ADVISES. I AM ENTITLED TO AN EXACT COPY OF THIS AND ANY AGREEMENT I SIGN. BY SIGNING THIS I ACKNOWLEDGE THAT I HAVE RECEIVED AN EXACT COPY WEREOF. I HAVE THE RIGHT AT ANY TIME TO PAY IN ADVANCE THE UNPAID BALANCE DUE UNDER THIS CONTRACT WITHOUT PENALTY.

Signature of Endorser _____ Date _____

Permanent Address _____

(street or box number, city, state, zip code)

As Guarantor of this McElroy-Cornell Trust Promissory Note, I hereby agree to the provisions stated above. I understand that the college may collect this debt from me without first trying to collect from the borrower. The college may use the same collection methods against me that may be used against the borrower, such as bringing legal action against me. If this debt is ever in default, that fact may become a part of my credit record.

Signature of Guarantor _____ Date _____

As Guarantor of this McElroy-Cornell Trust Promissory Note, I hereby agree to the provisions stated above. I understand that the college may collect this debt from me without first trying to collect from the borrower. The college may use the same collection methods against me that may be used against the borrower, such as bringing legal action against me. If this debt is ever in default, that fact may become a part of my credit record.

Signature of Guarantor _Date_
Permanent Address

(street or box number, city, state, zip code)

ADDITIONAL TERMS OF THE PROMISSORY NOTE

- I. DATE NOTICE COMES DUE - I will repay this loan in quarterly or monthly (determined upon my separation from Cornell College) installments during a repayment period that will begin thirty (30) days after my separation from the college.
- II. INTEREST - I agree to pay an amount equivalent to the simple interest on the unpaid principal balance from the date my grace period ends until this loan is paid in full. Once the repayment period begins, I will pay all the interest on this loan. All payments will be made to your address indicated on the Promissory Note or any other address you notify me of.
- III. DEFAULT - I will be in default and you have the right to give me notice that the whole outstanding principal balance plus any unpaid interest I owe is due and payable at once if 1) any payment has not reached you within ten (10) days after it is due, 2) I break any of my other promises under this agreement, or 3) I make any false written statements in applying for this loan. If I defaulted, I will still be required to pay interest on this loan from the date of default.
- IV. ADDITIONAL AGREEMENTS - 1) The proceeds of this loan will be used only for my educational expenses at Cornell College. 2) Any notice required to be given to me will be effective when mailed by first class mail to the latest address you have. 3) Your failure to enforce or insist that I comply with any term of this note is not a waiver of your rights. No provisions of this note can be waived or modified except in writing. 4) If the Guarantor is required under its guarantee to repay my loan(s) because I have defaulted, the Guarantor will become the owner of this note and as my creditor, will have the rights of the original lender to enforce this note against me. 5) I understand that I must repay this note even though I may be under 18 years of age. 6) I agree to notify you of any changes in my address.
- V. REPAYMENT - I will repay the total amount due on this Promissory Note in quarterly or monthly installments, with interest at the rate indicated, on any unpaid balance from the due date of this Promissory Note until the loan is paid in full unless the whole loan is due because of default. The repayment schedule will require me to make payments for a period of not more than ten (10) years after this note becomes due.
- VI. PREPAYMENT - I may, at my option and without penalty, prepay all or any of the principal or accrued interest of this loan at any time.
- VII. CREDIT BUREAU NOTIFICATION - If I default on this loan, you or the Guarantor may report the default to the credit bureau organizations. This may significantly and adversely affect my credit rating. You must provide information on the repayment status of this loan to any credit bureau organization upon my request.
- VIII. BORROWER CERTIFICATION - I declare under penalty of perjury under the laws of the United States of America that the information contained in this note is true, complete and correct to the best of my knowledge.

BY YOUR SIGNATURE ON THE OTHER SIDE OF THIS NOTE YOU ARE AGREEING TO THE ABOVE TERMS AND CERTIFICATION.

Below is a history of this promissory note's activity. A description of each item can be found in the [Activity Description](#) document.

Activity	Date	Time
Loaded to Website		
Authentication		
Requirement and Consent	//	::
Rights and Responsibilities	//	::

Reference Information	//	::
Electronically Signed Draft	//	::
Most Recent Review	//	::

Mabel E. Sherman educational Loan Fund
Promissory Note

I, _____
of _____
(street address, city, state, zip code)

promise to pay Cornell College, located at Mount Veron, Iowa the sum of the amounts that are advanced to me and endorsed in the schedule of advances below. I understand that the loan proceeds are to be used exclusively for payment of instructional costs at Cornell College.

I further understand that the interest will begin to accrue one year from the first day after my separation from Cornell College at an annual rate of 3.000% on the unpaid balance. I promise to pay monthly, the principal, plus all interest accrued and due to the present date, in accordance with the repayment schedule, which will be attached to and become part of this note. The repayment period shall under no circumstances exceed ten (10) years.

Also, I may at my option and without penalty prepay any or all of the principal, plus the accrued interest thereon, at any time. If I repay more than the amount due for any installment, the excess will be used to prepay principal and not as advance payment of the next regular installment. Prepayment will reduce the unpaid balance more quickly and the amount of interest accruing on the unpaid balance will be less, thereby causing the finance charge and total of payments to decrease in amount. I agree to pay with the final installment any net increase in the finance charge and total of payments to decrease in amount. I agree to pay with the final installment any net increase in the finance charge which has accrued because of late payment of installment on this loan.

