

## Guidelines for Selecting and Awarding the Luther H. Butler Student Loan

### I. APPLICANTS

1. Must be a U.S. citizen and a legal resident of the United States.
2. May be either male or female.
3. Preference to those of evangelical Christian faith or background.
4. Must be seeking advanced training beyond the high school level.
5. Application must be postmarked or hand delivered by or for applicant no later than **January 15** of each year to the N. C. Baptist Foundation Denominational Relations Committee for consideration for the school year beginning with the following fall semester. **Applications with missing information will be returned to the applicant for completion. The applicant may resubmit the application by the due date. Faxed applications, reference letters or tax returns will not be accepted.**

### II. CO-SIGNER

1. Must be a U.S. citizen and a legal resident of the United States.
2. Must be someone other than a spouse.

### III. RECIPIENT

1. Has met entrance requirements and made application to school of choice.
2. Has established definite need of financial assistance.
3. Exhibits high moral character, dedication to family, church, and community.
4. Preference made to those seeking a church related vocation.

### IV. LOANS

1. Shall be awarded on a **one (1) year basis**.
2. May be awarded to one or more eligible recipients at the discretion of the committee and in amounts determined solely by the committee. The committee reserves the right to make no loans in any one year.
3. Checks shall be issued to the schools at the beginning of the term or semester for which loans are made, after certification of enrollment has been provided to the Foundation.

Please complete the application entirely. If something does not apply to you, please enter N/A or None as a response. **PLEASE ENCLOSE ALL REQUIRED INFORMATION WITH YOUR APPLICATION: APPLICATION FEE, REFERENCE LETTERS, FINANCIAL STATEMENT AND TAX RETURNS. IF ALL REQUIRED INFORMATION IS NOT SUBMITTED WITH YOUR APPLICATION, IT WILL NOT BE CONSIDERED.**

**PLEASE MAIL COMPLETED APPLICATION AND \$10 APPLICATION FEE TO:**

**The North Carolina Baptist Foundation, Inc.  
Attn: Denominational Relations Committee  
201 Convention Drive  
Cary, NC 27511**

## Student/Co-signer To Read, Sign and Return With Application

### INFORMATION SHEET

#### LUTHER H. BUTLER STUDENT LOAN TRUST

1. Guidelines for selecting recipients and awarding loans attached.
2. Financial assistance shall be for educational purposes only and shall be granted as a loan to a student in accordance with terms established by the lender from time to time.
3. Students applying for this loan must be attending one of the following institutions:  
Campbell University, Chowan College, Gardner-Webb University, Mars Hill College, Meredith College, Wingate College
4. Allocation of loan amounts shall be:
  - (a) Maximum per school year to one student during undergraduate studies, \$12,000 per school year with a \$48,000 maximum.
  - (b) Maximum per school year to one student during graduate studies, \$12,000 per school year with a \$36,000 maximum.
5. Proceeds of approved loans shall be paid **only to the institution** at which the student is enrolled or has been accepted for enrollment. Any refunds applicable on loans, due to withdrawal from school or failure of a student to attend a school of higher learning shall be applied to principal of loan.
6. When a student applies for and is granted successive loans, the previous promissory note is canceled and a new note for the sum of the loans is drawn. Thus, the student may be granted loans in four successive years, but only one note for the total amount of all loans will be outstanding at any time.
7. Repayment of all loans shall be in accordance with provisions of Trust creating the student loan fund, which provisions are set forth in promissory note.
8. The trust, created by Will of Dr. Luther Butler, specifies that no interest will accrue against the loan until student has completed his/her education.
  - (a) Repayment of principal shall begin on the first day of the sixth month following conclusion of studies, whether such termination of studies is by graduation or by dropout.
  - (b) Once interest begins accruing, it will be applied to the unpaid balance of principal at the rate of prime (prime meaning the interest rate prevailing at Wachovia Bank) thirty days before the first payment is due.  
**Explanation:** If student repays the entire principal by the end of the 24-month period, he will have used the loan interest-free. The repayment period will be for a total of no more than ten years, so student has option to balloon the principal balance payment at the end of the 24 months or elect some other method of prepayment if he wishes to avoid any interest payment on his loan.
9. The endorsement of a cosigner will be required as security. A co-signer is defined as anyone, other than the spouse of the applicant, who is a U.S. citizen and a legal resident of the U.S. and who has sufficient financial resources to qualify him or her to borrow funds.
10. Upon default of any borrower or guarantor, the borrower, guarantor, or descendants of either shall be denied additional loan proceeds until the prior outstanding balance is paid in full.
11. Late payment penalties will be assessed at the rate of \$10 per month.
12. Any costs incurred in the collection of any amount owed the lender, including statutory attorney fees, are to be assessed against the borrowers and/or guarantors of the note.
13. The lender shall have the right to accelerate the indebtedness due upon default by the borrower.
14. The loans shall be deemed to have been entered into and consummated subject to the laws of the State of North Carolina. In connection therewith, all loans shall be made in accordance with the following terms and conditions:
  - a. Any and all repayments shall be due and payable at the office of the lender, or at any other place designated by the lender within the State of North Carolina.
  - b. Law suits, proceedings, or litigation involving said loan agreement shall be adjudged in accordance with North Carolina law in the court of said State and any and all documents and agreements in regard thereto shall be construed under the laws of said State.

