HIGHER EDUCATION LOAN AUTHORITY OF THE STATE OF MISSOURI
ANNUAL FILING

DECEMBER 26, 2019

The Higher Education Loan Authority of the State of Missouri (the "Authority" or "MOHELA") is making this annual filing pursuant to its various continuing disclosure obligations (the "Continuing Disclosure Obligations") with respect to certain of its outstanding student loan revenue bond and/or note issues (as described herein, the "Bonds"). While the Authority is not obligated to file annual continuing disclosure with respect to all of its Bonds, and while the Continuing Disclosure Obligations may differ from series to series of Bonds which do require continuing disclosure, the Authority has determined to voluntarily provide comparable information regarding each of its issuances in an effort to provide the owners of the Bonds and other interested parties with information that might be relevant to them. This Annual Filing contains certain information (typically as of September 30, 2019) with respect to each of the Trust Indentures described herein under which the Authority had Bonds outstanding during the disclosure year, information regarding the Authority, including additional information regarding its outstanding Bonds. Additional information regarding the various series of Bonds can be found in the Material Event and other filings that have been filed by the Authority with the various Nationally Recognized Municipal Securities Information Repositories via DisclosureUSA and with the Municipal Securities Rulemaking Board's Electronic Municipal Market Access website ("EMMA") in connection therewith, some of which are referenced herein and on MOHELA's website (www.mohela.com), and by reference to the Official Statements, Offering Memorandums or other offering documents for such Bonds. The most recent offering document for Bonds issued by the Authority is dated May 10, 2013 and can be accessed on EMMA by searching CUSIP 606072LB0. The Authority reserves the right in the future to discontinue providing certain information not otherwise required by its Continuing Disclosure Obligations.

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GENERAL INFORMATION REGARDING AND DESCRIPTION OF LOANS UNDER THE AUTHORITY'S SERIES 2009-1 TRUST INDENTURE

The proceeds of the Bonds issued by the Higher Education Loan Authority of the State of Missouri (the "Authority") on November 5, 2009 pursuant to the Series 2009-1 Trust Indenture, as amended to date (collectively, the "Series 2009-1 Trust Indenture"), were used to finance or refinance Eligible Loans (defined hereafter).

The sources and uses of the proceeds from the Series 2009-1 Trust Indenture offering were as follows:

Source of Funds:		
Proceeds to the trust estate from the sale of the notes	$	186,000,000
Contribution		5,728,793
Less: Underwriter Discount		(1,365,010)
Total	$	190,363,783
Uses		
Deposit to Acquisition Fund	$	186,334,990
Deposit to Capitalized Interest Fund		1,944,584
Deposit to Collection Account		1,600,000
Deposit to Reserve Fund		484,209
Total	$	190,363,783

As of September 30, 2019, approximately $47.8 million in Bonds were outstanding under the Series 2009-1 Trust Indenture and the trust estate under the Series 2009-1 Trust Indenture had (a) approximately $4.2 million in cash, accrued receivables and investments on deposit and (b) approximately $58.6 million in principal amount of student loans originated under the Federal Family Education Loan Program (the "FFELP Loans") permitted pursuant to the Series 2009-1 Trust Indenture ("Eligible Loans") having characteristics substantially similar to those described below. As of September 30, 2019, the balance under the Series 2009-1 Trust Indenture in the Capitalized Interest Fund was $0, in the Collection Fund was $1,587,634, in the Department Rebate Fund was $7,763 and in the Reserve Fund was $290,060. Eligible Loans held under the Series 2009-1 Trust Indenture in the future may have characteristics similar to such Loans or the characteristics of such Eligible Loans may vary materially from the characteristics of the Eligible Loans described below.

Distribution of Portfolio by Loan Type (as of September 30, 2019)

Loan Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Stafford	$ 85,535.20	0.15%
Consolidation	58,496,545.52	99.84%
PLUS	7,450.91	0.01%
TOTALS:	$ 58,589,531.63	100.00%

Distribution of Portfolio by Borrower Payment Status (as of September 30, 2019)

Borrower Payment Status	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Forbearance	$ 6,134,881.85	10.47%
Deferment	1,932,517.75	3.30%
Repayment	50,522,132.03	86.23%
TOTALS:	$ 58,589,531.63	100.00%

Distribution of Portfolio by School Type (as of September 30, 2019)

School Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Four-Year Schools	$ 47,560,661.23	81.17%
Two-Year Schools	5,224,624.46	8.92%
Other	5,804,245.94	9.91%
TOTALS:	$ 58,589,531.63	100.00%

FOR AN UPDATE OF THE INFORMATION PROVIDED IN THE OFFERING MEMORANDUM UNDER THE HEADING "CHARACTERISTICS OF THE FINANCED STUDENT LOANS," SEE THE QUARTERLY REPORT FOR OCTOBER 31, 2019 FILED BY THE AUTHORITY WITH ELECTRONIC MUNICIPAL MARKET ACCESS FACILITY OF THE MUNICIPAL SECURITIES RULEMAKING BOARD AT HTTPS://EMMA.MSRB.ORG/ER1285599-ER1002630-ER1406342.PDF, WHICH REPORT IS INCORPORATED HEREIN BY REFERENCE."

GENERAL INFORMATION REGARDING AND DESCRIPTION OF LOANS UNDER THE AUTHORITY'S SERIES 2010-1 TRUST INDENTURE

The proceeds of the Bonds issued by the Higher Education Loan Authority of the State of Missouri (the "Authority") on January 26, 2010 pursuant to the Series 2010-1 Trust Indenture, as amended to date (the "Series 2010-1 Trust Indenture"), were used to finance or refinance Eligible Loans (defined hereafter).

The sources and uses of the proceeds from the Series 2010-1 Trust Indenture offering were as follows:

Source of Funds:		
Proceeds to the trust estate from the sale of the notes	$	761,400,000
Less: Underwriter Discount		(4,000,000)
Total	$	757,400,000
Uses		
Deposit to Acquisition Fund	$	747,404,016
Deposit to Capitalized Interest Fund		7,996,787
Deposit to Reserve Fund		1,999,197
Total	$	757,400,000

On November 16, 2018, Fitch issued a rating action in which it lowered the rating for the Series 2010-1 Notes from "AAAsf" to "AAsf." The downgrade was mainly driven by deterioration of the transaction's maturity profiles due to increasing income-based repayment (IBR) and extended weighted average loan terms. For more information, please see the Authority's December 26, 2018 filing with EMMA. The downgrade of the Series 2010-1 Notes has generally no impact on interest rates being paid on the bonds or any other costs of the trust. The Series 2010-1 Notes are rated "AA+sf" by S&P Global Ratings, a Standard & Poor's Financial Services LLC business ("S&P").