If I fail to make a scheduled repayment of any installment, the entire unpaid indebtedness, including interest plus any applicable penalty charges, will at Cornell's option, become immediately due and payable. I agree also to pay collection costs and reasonable attorney fees not exceeding 25% of the unpaid principal and interest (in accordance with the terms of the Fair Debt Collection Practices Act) if a collection agency is obtained by Cornell to settle my delinquent account. I acknowledge that jurisdiction of this loan is in the state of Iowa and the venue for any and all litigation is in Linn County, Iowa. In this note, the words "I", "ME", and "MY" mean each and all of those who signed it. If more than one person signs this schedule, each will be liable up to the full amount of the loan. "YOU", "YOUR", and "YOURS" means the college.

Schedule of Mabel E. Sherman Educational Loan Fund Disbursements:

Amount	Date	Signature of Maker
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\$ _____ -

If I fail to make timely payments of any scheduled amounts due, I promise to pay Cornell College \$2.00 per month (\$6.00 per quarter) in penalty charges, in addition to all principal and interest amounts due.

This note is to be executed without security and without endorsement except if I am a minor, in which case the endorsement below binds the endorses to the terms stated within this contract.

I WILL NOT SIGN THIS BEFORE READING IT, INCLUDING THE WRITING ON THE REVERSE SIDE, EVEN IF OTHERWISE ADVISES. I AM ENTITLED TO AN EXACT COPY OF THIS AND ANY AGREEMENT I SIGN. BY SIGNING THIS I ACKNOWLEDGE THAT I HAVE RECEIVED AN EXACT COPY WEREOF. I HAVE THE RIGHT AT ANY TIME TO PAY IN ADVANCE THE UNPAID BALANCE DUE UNDER THIS CONTRACT WITHOUT PENALTY.

Signature of Endorser __ Date __
Permanent Address

(street or box number, city, state, zip code)

ADDITIONAL TERMS OF THE PROMISSORY NOTE

- I. DATE NOTE COMES DUE - I will repay this loan in monthly installments during a repayment period that will begin one (1) year after my separation from the college.

ADDITIONAL TERMS OF THE PROMISSORY NOTE

- I. DATE NOTE COMES DUE - I will repay this loan in monthly installments during a repayment period that will begin one (1) year after my separation from the college.
- II. INTEREST - I agree to pay an amount equivalent to simple interest on the unpaid principal balance from the date my grace period ends until the loan is paid in full. Once the repayment period begins, I will pay all the interest on this loan. All payments will be made to your address indicated on the Promissory Note or to any other address you notify me of.
- III. DEFAULT - I will be in default and you have the right to give me notice that the whole outstanding principal balance plus any unpaid interest I owe is due and payable at once if 1) any payment has not reached you within ten (10) days after it is due, 2) I break any of my other promises under this agreement, or 3) I make any false written statements in applying for this loan. If I default, I will still be required to pay interest on this loan from the date of default.
- IV. ADDITIONAL AGREEMENTS - 1) The proceeds of this loan will be used only for my educational expenses at Cornell College. 2) Any notice required to be given to me will be effective when mailed by first class mail to the latest address you have for me. 3) Your failure to enforce or insist that I comply with any term of this note is not a waiver of your rights. No provision of this note can be waived or modified except in writing. 4) If the Guarantor is required under its guarantee to repay my loan(s) because I have defaulted, the Guarantor will become the owner of this note and, as my creditor, will have the rights of the original lender to enforce this note against me. 5) I understand that I must repay this note even though I may be under 18 years of age. 6) I agree to notify you of any changes in my address.
- V. REPAYMENT - I will repay the total amount due on this Promissory Note in monthly installments, with interest at the rate indicated, on any unpaid balance from the due date of this Promissory Note until the loan is paid in full unless the whole loan is due because of default. The repayment schedule will require me to make payments for a period of not more than ten (10) years after this note becomes due.
- VI. PREPAYMENT - I may, at my option and without penalty, prepay all or any of the principal or accrued interest of this loan at any time.
- VII. CREDIT BUREAU NOTIFICATION - I declare under penalty of perjury under the laws of the United States of America that the information contained in this note is true, complete and correct to the best of my knowledge.
- VIII. DEFERMENT - 1.) I understand that upon making a properly documented written request to the college, I may defer making scheduled installment payments, and I will not be liable for any interest that might otherwise accrue, during any period that I am enrolled and in attendance as a regular student in at least a half-time course of study at an eligible institution of high education, or at a comparable institution outside of the United States approved for this purpose by the United States Secretary of Education. 2.) I understand that I may continue to defer making scheduled installment payments and will not be liable for any interest that might otherwise accrue for a six (6) month period immediately following the expiration of any deferment provided.

BY YOUR SIGNATURE ON THE OTHER SIDE OF THIS NOTE YOU ARE AGREEING TO THE ABOVE TERMS AND CERTIFICATION.

Below is a history of this promissory note's activity. A description of each item can be found in the [Activity Description](#) document.

Activity	Date	Time
Loaded to Website		
Authentication		
Requirement and Consent		
Rights and Responsibilities		
Reference Information	//	::
Electronically Signed Draft	//	::
Most Recent Review	//	::