- c. All principals, sureties, guarantors, or endorsers, by their signature affixed on said application and promissory note, will be deemed to have waived any contest of personal jurisdiction within the Court system of North Carolina, and thereby shall acknowledge and acquiesce to said jurisdiction of North Carolina to enforce the terms and conditions set forth in the loan agreements.

The undersigned, having fully read the foregoing and by their signature hereto affixed, acknowledge the receipt of said terms, and their agreement therewith.

This the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_.

\_\_\_\_\_  
(Student)

\_\_\_\_\_  
(Co-signer)

\_\_\_\_\_  
(Co-signer)

**APPLICATION  
LUTHER H. BUTLER STUDENT LOAN FUND**

1. Name of Applicant: \_\_\_\_\_
2. Address: \_\_\_\_\_  
\_\_\_\_\_
3. Telephone Number: \_\_\_\_\_ Area Code: \_\_\_\_\_
4. Date of Birth: \_\_\_\_\_ Social Security #: \_\_\_\_\_
5. Marital Status: Married \_\_\_\_\_ Single \_\_\_\_\_ Divorced/Widowed \_\_\_\_\_  
Number of dependent children: \_\_\_\_\_
6. Are you a U.S. citizen or a legal resident of the United States? Yes \_\_\_\_\_ No \_\_\_\_\_
7. Name of Father: \_\_\_\_\_ Living? \_\_\_\_\_  
Address: \_\_\_\_\_  
Telephone Number: \_\_\_\_\_ SS#: \_\_\_\_\_  
Occupation: \_\_\_\_\_
8. Name of Mother: \_\_\_\_\_ Living? \_\_\_\_\_  
Address: \_\_\_\_\_  
Telephone Number: \_\_\_\_\_ SS#: \_\_\_\_\_  
Occupation: \_\_\_\_\_
9. Name of Brother(s) and Sister(s): \_\_\_\_\_ Address \_\_\_\_\_ Age \_\_\_\_\_
10. Religious Affiliation: \_\_\_\_\_  
Member of what church: \_\_\_\_\_
11. Name of school or college for which you are requesting aid and probable date of graduation:  
\_\_\_\_\_
12. Present school status (currently enrolled, in-between schools, waiting for acceptance etc.)?  
\_\_\_\_\_
13. Is student a: \_\_\_\_\_ Graduate \_\_\_\_\_ Undergraduate
14. Current grade year: \_\_\_\_\_ 15. Loan is for what year? \_\_\_\_\_
16. Curriculum: \_\_\_\_\_



**EDUCATIONAL HISTORY:**

<u>High School Attended</u>	<u>Date Attended</u>	<u>Degree Received</u>	<u>Grade Point Average</u>	<u>Class Standing</u>
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Extra-curricular activities and honors: \_\_\_\_\_

\_\_\_\_\_

<u>College Attended</u>	<u>Date Attended</u>	<u>Degree Received</u>	<u>Grade Point Average</u>	<u>Class Standing</u>
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Extra-curricular activities and honors: \_\_\_\_\_

\_\_\_\_\_

**OTHER BACKGROUND:**

CHURCH ACTIVITIES: (List all church activities, positions of leadership and honors in connection with your church) \_\_\_\_\_

\_\_\_\_\_

COMMUNITY & OTHER ACTIVITIES: (List all community activities of which you have been a part, positions of leadership, honors received, including Boy Scouts, Girl Scouts, Community Drives, baseball teams, YMCA, 4-H Clubs, etc.) \_\_\_\_\_

\_\_\_\_\_



**Enclose two current letters of reference from different sources.**

(Sources may include but are not limited to teachers, pastors, employers, etc. Each letter must include the name, address, and telephone number of the writer. Each envelope **must be sealed** by the writer, and submitted with the application.)