On October 14, 2019, Fitch issued a rating action in which it lowered the rating for the Series 2010-1 Notes from "AAsf" to "BBsf." The downgrade was mainly driven by deterioration of the transaction's maturity profiles due increasing income-based repayment (IBR) and extended weighted average loan terms. For more information, please see the Authority's October 17, 2019 filing with EMMA. The downgrade of the Series 2010-1 Notes has generally no impact on interest rates being paid on the bonds or any other costs of the trust. The Series 2010-1 Notes are rated "AA+sf" by S&P Global Ratings, a Standard & Poor's Financial Services LLC business ("S&P").

As of September 30, 2019, approximately $185.9 million in Bonds were outstanding under the Series 2010-1 Trust Indenture and the trust estate under the Series 2010-1 Trust Indenture had (a) approximately $17.5 million in cash, accrued receivables and investments on deposit and (b) approximately $197.7 million in principal amount of student loans originated under the Federal Family Education Loan Program (the "FFELP Loans") permitted pursuant to the Series 2010-1 Trust Indenture ("Eligible Loans") having characteristics substantially similar to those described below. As of September 30, 2019, the balance under the Series 2010-1 Trust Indenture in the Capitalized Interest Fund was $0, in the Collection Fund was $5,361,806, in the Department Rebate Fund was $21,466 and in the Reserve Fund was $1,191,568. Eligible Loans held under the Series 2010-1 Trust Indenture in the future may have characteristics similar to such Loans or the characteristics of such Eligible Loans may vary materially from the characteristics of the Eligible Loans described below.

Distribution of Portfolio by Loan Type (as of September 30, 2019)

Loan Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Stafford	$ 70,159,113.90	35.49%
Consolidation	120,990,631.11	61.20%
PLUS	6,542,421.94	3.31%
TOTALS:	$ 197,692,166.95	100.00%

Distribution of Portfolio by Borrower Payment Status (as of September 30, 2019)

Borrower Payment Status	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
In School	$ 201,332.76	0.10%
In Grace	25,601.00	0.01%
Forbearance	18,227,740.04	9.22%
Deferment	11,038,927.03	5.58%
Repayment	168,198,566.12	85.09%
TOTALS:	$ 197,692,166.95	100.00%

Distribution of Portfolio by School Type (as of September 30, 2019)

School Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Four-Year Schools	$ 143,633,523.41	72.65%
Two-Year Schools	27,514,099.86	13.92%
Graduate Schools	188,324.75	0.10%
Other	26,356,218.93	13.33%
TOTALS:	$ 197,692,166.95	100.00%

FOR AN UPDATE OF THE INFORMATION PROVIDED IN THE OFFERING MEMORANDUM UNDER THE HEADING "CHARACTERISTICS OF THE FINANCED STUDENT LOANS," SEE THE QUARTERLY REPORT FOR OCTOBER 31, 2019 FILED BY THE AUTHORITY WITH ELECTRONIC MUNICIPAL MARKET ACCESS FACILITY OF THE MUNICIPAL SECURITIES RULEMAKING BOARD AT HTTPS://EMMA.MSRB.ORG/ER1285653-ER1002674-ER1406389.PDF, WHICH REPORT IS INCORPORATED HEREIN BY REFERENCE."

GENERAL INFORMATION REGARDING AND DESCRIPTION OF LOANS UNDER THE AUTHORITY'S SERIES 2010-2 TRUST INDENTURE

The proceeds of the Bonds issued by the Higher Education Loan Authority of the State of Missouri (the "Authority") on May 26, 2010 pursuant to the Series 2010-2 Trust Indenture, as amended to date (the "Series 2010-2 Trust Indenture"), were used to finance or refinance Eligible Loans (defined hereafter).

The sources and uses of the proceeds from the Series 2010-2 Trust Indenture offering were as follows:

Source of Funds:	
Proceeds to the trust estate from the sale of the notes	$ 822,500,000
Less: Underwriter Discount	(5,198,316)
Total	$ 817,301,684
Uses	
Deposit to Acquisition Fund	$ 806,621,339
Deposit to Capitalized Interest Fund	8,544,276
Deposit to Reserve Fund	2,136,069
Total	$ 817,301,684

As of September 30, 2019, approximately $164.8 million in Bonds were outstanding under the Series 2010-2 Trust Indenture and the trust estate under the Series 2010-2 Trust Indenture had (a) approximately $18.4 million in cash, accrued receivables and investments on deposit and (b) approximately $212.1 million in principal amount of student loans originated under the Federal Family Education Loan Program (the "FFELP Loans") permitted pursuant to the Series 2010-2 Trust Indenture ("Eligible Loans") having characteristics substantially similar to those described below. As of September 30, 2019, the balance under the Series 2010-2 Trust Indenture in the Capitalized Interest Fund was $0, in the Collection Fund was $6,289,466, in the Department Rebate Fund was $26,376 and in the Reserve Fund was $1,247,713. Eligible Loans held under the Series 2010-2 Trust Indenture in the future may have characteristics similar to such Loans or the characteristics of such Eligible Loans may vary materially from the characteristics of the Eligible Loans described below.

Distribution of Portfolio by Loan Type (as of September 30, 2019)

Loan Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Stafford	$ 83,586,001.10	39.40%
Consolidation	121,168,524.96	57.12%
PLUS	7,388,148.02	3.48%
TOTALS:	$ 212,142,674.08	100.00%

Distribution of Portfolio by Borrower Payment Status (as of September 30, 2019)

Borrower Payment Status	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
In School	$ 134,144.54	0.06%
In Grace	72,671.30	0.03%
Forbearance	21,203,573.33	9.99%
Deferment	12,015,420.01	5.66%
Repayment	178,716,864.90	84.26%
TOTALS:	$ 212,142,674.08	100.00%

Distribution of Portfolio by School Type (as of September 30, 2019)

School Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Four-Year Schools	$ 153,932,247.74	72.56%
Two-Year Schools	30,525,738.63	14.39%
Graduate Schools	30,132.38	0.01%
Other	27,654,555.33	13.04%
TOTALS:	$ 212,142,674.08	100.00%

FOR AN UPDATE OF THE INFORMATION PROVIDED IN THE OFFERING MEMORANDUM UNDER THE HEADING "CHARACTERISTICS OF THE FINANCED STUDENT LOANS," SEE THE QUARTERLY REPORT FOR OCTOBER 31, 2019 FILED BY THE AUTHORITY WITH ELECTRONIC MUNICIPAL MARKET ACCESS FACILITY OF THE MUNICIPAL SECURITIES RULEMAKING BOARD AT HTTPS://EMMA.MSRB.ORG/ER1285661-ER1002682-ER1406398.PDF, WHICH REPORT IS INCORPORATED HEREIN BY REFERENCE."

