Fork Union Military Academy
Tuition Protection Plan (TPP)

Overview: Fork Union Military Academy (the "Academy") offers the Tuition Protection Plan ("TPP") to help families manage the financial risk in the event their young man leaves the Academy prematurely in certain circumstances. TPP is a service provided by the Academy—this is not an insurance product and is not regulated by any state or federal agency. Please read this material carefully. TPP is available for the academic year as set forth below and must be elected or declined for each academic year the cadet is enrolled. TPP is not available for summer school. The Academy may amend or clarify the Plan at any time by general notice.

General Provisions

Participation in TPP: TPP is generally optional. However, TPP participation is required when a student receives financial aid or scholarship assistance equal to or greater than the following thresholds:

- $4,000 for Day Students and Postgraduate Football participants
- $6,000 for Postgraduate Basketball and Postgraduate Lacrosse participants
- $8,000 for Boarding and International students

These thresholds may be updated by the Academy as provided in the Enrollment Agreement. When TPP is not required, it is elected by default, and the family must affirmatively decline coverage to opt out. TPP must be elected or declined separately for each academic year.

Not An Insurance Program: TPP is a service for a fee offered by the Academy. TPP is not regulated by any state or federal agency. ***TPP is not an insurance product; there is no third party insurer involved***. Any determinations made under TPP are made by Academy staff.

Eligibility for TPP: TPP can be elected without regard to whether tuition is paid in full in advance or in installments.

TPP Fee: The TPP fee is $1,250 for the 2026-2027 academic year. ***The TPP fee is a non-refundable fee.*** This non-refundable TPP fee must be paid in immediately available funds by the deadline to elect TPP. The non-refundable TPP Fee may not be paid in installments and is not prorated. The non-refundable TPP Fee cannot be paid through discounting or scholarships. The non-refundable TPP Fee can be paid by anyone with a legitimate relationship to the cadet. However, in the event that a benefit is due under TPP, the party with the contractual obligation with the Academy will receive the benefit of TPP.

How to Elect TPP: TPP is elected by completing both of the following at the time the Enrollment Agreement is signed: (1) affirmatively selecting TPP through the Academy's designated enrollment system and (2) paying the non-refundable TPP fee in full together with the Enrollment Deposit. If TPP is required under the Enrollment Agreement, the family may not decline participation. When TPP is optional, the family must affirmatively decline coverage to opt out. TPP may not be elected or applied retroactively.

The Academy may reject an attempted TPP election before accepting the signed Enrollment Agreement and required payments. Once the Academy has accepted the signed Enrollment Agreement, Enrollment Deposit, and TPP fee, the TPP election shall be effective subject to these Terms and Conditions.

Deadline to Elect TPP: TPP must be elected, and the non-refundable TPP fee must be paid in full, at the time the Enrollment Agreement is signed and the Enrollment Deposit is paid. TPP coverage is not effective until the Academy has received and accepted the signed Enrollment Agreement, Enrollment Deposit, and TPP fee. TPP may not be elected or applied retroactively under any circumstances.

Suspensions/Temporary Leaves; Change in Status: Suspensions or temporary leaves where the cadet is eligible to return does not trigger TPP unless and until there is a complete student separation or there is a date certain at which it is known the cadet will not return (the Disenrollment Date). The Academy will use its reasonable discretion to determine the Disenrollment Date; the cadet and his family must cooperate in the determination of the Disenrollment Date. Lack of necessary cooperation is grounds for denial of TPP benefit. In addition, TPP does not apply in circumstances of early graduation or early completion of academic requirements, or change in status from a boarding student to a day student.

Program Benefits: TPP provides two benefits more fully described below. At a high level, the first benefit is to fix the family's financial obligation at the Net Tuition Revenue (NTR) amount in the event the cadet disenrolls from the Academy. The second benefit is to provide up to a 70% credit of the amortized value of any unused portion of tuition for certain qualifying events.

Controlling Enrollment Agreement: These TPP Terms and Conditions are incorporated into the applicable Enrollment Agreement. If any provision of these Terms and Conditions conflicts with the Enrollment Agreement, the Enrollment Agreement shall control.