PROPOSED SCHOOL YEAR BUDGET

(On the basis of a 9-month school year)

From \_\_\_\_\_, 20\_\_\_\_ to \_\_\_\_\_, 20\_\_\_\_  
 (Indicate period of time covered by budget)

ESTIMATED RECEIPTS:

From parents	\$	_____
From other relatives or friends		_____
Scholarships (give source)		_____
_____		_____
_____		_____
Loans Expected (give source)		_____
_____		_____
_____		_____
Probable vacation earnings		_____
Probable earnings during the scholastic year		_____
Other income or resources (specify source)		_____
_____		_____
_____		_____

TOTAL ESTIMATED INCOME \$ \_\_\_\_\_

ESTIMATED EXPENDITURES:

Tuition	\$	_____
Fees		_____
If not living at home		
Board		_____
Room		_____
Books and supplies		_____
Other expenses (such as mortgage, car, etc.)		_____
_____		_____
_____		_____

TOTAL ESTIMATED EXPENSES \$ \_\_\_\_\_

\*\*\*\*\*

List any savings you may have:	\$	_____
List any debts you owe:	\$	_____

\_\_\_\_\_  
 Applicant signature

\_\_\_\_\_  
 Co-signer signature

\_\_\_\_\_  
 Co-signer signature

**FINANCIAL STATEMENT TO  
THE NORTH CAROLINA BAPTIST FOUNDATION, INC.**

**APPLICANT INFORMATION**

*Please print in ink or type.*

NAME (Last – First – Initial) \_\_\_\_\_

SOCIAL SECURITY NUMBER \_\_\_\_\_ BIRTH DATE \_\_\_\_\_

HOME PHONE \_\_\_\_\_ BUSINESS PHONE \_\_\_\_\_

PRESENT ADDRESS (Street)  OWN  RENT \_\_\_\_\_

(City – State – Zip) \_\_\_\_\_

LIST AGE OF DEPENDENTS \_\_\_\_\_

**CO-SIGNER INFORMATION**

*Relationship to applicant:* \_\_\_\_\_

NAME (Last – First – Initial) \_\_\_\_\_

SOCIAL SECURITY NUMBER \_\_\_\_\_ BIRTH DATE \_\_\_\_\_

HOME PHONE \_\_\_\_\_ BUSINESS PHONE \_\_\_\_\_

PRESENT ADDRESS (Street)  OWN  RENT \_\_\_\_\_

(City – State – Zip) \_\_\_\_\_

LIST AGE OF DEPENDENTS \_\_\_\_\_

NAME OF EMPLOYER \_\_\_\_\_

ADDRESS OF EMPLOYER \_\_\_\_\_

TELEPHONE OF EMPLOYER \_\_\_\_\_

YOUR TITLE \_\_\_\_\_ SUPERVISOR'S NAME \_\_\_\_\_

\$ \_\_\_\_\_ PER \_\_\_\_\_ NET \_\_\_\_\_ GROSS \_\_\_\_\_

☞ (Please attach pages 1 and 2 of latest 1040 tax return).

NAME OF EMPLOYER \_\_\_\_\_

ADDRESS OF EMPLOYER \_\_\_\_\_

TELEPHONE OF EMPLOYER \_\_\_\_\_

YOUR TITLE \_\_\_\_\_ SUPERVISOR'S NAME \_\_\_\_\_

\$ \_\_\_\_\_ PER \_\_\_\_\_ NET \_\_\_\_\_ GROSS \_\_\_\_\_

☞ (Please attach pages 1 and 2 of latest 1040 tax return).