GENERAL INFORMATION REGARDING AND DESCRIPTION OF LOANS UNDER THE AUTHORITY'S SERIES 2010-3 TRUST INDENTURE

The proceeds of the Bonds issued by the Higher Education Loan Authority of the State of Missouri (the "Authority") on September 28, 2010 pursuant to the Series 2010-3 Trust Indenture, as amended to date (the "Series 2010-3 Trust Indenture"), were used to finance or refinance Eligible Loans (defined hereafter).

The sources and uses of the proceeds from the Series 2010-3 Trust Indenture offering were as follows:

Source of Funds:		
Proceeds to the trust estate from the sale of the notes	$	495,200,000
Less: Underwriter Discount		(2,476,000)
Total	$	492,724,000
Uses		
Deposit to Acquisition Fund	$	486,250,437
Deposit to Capitalized Interest Fund		5,178,850
Deposit to Reserve Fund		1,294,713
Total	$	492,724,000

On October 14, 2019, Fitch issued a rating action in which it lowered the rating for the Series 2010-3 Notes from "AAAsf" to "AAsf." The downgrade was mainly driven by deterioration of the transaction's maturity profiles due to increasing income-based repayment (IBR) and extended weighted average loan terms. For more information, please see the Authority's October 17, 2019 filing with EMMA. The downgrade of the Series 2010-3 Notes has generally no impact on interest rates being paid on the bonds or any other costs of the trust. The Series 2010-3 Notes are rated "AA+sf" by S&P Global Ratings, a Standard & Poor's Financial Services LLC business ("S&P").

As of September 30, 2019, approximately $112.4 million in Bonds were outstanding under the Series 2010-3 Trust Indenture and the trust estate under the Series 2010-3 Trust Indenture had (a) approximately $12.0 million in cash, accrued receivables and investments on deposit and (b) approximately $131.3 million in principal amount of student loans originated under the Federal Family Education Loan Program (the "FFELP Loans") permitted pursuant to the Series 2010-3 Trust Indenture ("Eligible Loans") having characteristics substantially similar to those described below. As of September 30, 2019, the balance under the Series 2010-3 Trust Indenture in the Capitalized Interest Fund was $0, in the Collection Fund was $3,413,986, in the Department Rebate Fund was $189,793 and in the Reserve Fund was $765,485. Eligible Loans held under the Series 2010-3 Trust Indenture in the future may have characteristics similar to such Loans or the characteristics of such Eligible Loans may vary materially from the characteristics of the Eligible Loans described below.

Distribution of Portfolio by Loan Type (as of September 30, 2019)

Loan Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Stafford	$ 68,033,646.83	51.82%
Consolidation	60,847,879.73	46.35%
PLUS	2,408,778.85	1.83%
TOTALS:	$ 131,290,305.41	100.00%

Distribution of Portfolio by Borrower Payment Status (as of September 30, 2019)

Borrower Payment Status	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
In School	$ 232,396.00	0.18%
In Grace	83,324.61	0.06%
Forbearance	13,444,603.74	10.24%
Deferment	9,526,815.24	7.26%
Repayment	108,003,165.82	82.26%
TOTALS:	$ 131,290,305.41	100.00%

Distribution of Portfolio by School Type (as of September 30, 2019)

School Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Four-Year Schools	$ 98,006,502.15	74.65%
Two-Year Schools	17,608,371.88	13.41%
Graduate Schools	46,454.99	0.04%
Other	15,628,976.39	11.90%
TOTALS:	$ 131,290,305.41	100.00%

FOR AN UPDATE OF THE INFORMATION PROVIDED IN THE OFFERING MEMORANDUM UNDER THE HEADING "CHARACTERISTICS OF THE FINANCED STUDENT LOANS," SEE THE QUARTERLY REPORT FOR OCTOBER 31, 2019 FILED BY THE AUTHORITY WITH ELECTRONIC MUNICIPAL MARKET ACCESS FACILITY OF THE MUNICIPAL SECURITIES RULEMAKING BOARD AT HTTPS://EMMA.MSRB.ORG/ER1285663-ER1002684-ER1406401.PDF, WHICH REPORT IS INCORPORATED HEREIN BY REFERENCE."

GENERAL INFORMATION REGARDING AND DESCRIPTION OF LOANS UNDER THE AUTHORITY'S SERIES 2011-1 TRUST INDENTURE

The proceeds of the Bonds issued by the Higher Education Loan Authority of the State of Missouri (the "Authority") on July 19, 2011 pursuant to the Series 2011-1 Trust Indenture, as amended to date (the "Series 2011-1 Trust Indenture"), were used to finance or refinance Eligible Loans (defined hereafter).

The sources and uses of the proceeds from the Series 2011-1 Trust Indenture offering were as follows:

Source of Funds:		
Proceeds to the trust estate from the sale of the notes	$	576,800,000
Less: Bond Discount		(4,794,938)
Less: Underwriter Discount		(2,595,600)
Total	$	569,409,462
Uses		
Deposit to Acquisition Fund	$	562,011,612
Deposit to Capitalized Interest Fund		5,918,280
Deposit to Reserve Fund		1,479,570
Total	$	569,409,462

As of September 30, 2019, approximately $137.9 million in Bonds were outstanding under the Series 2011-1 Trust Indenture and the trust estate under the Series 2011-1 Trust Indenture had (a) approximately $11.3 million in cash, accrued receivables and investments on deposit and (b) approximately $152.1 million in principal amount of student loans originated under the Federal Family Education Loan Program (the "FFELP Loans") permitted pursuant to the Series 2011-1 Trust Indenture ("Eligible Loans") having characteristics substantially similar to those described below. As of September 30, 2019, the balance under the Series 2011-1 Trust Indenture in the Capitalized Interest Fund was $0, in the Collection Fund was $2,208,358, in the Department Rebate Fund was $157,229 and in the Reserve Fund was $874,963. Eligible Loans held under the Series 2011-1 Trust Indenture in the future may have characteristics similar to such Loans or the characteristics of such Eligible Loans may vary materially from the characteristics of the Eligible Loans described below.