Benefit #1-Locking in NTR.

Many cadets at the Academy benefit from financial aid grants, which includes tuition discounting and scholarships; the financial aid award applies to the cadet's tuition, room and board (TRB). The amount a cadet is required to pay, taking into account the reduction in TRB from the financial aid, is called the Net Tuition Revenue (NTR). For families who receive no financial aid, TRB and NTR would be the same amount.

The Academy's enrollment contract provides that if a student disenrolls for any reason, any benefit from financial aid (discounting or scholarships) is reversed so that the family owes the full TRB, and not the amount the family would have paid considering financial aid (NTR).

If TPP is elected, the family's contractual financial obligation is locked at NTR (in other words, is not adjusted to full TRB as provided in the enrollment contract). For this TPP benefit only, this NTR benefit applies to families who elect TPP no matter the reason for the disenrollment and no matter when in the academic year the disenrollment occurs.

Benefit #2-Tuition Credit.

General: For families that elect TPP, there is also an opportunity for a partial credit of Adjusted NTR in qualifying circumstances. TPP will credit 70% of the amortized value of the Adjusted NTR for the unused portion of the academic year in qualifying circumstances.

Adjusted NTR: Net Tuition Revenue, or NTR, means the tuition stated in the Enrollment Agreement less applicable financial aid and scholarships. The non-refundable Enrollment Deposit equals the amount established in the Enrollment Agreement, which is currently

10% of NTR. Adjusted NTR means NTR less the non-refundable Enrollment Deposit. Required fees, elective fees, uniform charges, incidental charges, and other costs are separate from NTR and are governed by the Enrollment Agreement and the terms applicable to each charge.

There is no TPP credit for the non-refundable Enrollment Deposit, required non-refundable Academy fees, the non-refundable TPP fee, uniform charges, or incidental charges. Elective fees and other charges shall be refundable or non-refundable in accordance with the Enrollment Agreement and the specific terms applicable to each charge.

Timing of Disenrollment: The cadet must disenroll for a qualifying reason before Day 1 of Term 5 to be eligible for the TPP Tuition Credit. In all cases, the Academy determines the disenrollment date. As noted above, suspensions or temporary leaves do not qualify for, or trigger, a tuition credit.

Eligible Disenrollment – Pre-Check-In Withdrawal: Any permanent withdrawal or termination of enrollment occurring on or after July 1 and before the official first enrollment check-in date shall constitute an Eligible Disenrollment under TPP, provided the Enrollment Agreement has been properly executed and the required Enrollment Deposit and TPP fee have been paid and accepted by the Academy.

For a qualifying pre-check-in withdrawal, the Number of Days Enrolled and Used Tuition shall be zero. The full Adjusted NTR shall be treated as Unused Tuition. The family shall receive a TPP credit equal to 70% of the Unused Tuition and shall remain responsible for:

- The non-refundable Enrollment Deposit
- Thirty percent of the Unused Tuition
- All required non-refundable Academy fees
- The non-refundable TPP fee
- Any other non-refundable or incurred charges under the Enrollment Agreement

A pre-check-in withdrawal is an independent Eligible Disenrollment Event and is not excluded solely because the reason for withdrawal is not otherwise listed as an Eligible Disenrollment Event.

Eligible Disenrollment Events: TPP will provide the tuition credit benefit if the cadet leaves the Academy for a Covered Reason (listed below). Importantly, you must also refer to the “Exclusions” which are the disenrollment circumstances that are not eligible for TPP tuition credit. The following circumstances that result in cadet disenrollment before Day 1 of Term 5 would result in a TPP Tuition Credit to the family:

- Injury or sickness
- Physical or mental illness
- Academic difficulties
- Death of parent, legal guardian or student
- Financial problems affecting contracting party, such as job loss of parent/ guardian
- Relocation of parent/guardian
- Disciplinary dismissal, except to the extent listed below in “Exclusions”

Exclusions: If a cadet disenrolls for any of the following reasons, the family is not eligible for any tuition credit under TPP:

