

**North Carolina State Education Assistance Authority**

**Student Loan Revenue Bonds**

**Senior Series 2020A**

**Quarterly Report: 9/30/2020**

**North Carolina State Education Assistance Authority  
Student Loan Revenue Bonds, Senior Series 2020A  
Quarterly Report**

**9/30/2020**

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**I. Principal Parties to the Transaction**

Issuer North Carolina State Education Assistance Authority

Servicer College Foundation, Inc.

Trustee, Paying Agent and Registrar The Bank of New York Mellon Trust Company, N.A.

**II. Trust Parameters**

**A. SUMMARY**

|  |    |            |
|--|----|------------|
| Aggregate Outstanding Principal Balance            | \$ | 28,553,499 |
| Number of Borrowers                                |    | 1,905      |
| Average Outstanding Principal Balance per Borrower | \$ | 14,989     |
| Accrued Interest to be Capitalized                 | \$ | 811,059    |
| Accrued Interest Due                               | \$ | 15,448     |
| Total Accrued Interest                             | \$ | 826,507    |
| Number of Loans                                    |    | 2,678      |
| Average Outstanding Principal Balance per Loan     | \$ | 10,662     |
| Weighted Average Annual Interest Rate              |    | 5.71%      |
| Weighted Average Original Term (Months)            |    | 120        |
| Weighted Average Remaining Term (Months)           |    | 118.36     |
| Weighted Average FICO Credit Score                 |    | 756        |

**B. Debt Characteristics**

| Series | CUSIP      | Rate   | Original Balance | Beginning Balance | Interest Accrual | Principal Paid | Ending Princ. Bal. | % of Securities | Maturity |
|--------|------------|--------|------------------|-------------------|------------------|----------------|--------------------|-----------------|----------|
| 2020A  | 658262 GJ3 | 5.000% | 750,000.00       | 750,000.00        | 6,354.17         |                | \$ 750,000.00      | 2.84%           | 6/1/2025 |
| 2020A  | 658262 GK0 | 5.000% | 2,000,000.00     | 2,000,000.00      | 16,944.44        |                | \$ 2,000,000.00    | 7.56%           | 6/1/2026 |
| 2020A  | 658262 GL8 | 5.000% | 2,700,000.00     | 2,700,000.00      | 22,875.00        |                | \$ 2,700,000.00    | 10.21%          | 6/1/2027 |
| 2020A  | 658262 GM6 | 5.000% | 3,000,000.00     | 3,000,000.00      | 25,416.67        |                | \$ 3,000,000.00    | 11.34%          | 6/1/2028 |
| 2020A  | 658262 GN4 | 5.000% | 2,800,000.00     | 2,800,000.00      | 23,722.22        |                | \$ 2,800,000.00    | 10.59%          | 6/1/2029 |
| 2020A  | 658262 GP9 | 3.125% | 15,200,000.00    | 15,200,000.00     | 80,486.11        |                | \$ 15,200,000.00   | 57.47%          | 6/1/2039 |

| <b>II. Trust Parameters (continued)</b> |                                |    |                      |
|---|--------------------------------|----|----------------------|
| <b>C. Balance Sheet of Trust Estate</b> |                                |    | <b>9/30/2020</b>     |
| i.                                      | Student Loan Principal Balance | \$ | 28,553,499.00        |
| ii.                                     | Borrower Accrued Interest      |    | 826,507.00           |
| iii.                                    | Student Loan Tax Exempt        |    | 9,013,257.32         |
| iv.                                     | Revenue Fund                   |    | 28,931.39            |
| v.                                      | Capitalized Interest Fund      |    | 1,500,012.71         |
| vi.                                     | Debt Service Principal         |    | 303,685.18           |
| vii.                                    | Debt Service Tax Emp           |    | 228,840.99           |
| viii.                                   | Debt Service Reserve Fund      |    | 529,004.39           |
| viii                                    | Operating                      |    | 214,600.00           |
| ix.                                     | Total Assets                   |    | <u>41,198,337.98</u> |
| x.                                      | Bond Outstanding               | \$ | 26,450,000.00        |
| xi                                      | Bond Accrued Interest          |    | 175,798.61           |
| xii                                     | Other Liabilities              |    | <u>26,663.55</u>     |
| xiii                                    | Total Liabilities              |    | 26,652,462.16        |
| xiv.                                    | Parity Percentage              |    | 154.58%              |