Distribution of Portfolio by Loan Type (as of September 30, 2019)

Loan Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Stafford	$ 83,269,361.74	54.74%
Consolidation	61,934,002.87	40.71%
PLUS	6,918,261.83	4.55%
TOTALS:	$ 152,121,626.44	100.00%

Distribution of Portfolio by Borrower Payment Status (as of September 30, 2019)

Borrower Payment Status	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
In School	$ 464,313.42	0.31%
In Grace	108,819.00	0.07%
Forbearance	14,289,741.97	9.39%
Deferment	10,825,348.70	7.12%
Repayment	126,433,403.35	83.11%
TOTALS:	$ 152,121,626.44	100.00%

Distribution of Portfolio by School Type (as of September 30, 2019)

School Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Four-Year Schools	$ 106,293,707.03	69.88%
Two-Year Schools	22,149,993.37	14.56%
Graduate Schools	63,400.48	0.04%
Other	23,614,525.56	15.52%
TOTALS:	$ 152,121,626.44	100.00%

FOR AN UPDATE OF THE INFORMATION PROVIDED IN THE OFFERING MEMORANDUM UNDER THE HEADING "CHARACTERISTICS OF THE FINANCED STUDENT LOANS," SEE THE QUARTERLY REPORT FOR NOVEMBER 30, 2019 FILED BY THE AUTHORITY WITH ELECTRONIC MUNICIPAL MARKET ACCESS FACILITY OF THE MUNICIPAL SECURITIES RULEMAKING BOARD AT HTTPS://EMMA.MSRB.ORG/ER1292062-ER1007500-ER1411936.PDF, WHICH REPORT IS INCORPORATED HEREIN BY REFERENCE."

GENERAL INFORMATION REGARDING AND DESCRIPTION OF LOANS UNDER THE AUTHORITY'S SERIES 2012-1 TRUST INDENTURE

The proceeds of the Bonds issued by the Higher Education Loan Authority of the State of Missouri (the "Authority") on May 10, 2012 pursuant to the Series 2012-1 Trust Indenture, as amended to date (the "Series 2012-1 Trust Indenture"), were used to finance or refinance Eligible Loans (defined hereafter).

The sources and uses of the proceeds from the Series 2012-1 Trust Indenture offering were as follows:

Source of Funds:	
Proceeds to the trust estate from the sale of the notes	$ 256,100,000
Less: Underwriter Discount	(1,152,450)
Total	$ 254,947,550
Uses	
Deposit to Acquisition Fund	$ 251,681,388
Deposit to Capitalized Interest Fund	2,612,930
Deposit to Reserve Fund	653,232
Total	$ 254,947,550

On December 9, 2016, Fitch issued a rating action in which it lowered the rating for the Student Loan Asset-Backed Series 2012-1 Notes from "AAAsf" to "Asf" and removed the rating from "Rating Watch Negative." For more information, please see the Authority's December 14, 2016 filing with EMMA. The downgrade of the Series 2012-1 Notes has generally no impact on interest rates being paid on the bonds or any other costs of the trust.

On November 20, 2017, Fitch issued a rating action in which it lowered the rating for the Series 2012-1 Notes from "Asf" to "BBBsf." The downgrade was mainly driven by the extension of the weighted average remaining term compared to the prior year. For more information, please see the Authority's December 4, 2017 filing with EMMA. The downgrade of the Series 2012-1 Notes has generally no impact on interest rates being paid on the bonds or any other costs of the trust.

On November 16, 2018, Fitch issued a rating action in which it lowered the rating for the Series 2012-1 Notes from "BBBsf" to "Bsf." The downgrade was mainly driven by deterioration of the transaction's maturity profiles due to increasing income-based repayment (IBR) and extended weighted average loan terms. For more information, please see the Authority's December 26, 2018 filing with EMMA. The downgrade of the Series 2012-1 Notes has generally no impact on interest rates being paid on the bonds or any other costs of the trust. The Series 2012-1 Notes are rated "AA+sf" by S&P Global Ratings, a Standard & Poor's Financial Services LLC business ("S&P").

As of September 30, 2019, approximately $52.8 million in Bonds were outstanding under the Series 2012-1 Trust Indenture and the trust estate under the Series 2012-1 Trust Indenture had (a) approximately $5.0 million in cash, accrued receivables and investments on deposit and (b) approximately $59.4 million in principal amount of student loans originated under the Federal Family Education Loan Program (the "FFELP Loans") permitted pursuant to the Series 2012-1 Trust Indenture ("Eligible Loans") having characteristics substantially similar to those described below. As of September 30, 2019, the balance under the Series 2012-1 Trust Indenture in the Capitalized Interest Fund was $0, in the Collection Fund was $963,540, in the Department Rebate Fund was $120,993 and in the Reserve Fund was $383,468. Eligible Loans held under the Series 2012-1 Trust Indenture in the future may have characteristics similar to such Loans or the characteristics of such Eligible Loans may vary materially from the characteristics of the Eligible Loans described below.