\$ \_\_\_\_\_

CHECKING ACCOUNT \_\_\_\_\_

\$ \_\_\_\_\_

SAVINGS ACCOUNT \_\_\_\_\_

Name of Depository \_\_\_\_\_

Address of Depository \_\_\_\_\_

Telephone of Depository \_\_\_\_\_

\$ \_\_\_\_\_

CHECKING ACCOUNT \_\_\_\_\_

\$ \_\_\_\_\_

SAVINGS ACCOUNT \_\_\_\_\_

Name of Depository \_\_\_\_\_

Address of Depository \_\_\_\_\_

Telephone of Depository \_\_\_\_\_

Name, address and phone of closest relative not living with you: \_\_\_\_\_

(CHECK BOX) A=Applicant C=Cosigner	LIST ASSETS OWNED		MARKET VALUE	PLEGED AS COLLATERAL FOR ANOTHER LOAN	
	A	C		DESCR.	YES
		Stock	\$		
		Bonds	\$		
			\$		
			\$		

(CHECK BOX) A=Applicant C=Cosigner			LIST ASSETS UNDER FINANCING (Real Estate, Home, Auto, etc.) (attach additional sheet if necessary)	Account Number	Original Balance	Present Balance	Monthly Payment	Market Value
A	C	Origin Date						
					\$	\$	\$	\$
					\$	\$	\$	\$
					\$	\$	\$	\$
					\$	\$	\$	\$

(CHECK BOX) A=Applicant C=Cosigner			LIST JOINT ASSETS (owned or financed) (List any assets you own jointly with another person and your percentage of ownership) (attach additional sheet if necessary)	Account Number	Original Balance	Present Balance	Monthly Payment	Market Value
A	C	Origin Date						
					\$	\$	\$	\$
					\$	\$	\$	\$
					\$	\$	\$	\$
					\$	\$	\$	\$

(CHECK BOX) A=Applicant C=Cosigner			CREDITOR NAME & ADDRESS (Student loans, credit cards, gas cards, etc.) (attach additional sheet if necessary)	Account Number	Original Balance	Present Balance	Monthly Payment	IF PAST DUE <input type="checkbox"/>
A	C	Origin Date						
					\$	\$	\$	
					\$	\$	\$	
					\$	\$	\$	
					\$	\$	\$	

Applicant      Cosigner

**If a "YES" answer is given to a question below, please explain on an attached sheet.**

	Applicant	Cosigner
	YES	NO
Are any of the above assets pledged as collateral for another loan?		
Have you listed all of your debts?		
Do you have any outstanding judgments?		
Have you ever file bankruptcy or had a debt adjustment plan confirmed?		
Have you had property foreclosed upon or repossessed in the past seven years?		
Are you a party in a lawsuit?		
Are you other than a US citizen or permanent resident alien?		
Is your income likely to decline in the next two years?		
Are you a comaker, cosigner or guarantor on any other loans?		

I promise that everything I have stated in this financial statement is correct to the best of my knowledge and that the foregoing information is a complete listing of all my debts and obligations. I warrant that there is no judgments against me or lien unsatisfied upon my property except as shown, nor prior suit pending against me in any court, that no assets are pledged in any manner not shown herein, and that this statement is true and complete and is offered for the purpose of obtaining credit. I authorize the Baptist Foundation to obtain credit reports in connection with this application for a student loan.

If approved for this loan, I authorize the Baptist Foundation to send statements, including payment history and loan status (current, in default, etc.) to the cosigners of this loan.

If there are any important changes, I will notify you in writing immediately. I also agree to notify you of any change in my name, address, employment or school within a reasonable time thereafter.

X  
\_\_\_\_\_  
APPLICANT'S SIGNATURE      DATE

As co-signer, I make the same promises and warrants that the applicant has made above. I authorize the Baptist Foundation to obtain credit reports in connection with my co-signing this loan.

X  
\_\_\_\_\_  
CO-SIGNER'S SIGNATURE      DATE

X  
\_\_\_\_\_  
CO-SIGNER'S SIGNATURE      DATE

#### APPLICANT CHECKLIST

1. Did you enclose the \$10.00 application fee?
2. Did you and your cosigner(s) sign and date the information sheet?
3. Did you enclose two (2) current letters of reference from different sources?
4. Did you and your cosigner(s) complete the financial statement?
5. Did you and your cosigner(s) attach copies of your latest 1040 tax return?
6. Did you and your cosigner(s) sign and date the application?