| <b>III. Student Loan Default Summary</b> |  |    |               |
|--|--|----|---------------|
| <b>A. Student Loan Defaults</b>          |  |    |               |
| i.                                       | Principal Balance of Student Loans Upon Transfer into Trust Estate             | \$ | 20,725,114.89 |
| ii.                                      | Interest Capitalized to Date on Student Loans Since Transfer into Trust Estate |    | 3,393.19      |
| iii.                                     | Total Principal Required to be Paid on Student Loans                           |    | 20,728,508.08 |
| iv.                                      | Principal Balance of Student Loans Defaulting During Period                    |    | -             |
| v.                                       | Cumulative Principal Balance of Defaulted Student Loans                        |    | -             |
| vi.                                      | Cumulative Default Rate  |    | 0.00%         |
| vii.                                     | Recovery of Defaulted Student Loans  |    |               |
| viii.                                    | Cumulative Default Rate, Net of Recoveries                                     |    |               |

**IV. Funds and Account Activity**

**A. Funds and Accounts**

|                              | Beg Balance<br>7/1/2020 | Quarterly<br>Activity | End Balance<br>9/30/2020 |
|------------------------------|-------------------------|-----------------------|--------------------------|
| Student Loan Fund            | \$ -                    | \$ 9,013,257.32       | \$ 9,013,257.32          |
| Revenue Fund                 |                         | 28,931.39             | 28,931.39                |
| Capitalized Interest Fund    |                         | 1,500,012.71          | 1,500,012.71             |
| Debt Service Fund-Interest   |                         | 303,685.18            | 303,685.18               |
| Debt Service Fund-Principal  |                         | 228,840.99            | 228,840.99               |
| Debt Service Fund-Retirement |                         |                       | -                        |
| Debt Service Reserve Fund    |                         | 529,004.39            | 529,004.39               |
| Rebate Fund                  |                         |                       | -                        |
| Operating Fund               |                         | 214,600.00            | 214,600.00               |
| <b>Total Balances</b>        | \$ -                    | \$ 11,818,331.98      | \$ 11,818,331.98         |

**B. Funds Remitted: Operating Fund**

|                    |      |
|--------------------|------|
| Servicing Fees     |      |
| Trustee Fees       |      |
| Administrator Fees |      |
| Other              |      |
| <b>Total</b>       | \$ - |

| <b>V. Distributions</b>   |               |   |                      |
|---|---------------|---|----------------------|
| <b>A. Waterfall Activity</b>  |               |   |                      |
|   |               |   | Remaining<br>Balance |
| Total Available Funds   |               |   | \$ 776,057.56        |
| i. First: To the Rebate Fund  | \$ -          |   | \$ 776,057.56        |
| ii. Second: To the Operating Fund   | \$ 214,600.00 |   | \$ 561,457.56        |
| iii. Third: To the Tax-Exempt Interest Account of the Debt Service Fund           | \$ 303,685.18 |   | \$ 257,772.38        |
| iv. Fourth: To the Tax-Exempt Principal Account of the Debt Service Fund          |               |   | \$ 257,772.38        |
| v. Fifth: To the Tax-Exempt Account of the Debt Service Reserve Fund              | \$ -          |   | \$ 257,772.38        |
| vi. Sixth: To the Tax-Exempt Interest Account of the Debt Service Fund            | \$ -          |   | \$ 257,772.38        |
| vii. Seventh: To the Tax-Exempt Principal Account of the Debt Service Fund        | \$ 228,840.99 |   | \$ 28,931.39         |
| viii. Eighth: To the Tax-Exempt Interest Account of the Debt Service Fund         | \$ -          |   | \$ 28,931.39         |
| ix. Ninth: To the Tax-Exempt Principal Account of the Debt Service Fund           | \$ -          |   | \$ 28,931.39         |
| x. Tenth: To the Tax-Exempt Account of the Student Loan Fund                      | \$ -          |   | \$ 28,931.39         |
| xi. Eleventh: To the Retirement Account of the Debt Service Fund                  | \$ -          |   | \$ 28,931.39         |
| xii. Twelfth: To the Operating Fund   | \$ -          |   | \$ 28,931.39         |
| xiii. Thirteenth: Released from Indenture   | \$ -          |   | \$ 28,931.39         |
|   |               | * | \$ 28,931.39         |
| Balance Revenue Fund at Quarter End   |               |   | \$ 28,931.39         |
| * This represents funds credited on the last day of the month after the waterfall |               |   |                      |