Distribution of Portfolio by Loan Type (as of September 30, 2019)

Loan Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Stafford	$ 48,886,235.09	82.24%
Consolidation	3,974,693.69	6.69%
PLUS	6,579,864.61	11.07%
TOTALS:	$ 59,440,793.39	100.00%

Distribution of Portfolio by Borrower Payment Status (as of September 30, 2019)

Borrower Payment Status	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
In School	$ 134,194.17	0.23%
In Grace	83,672.34	0.14%
Forbearance	7,561,657.33	12.72%
Deferment	4,661,058.79	7.84%
Repayment	47,000,210.76	79.07%
TOTALS:	$ 59,440,793.39	100.00%

Distribution of Portfolio by School Type (as of September 30, 2019)

School Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Four-Year Schools	$ 42,372,421.66	71.28%
Two-Year Schools	9,806,851.15	16.50%
Graduate Schools	4,356.41	0.01%
Other	7,257,164.17	12.21%
TOTALS:	$ 59,440,793.39	100.00%

FOR AN UPDATE OF THE INFORMATION PROVIDED IN THE OFFERING MEMORANDUM UNDER THE HEADING "CHARACTERISTICS OF THE FINANCED STUDENT LOANS," SEE THE MONTHLY REPORT FOR NOVEMBER 30, 2019 FILED BY THE AUTHORITY WITH ELECTRONIC MUNICIPAL MARKET ACCESS FACILITY OF THE MUNICIPAL SECURITIES RULEMAKING BOARD AT HTTPS://EMMA.MSRB.ORG/ER1292063-ER1007501-ER1411937.PDF, WHICH REPORT IS INCORPORATED HEREIN BY REFERENCE."

GENERAL INFORMATION REGARDING AND DESCRIPTION OF LOANS UNDER THE AUTHORITY'S SERIES 2013-1 TRUST INDENTURE

The proceeds of the Bonds issued by the Higher Education Loan Authority of the State of Missouri (the "Authority") on May 22, 2013 pursuant to the Series 2013-1 Trust Indenture, as amended to date (the "Series 2013-1 Trust Indenture"), were used to finance or refinance Eligible Loans (defined hereafter).

The sources and uses of the proceeds from the Series 2013-1 Trust Indenture offering were as follows:

Source of Funds:		
Proceeds to the trust estate from the sale of the notes	$	956,200,000
Less: Underwriter Discount		(3,824,800)
Total	$	952,375,200
Uses		
Deposit to Acquisition Fund	$	947,475,268
Deposit to Capitalized Interest Fund		2,449,966
Deposit to Reserve Fund		2,449,966
Total	$	952,375,200

On November 16, 2018, Fitch issued a rating action in which it lowered the rating for the Series 2013-1 Notes from "AAAsf" to "AAsf." The downgrade was mainly driven by deterioration of the transaction's maturity profiles due to increasing income-based repayment (IBR) and extended weighted average loan terms. For more information, please see the Authority's December 26, 2018 filing with EMMA. The downgrade of the Series 2013-1 Notes has generally no impact on interest rates being paid on the bonds or any other costs of the trust. The Series 2013-1 Notes are rated "AA+sf" by S&P Global Ratings, a Standard & Poor's Financial Services LLC business ("S&P").

On October 14, 2019, Fitch issued a rating action in which it lowered the rating for the Series 2013-1 Notes from "AAsf" to "Asf." The downgrade was mainly driven by deterioration of the transaction's maturity profiles due to increasing income-based repayment (IBR) and extended weighted average loan terms. For more information, please see the Authority's October 17, 2019 filing with EMMA. The downgrade of the Series 2013-1 Notes has generally no impact on interest rates being paid on the bonds or any other costs of the trust. The Series 2013-1 Notes are rated "AA+sf" by S&P Global Ratings, a Standard & Poor's Financial Services LLC business ("S&P").

As of September 30, 2019, approximately $352.6 million in Bonds were outstanding under the Series 2013-1 Trust Indenture and the trust estate under the Series 2013-1 Trust Indenture had (a) approximately $27.2 million in cash, accrued receivables and investments on deposit and (b) approximately $379.6 million in principal amount of student loans originated under the Federal Family Education Loan Program (the "FFELP Loans") permitted pursuant to the Series 2013-1 Trust Indenture ("Eligible Loans") having characteristics substantially similar to those described below. As of September 30, 2019, the balance under the Series 2013-1 Trust Indenture in the Capitalized Interest Fund was $0, in the Collection Fund was $4,951,179, in the Department Rebate Fund was $142,258 and in the Reserve Fund was $1,449,864. Eligible Loans held under the Series 2013-1 Trust Indenture in the future may have characteristics similar to such Loans or the characteristics of such Eligible Loans may vary materially from the characteristics of the Eligible Loans described below.

Distribution of Portfolio by Loan Type (as of September 30, 2019)

Loan Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Stafford	$ 160,993,014.82	42.41%
Consolidation	208,503,068.45	54.92%
PLUS	10,125,844.33	2.67%
TOTALS:	$ 379,621,927.60	100.00%

Distribution of Portfolio by Borrower Payment Status (as of September 30, 2019)

Borrower Payment Status	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
In School	$ 441,888.24	0.12%
In Grace	166,179.15	0.04%
Forbearance	38,192,118.33	10.06%
Deferment	23,118,642.50	6.09%
Repayment	317,703,099.38	83.69%
TOTALS:	$ 379,621,927.60	100.00%

Distribution of Portfolio by School Type (as of September 30, 2019)

School Type	Aggregate Outstanding Principal Balance	Percent of Total Principal Balance
Four-Year Schools	$ 273,665,803.21	72.09%
Two-Year Schools	54,819,106.66	14.44%
Graduate Schools	128,878.91	0.03%
Other	51,008,138.82	13.44%
TOTALS:	$ 379,621,927.60	100.00%

FOR AN UPDATE OF THE INFORMATION PROVIDED IN THE OFFERING MEMORANDUM UNDER THE HEADING "CHARACTERISTICS OF THE FINANCED STUDENT LOANS," SEE THE MONTHLY REPORT FOR NOVEMBER 30, 2019 FILED BY THE AUTHORITY WITH ELECTRONIC MUNICIPAL MARKET ACCESS FACILITY OF THE MUNICIPAL SECURITIES RULEMAKING BOARD AT HTTPS://EMMA.MSRB.ORG/ER1292064-ER1007502-ER1411938.PDF, WHICH REPORT IS INCORPORATED HEREIN BY REFERENCE."

THE AUTHORITY

HIGHER EDUCATION LOAN AUTHORITY OF THE STATE OF MISSOURI

General

The Authority was established in 1981 pursuant to the Missouri Higher Education Loan Authority Act, Title XI, Chapter 173, Section 173.350 to 173.445 of the Missouri Revised Statues, inclusive, as amended (the "Authorizing Act") for the purpose of assuring that all eligible post-secondary education students have access to guaranteed student loans. The Authorizing Act has been amended over the years to provide the Authority with generally expanded powers to finance, acquire and service student loans including, but not limited to, those guaranteed or insured pursuant to the Higher Education Act, and in certain other respects.

