Federal Student Aid
An OFFICE of the U.S. DEPARTMENT of EDUCATION

Period Begin: July 1, 2021

Period End: June 30, 2022

Posted Date: June 30, 2021

Subject: Federal Stafford, Federal PLUS, Federal SLS, and Federal Consolidation Annual Interest Rate for the Period July 1, 2021 – June 30, 2022

The attached charts show the variable interest rates applicable to the Federal Stafford, Federal SLS, Federal PLUS, and Federal Consolidation loan programs for the period **July 1, 2021– June 30, 2022.** Interest rates for variable-rate loans under these programs are determined annually, and are based on the following:

- Stafford Loans – based on the bond equivalent rate of 91-day Treasury Bills auctioned at the final auction held before June 1st of each year. The bond equivalent rate for 91-day Treasury Bills auctioned on May 24, 2021 is **0.02%**.

- PLUS/SLS Loans – based on either the bond equivalent rate of 91-day Treasury Bills auctioned at the final auction held before June 1st of each year, or the weekly average of the one-year constant maturity Treasury yield as published for the last calendar week ending on or before June 26th of each year. The bond equivalent rate for 91-day Treasury Bills auctioned on May 24, 2021 is **0.02%**. The weekly average of the one-year constant maturity Treasury yield for the last calendar week ending on or before June 26th is **0.09%**.

- Consolidation Loans – for which the loan application was received by an eligible lender on or after 11/13/1997 but prior to 10/1/1998 are based on the bond equivalent rate of 91-day Treasury Bills auctioned at the final auction held before June 1st of each year, or **0.02%**. For the HEAL portion of consolidation loans for which the loan application was received by an eligible lender on or after 11/13/1997, the rate is based on the average of the bond equivalent rates of the 91-day Treasury Bills auctioned for the quarter ending June 30th of each year or **0.02**%.

For guidance on the treatment of FFEL loans impacted by the expansion of collections pause, refer to the May 12, 2021, Dear Colleague Letter, DCL ID: GEN-21-03, Subject: Expansion of Collections Pause to Defaulted FFEL Program Loans Managed by Guaranty Agencies, available on the Federal Student Aid Knowledge Center at: **https://fsapartners.ed.gov/knowledge-center/library/dear-colleague-letters/2021-05-12/expansion-collections-pause-defaulted-ffel-program-loans-managed-guaranty-agencies**.

Accounting Operations Division
Finance Directorate

Attachments

# Table 1

## FFEL Converted Variable-rate Stafford Loan Interest Rates for the Period July 1, 2021 through June 30, 2022
## (Loans that were Subject to the "Windfall Profits" Provisions of §427A(i) of the HEA)

| COHORT | CITATION | INTEREST RATE FORMULA (T-Bill + Additional Sum = Total) |
|---|---|---|

| Type of Loan/Borrower | First Disbursement Made On or After | First Disbursement Made Before | Higher Education Act of 1965, As Amended | 91-Day Treasury Bill Rate | Additional Sum | Total | Maximum Rate | INTEREST RATE for the PERIOD 7/1/2021 – 6/30/2022 |
|---|---|---|---|---|---|---|---|---|
| 8/10% Loans (SD/XB FVAR10) (new borrowers) | 7/1/1988 and 7/23/1992 | 7/23/1992 10/1/1992 | §427A(i)(1) §427A(i)(7)(A) | 0.02% | 3.25% | 3.27% | 10% | **3.27%** |
| 7% Loans (SD/SE FVAR7) (old borrowers) | 7/23/1992 (SD) 10/1/1992 (SE) | 10/1/1992 (SD) 7/1/1994 (SE) | §427A(i)(3) §427A(i)(7)(A) | 0.02% | 3.1% | 3.12% | 7% | **3.12%** |
| 8% Loans (SD/SE FVAR8) (old borrowers) | 7/23/1992 (SD/XB) 10/1/1992 (SE) | 10/1/1992 (SD) 7-1-1994 (SE) | §427A(i)(3) §427A(i)(7)(A) | 0.02% | 3.1% | 3.12% | 8% | **3.12%** |
| 9% Loans (SD/SE FVAR9) (old borrowers) | 7/23/1992 (SD) 10/1/1992 (SE) | 10/1/1992 (SD) 7/1/1994 (SE) | §427A(i)(3) §427A(i)(7)(A) | 0.02% | 3.1% | 3.12% | 9% | **3.12%** |
| 8/10% Loans (SD) (SE/XE FVAR10) (old borrowers) | 7/23/1992 (SD) 10/1/1992 (SE/XE) | 10/1/1992 (SD) 7/1/1994 (SE/XE) | §427A(i)(3) §427A(i)(7)(A) | 0.02% | 3.1% | 3.12% | 10% | **3.12%** |