**VI. Portfolio Characteristics**

**Distribution of the Loans by Loan Type**

| Rate Type Description  | Principal Balance   | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |              |
|------------------------|---------------------|------------------|-----------------------------------|-----------------|--------------|
| NC Assist Parent Loan  | \$4,990,146         | \$17,513         | 17.48%                            | 496             |              |
| NC Assist Student Loan | 23,563,354          | 808,993          | 82.52%                            | 2,182           |              |
|                        | <u>\$28,553,499</u> | <u>0</u>         | <u>\$826,507</u>                  | <u>100.00%</u>  | <u>2,678</u> |

**Distribution of the Loans Among Undergraduate and Graduate Students**

| Program   | Principal Balance   | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |              |
|-----------|---------------------|------------------|-----------------------------------|-----------------|--------------|
| Undergrad | \$25,304,848        | \$692,786        | 88.62%                            | 2,505           |              |
| Graduate  | 3,248,652           | 133,721          | 11.38%                            | 173             |              |
|           | <u>\$28,553,499</u> | <u>0</u>         | <u>\$826,507</u>                  | <u>100.00%</u>  | <u>2,678</u> |

**Distribution of the Loans by Loan Status**

| Status      | Principal Balance   | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |
|-------------|---------------------|------------------|-----------------------------------|-----------------|
| School      | \$20,034,890        | \$651,411        | 70.17%                            | 1,884           |
| Repayment   | 4,426,705           | 15,448           | 15.50%                            | 412             |
| Grace       | 3,917,378           | 157,291          | 13.72%                            | 354             |
| Deferment   | 115,878             | 920              | 0.41%                             | 20              |
| Forbearance | 58,649              | 1,437            | 0.21%                             | 8               |
|             | <u>\$28,553,499</u> | <u>\$826,507</u> | <u>100.00%</u>                    | <u>2,678</u>    |



**VI. Portfolio Characteristics (continued)**
**Distribution of the Loans by School Type**

| School Type             | Principal Balance   | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |
|-------------------------|---------------------|------------------|-----------------------------------|-----------------|
| In-state 4-Year Private | \$15,194,154        | \$441,867        | 53.21%                            | 1,047           |
| In-state 4-Year Public  | 9,489,669           | 271,497          | 33.23%                            | 1,234           |
| Out-of-State Private    | 1,745,616           | 56,243           | 6.11%                             | 113             |
| In-state 2-Year Public  | 1,085,832           | 31,378           | 3.80%                             | 199             |
| Out-of-State Public     | 849,050             | 22,629           | 2.97%                             | 62              |
| In-state 2-Year Private | 189,179             | 2,892            | 0.66%                             | 23              |
|                         | <b>\$28,553,499</b> | <b>\$826,507</b> | <b>100.00%</b>                    | <b>2,678</b>    |

**Distribution of the Loans by Remaining Term**

| Remaining Term Category | Principal Balance   | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |
|-------------------------|---------------------|------------------|-----------------------------------|-----------------|
| 85 - 96                 | \$82,674            | \$247            | 0.29%                             | 12              |
| 97 - 108                | 1,102,957           | 3,802            | 3.86%                             | 115             |
| 109 - 120               | 27,367,868          | 822,457          | 95.85%                            | 2,551           |
|                         | <b>\$28,553,499</b> | <b>\$826,507</b> | <b>100.00%</b>                    | <b>2,678</b>    |