The principal address of the Authority is 633 Spirit Drive, Chesterfield, Missouri 63005-1243 (at which approximately 364 employees are located). The telephone number of the Authority is (636) 733-3700. The Authority's website address is http://www.mohela.com. The Authority also has facilities in Columbia, Missouri (at which approximately 135 employees are located) and Washington, D.C. (at which approximately 7 employee is located).

Members and Staff

The Authority is governed by a board of seven members, five of whom are appointed by the Governor of the State, subject to the advice and consent of the Senate of the State, and two others who are designated by statute: the State Commissioner of Higher Education and a member of the State Coordinating Board for Higher Education. A member continues to serve after the expiration of his or her term until a successor is appointed and qualified or he/she is reappointed. The present members are:

Name	Term Expires	Occupation/Affiliation
Mr. Marvin E. Wright	October 2019	Attorney, Board Member, University of Central Missouri Columbia, Missouri
Ms. Melanie R. Rippetoe	October 2015	Director of Planning, Zoning & Economic Development – City of Manchester, Missouri
Mr. Peter W. Detweiler	October 2016	Lending Institution Representative Alliant Bank Kirksville, Missouri
Ms. Tonya K. Grimm	October 2018	Private Higher Education Representative Assistant Vice President, Finance A.T. Still University
Mr. Douglas R. Kennedy	Indefinite	CBHE Designate Attorney, Kennedy, Kennedy, Robbins & Yarbo
Ms. Zora Mulligan	Indefinite	Commissioner, Missouri Department of Higher Education
Mr. Jason C. Ramsey	October 2017	Lending Institution Representative The Callaway Bank Columbia, Missouri

The following is biographical information on the executive staff of the Authority.

Raymond H. Bayer, Jr. serves as Executive Director, Chief Executive Officer, and Assistant Secretary of the Authority. Reporting directly to the Authority's Board of Directors, he is responsible for all of the Authority's operations and oversees each of its business units. Mr. Bayer joined the Authority in 1985. Prior to becoming the Executive Director in 2006, he oversaw various business units including Loan Servicing, Loan Origination, and Business Development. He holds a Bachelor of Science degree in Business Administration from the University of Missouri-St. Louis, a Master of Business Administration degree from Webster University, and a Master of Arts in Finance degree from Webster University. Mr. Bayer serves on the Board of the Education Finance Council and the Advisory Board of Webster University's School of Business and Technology.

Ginny Burns serves as Director of Borrower Experience & Processing. She is responsible for the overall Borrower Experience of the Authority, including the Customer Advocacy Team, Specialty Servicing, Loan Servicing and Quality Assurance Group. Ms. Burns joined the Authority in 2013. For the 28 years prior, she served as the Vice President-Manager of the Student Services division of Commerce Bank. Ms. Burns holds a Bachelor of Arts degree in Business Communication and a Master of Arts in Business Management from Lindenwood University, located in St. Charles, Missouri. Ms. Burns serves on the Advisory Board for Focus St. Louis (Women In Leadership) and is Board President for Bi-Lingual International Assistant Services.

Laura Catlett serves as the Director of the Contact Center for the Authority. She is responsible for the Customer Service Operations and Contact Center strategic direction. Customer Service units include: Inbound and Outbound call center teams in both the Chesterfield and Columbia, Missouri locations, Contact Center Workforce and Dialing Strategy, and Contact Center Operations/Systems Analysis. Ms. Catlett holds a Bachelor of Science in Business Administration from the University of Missouri-St. Louis and a Master of Business Administration from Webster University. Prior to joining the Authority in June 2013, Ms. Catlett had oversight of Brown Shoe Company contact center operations. Ms. Catlett has over 18 years prior experience in the contact center industry and has served on expert panels.

Jennifer Farmer serves as Director of Federal Contracts. She is responsible for initiating, building and maintaining relationships with the Federal government and others related to Education Loan Services. Ms. Farmer is also responsible for oversight of the planning, design, and implementation of new and existing systems, processes and procedures, and borrower and school services associated with Federal Contracts. She has served on NCHELP Operations and Debt Management committees and currently participates in various workgroups associated with Federal Servicing. Ms. Farmer holds a Bachelor of Science degree in Business Administration from Lindenwood University located in Saint Charles, Missouri. Ms. Farmer joined the Authority in 1995 and has held various senior and executive management roles throughout the organization.

Marie George serves as Chief Information Officer of the Authority. She is responsible for Information Systems strategic direction, IT operations, software development, information security and business continuity management. Prior to joining the Authority, Ms. George served in critical leadership roles for Mercy between 2007 and 2018, most recently serving as Executive Director IT—ERP, Supply Chain, Revenue. Prior to Mercy, her experience included quality assurance management responsibilities for Express Scripts. She is a graduate of Saint Louis University with a degree in Aerospace Engineering and received her Master's Degree in Business Administration from Fontbonne University. She also holds a Graduate Certificate of Information Management from Washington University.

Carol Malon serves as Director of Finance and the Chief Financial Officer for the Authority. Her duties are primarily in the Accounting, Finance, Treasury Management, Accounts Payable, Accounts Receivable, Procurement and Lender Services and Reconciliation areas as well as the Authority's capital structure strategy, financing transactions, interest rate risk management, cash management, investing and insurance. Ms. Malon previously served as the Authority's Controller. Ms. Malon is a certified public accountant and holds a Bachelor of Science degree in Business Administration with emphasis in Accounting from the University of Missouri–St. Louis and a Master of Business Administration degree from Washington University in St. Louis, Missouri. Ms. Malon joined the Authority in September 2008 and has experience in accounting and finance with Fortune 500, mid cap and private companies.

Dr. James Matchefts serves as General Counsel for the Authority. Dr. Matchefts joined the Authority in 2008. Prior to joining the Authority, Dr. Matchefts served for 10 years as General Counsel to the Missouri Department of Higher Education ("MDHE"). As part of his duties with MDHE, Dr. Matchefts oversaw the operation of the MDHE Student Loan Program, which is Missouri's state-designated guaranty agency under the Federal Family Education Loan Program. For five years before joining MDHE, he worked in the St. Louis, Missouri City Counselor's Office, representing the City of St. Louis in various civil litigation and corporate matters. He received his Juris Doctorate degree from Washington University in 1985 and his Doctor of Education degree from Saint Louis University in 2002.

