



LEADERS FOR THE FUTURE LOAN AGREEMENT

THIS AGREEMENT made this _____ day of _____ in the year of _____ by and between the DIOCESE OF JOLIET, Catholic Education Foundation with principal place of business at 402 Independence Boulevard, Romeoville, Illinois 60446, hereinafter called the LENDER and _____ currently residing at _____ in _____, Illinois, hereinafter called the BORROWER, as follows:

1. In consideration of the covenants and promises contained herein, the LENDER agrees to loan to the BORROWER, interest-free, and BORROWER agrees to pay LENDER, all sums loaned against tuition owed by BORROWER under the diocesan tuition assistance program, Leaders for the Future.
2. The loan proceeds shall be used exclusively for the payment of classes taken by the BORROWER leading to the master's degree.
3. BORROWER will repay the loan to the LENDER as follows:
 - a. If the BORROWER completely withdraws from the graduate program, full amount of the loan shall become due and payable at the end of the semester in which the BORROWER dropped out.
 - b. If the BORROWER is unable to maintain continuous enrollment in graduate study, the full loan amount shall immediately become due and payable at the end of the semester in which the BORROWER is required to complete and graduate from the program, under the program requirements.
 - c. If the BORROWER successfully completes and graduates and within one year of graduation, does not serve in a parish school or agency of the diocese, the BORROWER shall be required to pay the loan within a period of five (5) years from the first day of August immediately following graduation from the program (the "Payment Start Date"). Five equal payments shall be due, beginning on the Payment Start Date, and on the same day of each succeeding year.

- d. If the BORROWER successfully completes and graduates from the graduate program and is employed thereafter, one-third (33 1/3%) of the full amount of the loan will be forgiven for each full year of service over a continuous span of three (3) years.
 - e. All loan payments due under this Agreement shall be made payable to the Diocese of Joliet and remitted to the attention of the: Secretary, Catholic Education Foundation, 402 S. Independence Blvd., Romeoville, IL 60446-2264.
4. In the event of any default in the payment of the loan principal under the applicable case in this agreement, the LENDER may give the BORROWER written notice of such default and demand that the past-due payment(s) be paid within 30 days of the mailing of the notice. If the default is not paid within 30 days, or if LENDER does not grant a payment arrangement, the entire sum unpaid shall become immediately due and payable without further notice. BORROWER agrees to pay all costs of collection, including reasonable attorney fees, if BORROWER defaults.
 5. BORROWER agrees to notify LENDER at the address in paragraph 3(e) above, of any change in BORROWER's address.
 6. BORROWER acknowledges that forgiveness of all or a portion of this loan may result in taxable income to BORROWER. BORROWER shall consult with his or her tax adviser.
 7. This AGREEMENT shall be binding upon and inure to the benefit of the parties, their respective heirs, executors, administrators and assignees.

ATTEST:

BORROWER

DIOCESE OF JOLIET

WITNESS

WITNESS