# Table 2

## FFEL Regular Variable-rate Stafford Loan Interest Rates for the Period July 1, 2021 through June 30, 2022

| COHORT | CITATION | INTEREST RATE FORMULA (T-Bill + Additional Sum = Total) |
|---|---|---|

| Type of Borrower | First Disbursement Made On or After | First Disbursement Made Before | Higher Education Act of 1965, As Amended | During | 91-Day Treasury Bill Rate | Additional Sum | Total | Maximum Rate | INTEREST RATE for the PERIOD 7/1/2021 – 6/30/2022 |
|---|---|---|---|---|---|---|---|---|---|
| New Borrower (SE/XE EVAR) | 10/1/1992 | 7/1/1994 | §427A(e)(1) | N/A | 0.02% | 3.1% | 3.12% | 9% | **3.12%** |
| New Borrower (SE/XE EVAR) | 7/1/1994 (for a period of enrollment ending prior to 7/1/1994) | N/A | §427A(e)(1) | N/A | 0.02% | 3.1% | 3.12% | 9% | **3.12%** |
| All Borrowers (regardless of prior borrowing) (SG/XG EVAR) | 7/1/1994 (for a period of enrollment that includes or begins on or after 7/1/1994) | 7/1/1995 | §427A(f)(1) | N/A | 0.02% | 3.1% | 3.12% | 8.25% | **3.12%** |

# Table 2 (continued)

## FFEL Regular Variable-rate Stafford Loan Interest Rates for the Period July 1, 2021 through June 30, 2022

| COHORT | CITATION | INTEREST RATE FORMULA (T-Bill + Additional Sum = Total) |
|---|---|---|

| Type of Borrower | First Disbursement Made On or After | First Disbursement Made Before | Higher Education Act of 1965, As Amended | During | 91-Day Treasury Bill Rate | Additional Sum | Total | Maximum Rate | INTEREST RATE for the PERIOD 7/1/2021 – 6/30/2022 |
|---|---|---|---|---|---|---|---|---|---|
| All Borrowers (regardless of prior borrowing) | 7/1/1995 | 7/1/1998 | §427A(g)(2) (SH/XH EVAR) | In-school, grace, and deferment periods | 0.02% | 2.5% | 2.52% | 8.25% | **2.52%** |
| | | | §427A(f)(1) (SG EVAR) | All other periods | 0.02% | 3.1% | 3.12% | 8.25% | **3.12%** |
| All Borrowers (regardless of prior borrowing) | 7/1/1998 | 7/1/2006 | §427A(j)(2) §427A(k)(2) (SJ/XJ/CA/CE/ LA/LE EVAR) | In-school, grace, and deferment periods | 0.02% | 1.7% | 1.72% | 8.25% | **1.72%** |
| | | | §427A(j)(1) §427A(k)(1) (SK/XK/CB/CF/ LB/LF EVAR) | All other periods | 0.02% | 2.3% | 2.32% | 8.25% | **2.32%** |

# Table 3

## FFEL Variable-rate PLUS and SLS Loans Interest Rates for the Period July 1, 2021 through June 30, 2022

| COHORT | CITATION | INTEREST RATE FORMULA (T-Bill + Additional Sum = Total) |
|---|---|---|

| Type of Loan | First Disbursement Made On or After | First Disbursement Made Before | Higher Education Act of 1965, As Amended | 91-Day Treasury Bill Rate | One-Year Constant Maturity | Additional Sum | Total | Maximum Rate | INTEREST RATE for the PERIOD 7/1/2021 – 6/30/2022 |
|---|---|---|---|---|---|---|---|---|---|
| PLUS/SLS* (SD VAR) | N/A | 10/1/1992 | §427A(c)(4)(B)% | N/A | 0.09% | 3.25% | 3.34% | 12% | **3.34%** |
| SLS* (SE/XE EVAR) | 10/1/1992 (for a period of enrollment beginning prior to 7/1/1994) | N/A | §427A(c)(4)(D) | N/A | 0.09% | 3.1% | 3.19% | 11% | **3.19%** |
| PLUS/SLS* (SD VAR) | 10/1/1992 | 7/1/1994 | §427A(c)(4)(D) | N/A | 0.09% | 3.1% | 3.19% | 10% | **3.19%** |
| PLUS (SG EVAR) | 7/1/1994 | 7/1/1998 | §427A(c)(4)(E) | N/A | 0.09% | 3.1% | 3.19% | 9% | **3.19%** |
| PLUS* (SH EVAR) | 7/1/1998 | 1/1/2000 | §427A(j)(3) §427A(k)(3) | 0.02% | N/A | 3.1% | 3.12% | 9% | **3.12%** |
| PLUS (CD/XQ/CH/ LD/LH/ EVAR) | 1/1/2000 | 7/1/2006 | §427A(k)(3) | 0.02% | N/A | 3.1% | 3.12% | 9% | **3.12%** |

*These loans will **not** be subject to special allowance payments during the four quarters ending 9/30/2021, 12/31/2021, 3/31/2022, and 6/30/2022. See Sections 438(b)(2)(C)(i); 438(b)(2)(C)(ii); 438(b)(2)(G)(v); and 438(b)(2)(H)(v) of the Higher Education Act of 1965, as amended.