William C. Shaffner serves as the Director of Business Development and Governmental Relations. Starting with MOHELA in 2004 to help expand MOHELA's presence across the country, his duties have expanded to include Business Development, School Channel Sales and Lender Channel Support, E-Commerce, Marketing and Industry and Government Relations. He also serves on the Americorps St. Louis and Missouri Scholarship & Loan Foundation Board of Directors. Mr. Shaffner has over 35 years of experience in the Federal Family Education Loan Program working at University of Central Florida, USA Funds, USA Group, Sallie Mae and American Student Assistance. Mr. Shaffner is a graduate of the University of Central Florida and holds a Bachelor of Science degree in Business Administration.

Paul J. Mosquera serves as Chief Compliance and Risk Management Officer of the Authority. He is responsible for the compliance management system as well as the internal audit and risk management functions. Prior to joining the Authority in 2017, Mr. Mosquera held senior and executive management roles in the financial services industry spanning over 25 years with an emphasis in banking. His most recent position was at Scottrade, Inc., where he oversaw the audit teams for the $17 billion Scottrade Bank and brokerage operations. He holds a Bachelor of Arts degree in Economics from the University of Arizona and a Juris Doctorate from Harvard Law School. Mr. Mosquera also served four years as General Counsel and Legislative Liaison for a college in the western suburbs of Chicago.

Permissible Activities; Limitations

The Authority was not formed as a "special purpose" entity and is legally authorized to and does operate as an active student loan lender and servicer and in related activities. The Authority generally does not have any significant restrictions on its activities to serve as a student loan lender and servicer under the Authorizing Act, including with respect to issuing bonds or other debt obligations or borrowing money or making loans to other persons. Under existing constitutional and statutory law and judicial decisions, specifically including Title XI of the United States Code, the remedies specified by the trust indentures and such other documents may not be readily available or may be limited.

Lewis and Clark Discovery Initiative; Scholarship Funding

The Missouri General Assembly adopted legislation regarding the Authority in 2007 relative to the then Missouri Governor's Lewis and Clark Discovery Initiative to provide funding for certain capital projects for Missouri's public higher education institutions. The legislation (the "LCDI Legislation") directs the Authority to distribute $350 million into a new fund in the State Treasury known as the Lewis and Clark Discovery Fund (the "Fund") on the following schedule: $230 million no later than September 15, 2007; an additional $5 million by December 31, 2007; and further installments of $5 million each subsequent calendar quarter ending September 30, 2014. Investment earnings on the Fund are credited against subsequent payments by the Authority. Notwithstanding the schedule of distributions specified above, the LCDI Legislation provides that the Authority may delay distributions if the Authority determines that any such distribution may materially adversely affect the service and benefits provided to Missouri students or residents in the ordinary course of the Authority's business, the borrower benefit programs of the Authority, or the economic viability of the Authority.

The Authority used much of its excess capital in making $235 million in distributions to the Fund in 2007. Since then, the Authority has withheld most additional distributions due to Authority determinations of potential adverse effect in accordance with the LCDI Legislation, leaving approximately $105 million owed on the original $350 million amount. Pursuant to the LCDI Legislation, the Authority was required to pay the entire $350 million by September 30, 2013 unless otherwise approved by the Authority and the Missouri Commissioner of the Office of Administration.

The date of final distribution by the Authority of the full $350 million described in the LCDI Legislation was extended several times by agreements between the Authority and the Missouri Commissioner of the Office of Administration, which final distribution date is now September 30, 2024, subject to automatic one-year extensions based on meeting certain contribution criteria. In connection with these extensions, the Authority provided the State with $65 million of its general funds, which were to be used for need-based scholarship funding.

The Authority will continue analyzing and determining on an annual basis what, if any, distribution the Authority should make to the Fund. The Authority is unsure whether it will be able to make any significant future distributions required by the LCDI Legislation on a timely basis or at all. Any such distributions by the Authority could substantially decrease the amount of its capital and, accordingly, erode its funds for new programs and contingencies related to current operations.

Direct Loan Servicing by the Authority

Prior to July 1, 2010, the Authority originated, acquired and serviced student loans originated under the Federal Family Education Loan Program ("FFELP Loans"). The Authority has not originated FFELP Loans since July 1, 2010. This is due to the enactment of the federal Health Care and Education Reconciliation Act of 2010 ("HCERA") on March 30, 2010, including the Student Aid and Fiscal Responsibility Act ("SAFRA"), which eliminated FFELP effective July 1, 2010 and prohibited the origination of new FFELP Loans after June 30, 2010. As of July 1, 2010, all loans ("Direct Loans") made under the Higher Education Act are originated under the Federal Direct Student Loan Program ("Direct Loan Program"). The terms of existing FFELP Loans are not materially affected by the HCERA.

The Authority obtained a contract with the U.S. Department of Education (the "Department") to service Direct Loans in accordance with the HCERA, which requires the Department to contract with each eligible and qualified not-for-profit ("NFP") servicer to service loans. On April 29, 2010, the Department began the process to identify eligible NFP servicers by issuing a Sources Sought Notice (Solicitation Number: NFP-SS-2010) (the "Sources Sought Notice") requesting that interested entities submit information to the Department demonstrating eligibility as an eligible NFP servicer under the criteria set forth in the HCERA.

The Authority responded to the Sources Sought Notice and was among the first twelve NFP servicers that the Department determined met the NFP servicer eligibility criteria under the HCERA. The Authority applied to the Department on November 24, 2010, to be permitted to proceed to develop a Memorandum of Understanding. On February 2, 2011, the Department published a determination that the Authority was permitted to enter into a Memorandum of Understanding to pursue an Authorization to Operate ("ATO") and a contract award as an NFP servicer. The Pennsylvania Higher Education Assistance Agency ("PHEAA") was identified as a key subcontractor for this arrangement. On March 30, 2011, the Authority entered into a Memorandum of Understanding with the Department. The Authority was awarded an ATO on September 22, 2011 and a servicing contract to become an NFP servicer to service federal assets including Direct Loans on September 27, 2011. As of September 30, 2019, the Authority had entered into "teaming arrangements" with 18 other NFP servicers and was servicing approximately 2.4 million federal asset accounts, which are primarily Direct Loans, representing approximately $46.4 billion in student loans.