**Delinquency Rates of the Loans in Repayment**

| Delinquency | Principal Balance  | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |
|-------------|--------------------|------------------|-----------------------------------|-----------------|
| <= 30       | \$4,394,265        | \$14,896         | 99.27%                            | 407             |
| 31 - 60     | 16,576             | 249              | 0.37%                             | 1               |
| 61 - 90     | 15,864             | 303              | 0.36%                             | 4               |
| 91 - 120    | 0                  | 0                | 0.00%                             | 0               |
| 121 - 150   | 0                  | 0                | 0.00%                             | 0               |
| 151 - 180   | 0                  | 0                | 0.00%                             | 0               |
|             | <b>\$4,426,705</b> | <b>\$15,448</b>  | <b>100.00%</b>                    | <b>412</b>      |

**VI. Portfolio Characteristics (continued)**

**Distribution of the Loans by FICO Score Range**

| <b>FICO</b> | <b>Principal Balance</b> | <b>Accrued Interest</b> | <b>% of Loans by Outstanding Balance</b> | <b>Number of Loans</b> |
|-------------|--------------------------|-------------------------|--|------------------------|
| 700 - 739   | \$9,859,888              | \$250,628               | 34.53%                                   | 951                    |
| 740 - 779   | 10,641,961               | 345,271                 | 37.27%                                   | 979                    |
| 780 +       | 8,051,650                | 230,607                 | 28.20%                                   | 748                    |
|             | <u>\$28,553,499</u>      | <u>\$826,507</u>        | <u>100.00%</u>                           | <u>2,678</u>           |

**Loans With Co-signor and Loans Without Co-signor**

| <b>Cosigned</b> | <b>Principal Balance</b> | <b>Accrued Interest</b> | <b>% of Loans by Outstanding Balance</b> | <b>Number of Loans</b> |
|-----------------|--------------------------|-------------------------|--|------------------------|
| No              | \$14,717,208             | \$345,100               | 51.54%                                   | 1,317                  |
| Yes             | 13,836,292               | 481,406                 | 48.46%                                   | 1,361                  |
|                 | <u>\$28,553,499</u>      | <u>\$826,507</u>        | <u>100.00%</u>                           | <u>2,678</u>           |

**Distribution of the Loans by Remaining School Term**

| <b>School Term in Months Remaining</b> | <b>Principal Balance</b> | <b>Accrued Interest</b> | <b>% of Loans by Outstanding Balance</b> | <b>Number of Loans</b> |              |
|--|--------------------------|-------------------------|--|------------------------|--------------|
| <= 12                                  | \$4,867,547              | \$169,253               | 24.30%                                   | 297                    |              |
| 13 - 24                                | 3,979,669                | 164,742                 | 19.86%                                   | 347                    |              |
| 25 - 36                                | 4,570,833                | 136,207                 | 22.81%                                   | 433                    |              |
| 37 - 48                                | 3,337,038                | 81,815                  | 16.66%                                   | 378                    |              |
| 49 - 60                                | 1,787,575                | 61,081                  | 8.92%                                    | 227                    |              |
| > 60                                   | 1,492,228                | 38,313                  | 7.45%                                    | 202                    |              |
|  | <u>\$20,034,890</u>      | <u>0</u>                | <u>\$651,411</u>                         | <u>100.00%</u>         | <u>1,884</u> |

**VI. Portfolio Characteristics (continued)**
**Loans in Repayment Utilizing ACH**

| Utilized | Principal Balance  | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |
|----------|--------------------|------------------|-----------------------------------|-----------------|
| Yes      | \$2,673,820        | \$8,019          | 60.40%                            | 218             |
| No       | 1,752,885          | 7,429            | 39.60%                            | 194             |
|          | <u>\$4,426,705</u> | <u>0</u>         | <u>100.00%</u>                    | <u>412</u>      |