# Table 4

## FFEL Variable-rate and Fixed-rate Consolidation Loans Interest Rates for the Period July 1, 2021 through June 30, 2022

| COHORT | | | | CITATION | INTEREST RATE FORMULA | |
|---|---|---|---|---|---|---|
| **Consolidation Loans Made On or After** | **Consolidation Loans Made Before** | **Consolidation Loans for which the Loan Application was received by an Eligible Lender On or After** | **Consolidations Loans for which the Loan Application was received by an Eligible Lender Before** | **Higher Education Act of 1965, as Amended** | **Method Use to Determine Interest Rate** | **Maximum Rate** |
| N/A | 7/1/1994 | N/A | N/A | §428C(c)(1)(B) | The interest rate is the weighted average of the interest rates on the loans consolidated, rounded to the nearest whole percent, but may not be less than 9%. | **N/A** |
| 7/1/1994 | N/A | N/A | 11/13/1997 | §428C(c)(1)(C) | The interest rate is the weighted average of the interest rates on the loans consolidated, rounded upward to the nearest whole percent. | **N/A** |

# Table 4 (continued)

## FFEL Variable-rate and Fixed-rate Consolidation Loans Interest Rates for the Period July 1, 2021 through June 30, 2022

| COHORT | | | | CITATION | INTEREST RATE FORMULA | |
|---|---|---|---|---|---|---|
| **Consolidation Loans Made On or After** | **Consolidation Loans Made Before** | **Consolidation Loans for which the Loan Application was received by an Eligible Lender On or After** | **Consolidations Loans for which the Loan Application was received by an Eligible Lender Before** | **Higher Education Act of 1965, as Amended** | **Method Use to Determine Interest Rate** | **Maximum Rate** |
| N/A | N/A | 11/13/1997<br>(SG/XG EVAR) | 10/1/1998 | §427A(f)<br>§428C(c)(1)(D) | The interest rate is determined annually and equals the bond equivalent rate of 91-Day Treasury Bills auctioned on the final auction held before June 1st of each year, plus 3.1%. The interest rate may not exceed the maximum rate. (For the period July 1, 2021 through June 30, 2022 the interest rate for these loans is 0.02% plus 3.1% or 3.12%.) | **8.25%** |
| N/A | N/A | 10/1/1998<br>(SL/XL/CC/CG/CK/LC/LG/LK) | 6/30/2010 | §427A(k)(4)(A)<br>§428C(c)(1)(A) | The interest rate is the weighted average of the interest rates on the loans being consolidated, rounded to the nearest higher 1/8th of one percent. The interest rate may not exceed the maximum rate. | **8.25%** |
| HEAL Portion of the Consolidation Loan | N/A | 11/13/1997 | 6/30/2010 | §428C(d)(2)(B) | The interest rate for the HEAL portion of the consolidation loan is determined annually and equals the average of the bond equivalent rates of the 91-Day Treasury Bills auctioned for the quarter ending June 30, plus 3%. There is no maximum rate on this portion of the loan. (For the period July 1, 2021 through June 30, 2022 the interest rate for these loans is 0**.02%** plus 3.00% or 3.02**%**.) | **N/A** |

# Table 5

## FFEL Loans First Disbursed On or After July 1, 2006 with Fixed Rates

| LOAN TYPE | GRADE LEVEL | First Disbursed July 1, 2006 through June 30, 2008 | First Disbursed July 1, 2008 through June 30, 2009 | First Disbursed July 1, 2009 through June 30, 2010 |
|---|---|---|---|---|
| Subsidized Stafford | Undergraduate (CE/CF/CI/CJ/LE/LF/LI/LJ) | 6.8% | 6.0% | 5.6% |
| Subsidized Stafford | Graduate (CE/CF/CI/CJ/LE/LF/LI/LJ) | 6.8% | 6.8% | 6.8% |
| Unsubsidized Stafford | Undergraduate (CE/CF/CI/CJ/LE/LF/LI/LJ) | 6.8% | 6.8% | 6.8% |
| Unsubsidized Stafford | Graduate (CE/CF/CI/CJ/LE/LF/LI/LJ) | 6.8% | 6.8% | 6.8% |
| PLUS Loans | Parent and Grad Student (CH/CM/LH/LM) | 8.5% | 8.5% | 8.5% |