In addition to a federal loan servicing contract, the Authority services approximately $1.2 billion of its own FFELP Loans which secure the Bonds described above and will provide the Authority ongoing revenue streams for many years to come. This legacy portfolio and its related revenue have assisted and will continue to assist the Authority in a gradual and smooth transition to a federal asset servicing business model.

Change to Index for Calculation of Special Allowance Payments

The Authority made an affirmative election under Public Law 112-74 to permanently change the index for special allowance payment calculations on substantially all FFELP Loans in its portfolio disbursed after January 1, 2000 from the three-month commercial paper rate to the one-month LIBOR index, commencing with the special allowance payment calculations for the calendar quarter beginning on April 1, 2012.

Outstanding Debt of the Authority

As of September 30, 2019, the Authority had outstanding Bonds issued under the Trust Indentures described herein. Bonds issued under any Trust Indenture are secured by collateral separate and distinct from those securing Bonds issued under any other Trust Indenture.

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Outstanding Debt of the Authority by Series of Bonds

The following principal amounts of the Authority's various series of bonds issued under the respective the various Trust Indentures were outstanding as of September 30, 2019:

Series 2009-1 Trust Indenture	
Series 2009A-2 Bonds	$47,780,773
Series 2010-1 Trust Indenture	
Series 2010-1 Bonds	$185,920,432
Series 2010-2 Trust Indenture	
Series 2010-2 Bonds	$164,757,575
Series 2010-3 Trust Indenture	
Series 2010-3 Bonds	$112,382,892
Series 2011-1 Trust Indenture	
Series 2011-1 Bonds	$137,862,236
Series 2012-1 Trust Indenture	
Series 2012-1 Bonds	$52,774,056
Series 2013-1 Trust Indenture	
Series 2013-1 Bonds	$352,644,333

STUDENT LOAN INDUSTRY DEVELOPMENTS AND INFORMATION RELATIVE TO THE AUTHORITY AND ITS OBLIGATIONS

Changes to the Higher Education Act, including the enactment of the Health Care and Education Reconciliation Act of 2010, changes to other applicable law and other Congressional action

On March 30, 2010, the Health Care and Education Reconciliation Act of 2010 (the "Reconciliation Act") was enacted into law. The Reconciliation Act eliminated the FFEL Program effective July 1, 2010 and the origination of new FFELP Loans after June 30, 2010. As of July 1, 2010, all loans made under the Higher Education Act are originated under the Federal Direct Student Loan Program (the "Direct Loan Program"). The terms of existing FFELP Loans are not materially affected by the Reconciliation Act and continue to be subject to the provisions of the FFEL Program.

In addition to the passage of the Reconciliation Act, Title IV of the Higher Education Act and the regulations promulgated by the Department of Education thereunder have been the subject of frequent and extensive amendments and reauthorizations in recent years. There can be no assurance that the Higher Education Act or other relevant federal or state laws, rules, and regulations may not be further amended or modified in the future in a manner that could adversely affect the Authority or its student loan programs, the trust estates created under the trust indentures, the financed student loans, or the financial condition of or ability of the Authority, the servicers or the guaranty agencies to comply with their obligations under the various transaction documents or Bonds. Future changes could also have a material adverse effect on the revenues received by the guarantors that are available to pay claims on defaulted financed student loans in a timely manner. In addition, if legislation were to be passed in the future requiring the sale of the financed student loans held in the trust estates to the federal government, proceeds from such sale would be used to pay the Bonds in advance of their current expected maturity date. No assurance can be given as to the amount that would be received from such sale or whether such amount would be sufficient to pay all principal and accrued interest due on the Bonds, as there is no way to know what purchase price would be paid by the federal government for the financed student loans.

The Authority cannot predict the effects of the passage of the Reconciliation Act or whether any other changes will be made to the Higher Education Act or other relevant federal laws, and rules and regulations promulgated by the Secretary of Education in future legislation, or the effect of such legislation on the Authority, the servicers, the guaranty agencies, the financed student loans or the Authority's loan programs.

Competition from the Direct Loan Program and other lenders

The Direct Loan Program was established under the Student Loan Reform Act of 1993. Under the Direct Loan Program, approved institutions of higher education, or alternative loan originators approved by the Department of Education, make loans to students or parents without application to or funding from outside lenders or guarantors. The Department of Education provides the funds for such loans, and the program provides for a variety of flexible repayment plans, including consolidations under the Direct Loan Program of existing FFELP Loans. Such consolidation permits borrowers to prepay existing student loans and consolidate them into a Federal Direct Consolidation Loan under the Direct Loan Program. As a result of the enactment of the Reconciliation Act, no FFELP Loans have been originated since July 1, 2010, and all loans currently made under the Higher Education Act are originated under the Direct Loan Program. The Direct Loan Program also results in a reduced volume and variety of student loans available to be purchased by the Authority and may result in prepayments of financed student loans if such financed student loans are consolidated under the Direct Loan Program.

Due to the limited recourse nature of the Bonds, competition from the Direct Loan Program should not impact the payment of the Bonds unless it causes (a) erosion in the finances of the Authority to such an extent that it cannot honor any repurchase, administration or similar obligations under the trust indentures or (b) causes the interest rates on the Bonds to increase more than the interest rates and subsidies received by the Authority on the financed student loans, or (c) prepayments of financed student loans if such financed student loans are consolidated under the Direct Loan Program.

General economic conditions

A downturn in the economy or a continued slow recovery from the 2008 downturn in the economy resulting in substantial layoffs either regionally or nationwide or reduced borrower ability to make timely payment on financed student loans may result in increased delinquencies or default claims to be paid by guaranty agencies. It is impossible to predict the status of the economy or unemployment levels or at which point a slow recovery or another downturn in the economy would significantly reduce revenues to the Authority or the guaranty agencies' ability to pay default claims. General economic conditions may also be affected by other events including the prospect of increased hostilities abroad. Certain such events may have other effects, the impact of which are difficult to project.

There may be delayed payments from borrowers as a result of military service obligations

The Servicemembers Civil Relief Act of 2003 limits the ability of a lender under the FFELP to take legal action against a borrower during the borrower's period of active duty and, in some cases, during an additional three month period thereafter.

The Authority does not know how many student loans have been or may be affected by the application of the Servicemembers Civil Relief Act. Payments on financed student loans may be delayed as a result of these requirements, which may reduce the funds available to the Authority to pay principal and interest on the Bonds.

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