**Distribution of the Loans by Residence of the Borrower**

| State | Principal Balance   | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |
|-------|---------------------|------------------|-----------------------------------|-----------------|
| NC    | \$22,568,285        | \$648,363        | 79.04%                            | 2,312           |
| Other | 5,985,215           | 178,143          | 20.96%                            | 366             |
|       | <u>\$28,553,499</u> | <u>0</u>         | <u>100.00%</u>                    | <u>2,678</u>    |

**Loans by Outstanding Principal Balance**

| Principal Per Loan     | Principal Balance   | Accrued Interest | % of Loans by Outstanding Balance | Number of Loans |
|------------------------|---------------------|------------------|-----------------------------------|-----------------|
| < \$5,000              | \$2,290,291         | \$45,018         | 8.02%                             | 721             |
| \$5,000 - \$9,999.99   | 6,973,381           | 149,798          | 24.42%                            | 976             |
| \$10,000 - \$14,999.99 | 5,416,395           | 144,247          | 18.97%                            | 452             |
| \$15,000 - \$19,999.99 | 4,039,055           | 123,053          | 14.15%                            | 240             |
| \$20,000 - \$24,999.99 | 2,301,349           | 63,243           | 8.06%                             | 104             |
| \$25,000 - \$29,999.99 | 1,780,398           | 61,380           | 6.24%                             | 65              |
| \$30,000 - \$34,999.99 | 928,197             | 27,114           | 3.25%                             | 29              |
| \$35,000 - \$39,999.99 | 592,816             | 18,513           | 2.08%                             | 16              |
| \$40,000 - \$44,999.99 | 794,485             | 31,407           | 2.78%                             | 19              |
| \$45,000 - \$49,999.99 | 375,293             | 16,309           | 1.31%                             | 8               |
| \$50,000 - \$59,999.99 | 1,170,847           | 45,893           | 4.10%                             | 22              |
| \$60,000 - \$69,999.99 | 777,409             | 30,905           | 2.72%                             | 12              |
| \$70,000 - \$79,999.99 | 517,110             | 25,551           | 1.81%                             | 7               |
| \$80,000 - \$90,000.00 | 596,475             | 44,074           | 2.09%                             | 7               |
|                        | <u>\$28,553,499</u> | <u>\$826,507</u> | <u>100.00%</u>                    | <u>2,678</u>    |

**VI. Portfolio Characteristics (continued)**

**Loans by School**

| <b>School Name</b>                         | <b>Principal Balance</b> | <b>Accrued Interest</b> | <b>% of Loans by Outstanding Balance</b> | <b>Number of Loans</b> |              |
|--|--------------------------|-------------------------|--|------------------------|--------------|
| Duke University                            | \$5,956,842              | \$171,331               | 20.86%                                   | 228                    |              |
| University of North Carolina - Charlotte   | 1,668,544                | 62,205                  | 5.84%                                    | 209                    |              |
| North Carolina State University            | 1,539,183                | 44,977                  | 5.39%                                    | 197                    |              |
| University of North Carolina - Chapel Hill | 1,369,936                | 39,121                  | 4.80%                                    | 119                    |              |
| Meredith College                           | 1,343,224                | 38,476                  | 4.70%                                    | 120                    |              |
| Campbell University                        | 1,325,163                | 39,866                  | 4.64%                                    | 112                    |              |
| East Carolina University                   | 1,277,855                | 34,852                  | 4.48%                                    | 178                    |              |
| Lenoir-Rhyne University                    | 1,224,267                | 39,242                  | 4.29%                                    | 96                     |              |
| Appalachian State University               | 1,017,575                | 22,406                  | 3.56%                                    | 147                    |              |
| Elon University                            | 979,966                  | 27,545                  | 3.43%                                    | 63                     |              |
| Other                                      | 10,850,944               | 306,486                 | 38.00%                                   | 1,209                  |              |
|  | <u>\$28,553,499</u>      | <u>0</u>                | <u>\$826,507</u>                         | <u>100.00%</u>         | <u>2,678</u> |