- Use of alcohol or drugs (including any agent which is similarly classed or has similar effect unless given by and while under the care of a doctor)
- Any actions or behaviors requiring investigation by law enforcement or child protection agencies
- Disenrollment due to a preexisting physical or mental health issue that was not disclosed and documented in the admissions application or admissions process
- Disenrollment related to making false statements, the omission of relevant facts with the intent to mislead, or providing misleading information on the admissions application or in the admissions process
- Withdrawal for a reason not listed as an Eligible Disenrollment Event, except for an Eligible Disenrollment occurring on or after July 1 and before the official first enrollment check-in date.
- War or any act of war (declared or undeclared), act of terrorism, insurrection, riot, rebellion, or civil disorder
- Any government order that applies generally to the Academy
- Epidemic, disease, pandemic, quarantine, or governmental health alert
- Any natural or man-made disaster (including a nuclear or radioactive event or accident), or destruction of the school's physical facilities
- Any event leading to school bankruptcy, insolvency, or other financial instability that results in school's inability to operate and provide formal academic instruction
- Disenrollment for any reason on or after Day 1 of Term 5

Disenrollment Date: The Disenrollment Date is the date there is a permanent withdrawal or dismissal for a cadet for a Covered Reason. The Academy makes the final determination of the Disenrollment Date. For instance, if a cadet takes a temporary leave, but then the leave becomes permanent, the date at which the leave is deemed permanent is used for the calculation; that date will be determined by the Academy in good faith based on the circumstances.

Number of Days Enrolled: The Number of Days Enrolled is the count of calendar days from the date the cadet arrived on campus and enrolled for the current school year until the Disenrollment Date.

Amortization Period: The value of the Adjusted NTR is amortized across the period beginning from the date the cadet enrolls for the school year until the start of Term 5. The value of the Adjusted NTR declines on a straight-line prorated basis across the amortization period (the first four grading terms) so that as of Day 1 of Term 5 the amortized value is zero and no tuition credit is due on or after Day 1 of Term 5.

How to Calculate the TPP Tuition Credit: The TPP Tuition Credit is based on the amortized value of Adjusted NTR. Adjusted NTR is tuition less applicable financial aid and scholarships and less the non-refundable Enrollment Deposit. Required fees and other charges are separate from Adjusted NTR and are governed by the Enrollment Agreement.

There is no TPP credit for the non-refundable Enrollment Deposit, required non-refundable Academy fees, the non-refundable TPP fee, uniform charges, or incidental charges. Elective

fees and other charges are governed by the refund and cancellation provisions stated in the Enrollment Agreement or the terms applicable to the particular charge.

To calculate the TPP Tuition Credit, two things are considered. The TPP program first considers the Number of Days Enrolled, in which it is assumed the cadet received the benefit of the amortized value of Adjusted NTR for that time at the Academy. This value is referred to as "Used Tuition."

TPP then considers the amortized value of the Adjusted NTR for the remaining days (i.e., days after the Disenrollment Date) within the amortization period which ends at the first day of Term 5. This value is referred to as the "Unused Tuition."

TPP makes no credit of the Used Tuition as the cadet has already received benefit equal to that value. TPP splits the Unused Tuition value on a 70/30 basis in favor of the family. The family is responsible for payment of the Used Tuition value and 30% of the Unused Tuition value.

The family receives a tuition credit equal to 70% of the Unused Tuition value.

How the TPP Benefit is Processed back to Families:

The Academy will make the final determination of any TPP benefit as promptly as reasonably practicable and ordinarily within thirty days after the Disenrollment Date and resolution of all matters affecting the student's account. If additional review is required, the Academy may apply a provisional TPP credit while completing its final determination. The family's payment obligations shall otherwise remain governed by the Enrollment Agreement.

If there is determined to be a benefit due under TPP, and the family has already paid their full financial obligation to the Academy, then the Academy will process a refund within 30 days of a final determination of the benefit due.

If there is a TPP benefit determined to be due to a family, but the family has not yet met its full obligation to the Academy for tuition, enrollment fees, or other charges or expense of the cadet prior to departure whether for uniforms, or other incidental expenses, the TPP benefit will first be used to reduce (or offset), on a dollar-for-dollar basis, any amount owed to the Academy by the family. Any amount of TPP benefit over what is due from the family will be processed as a refund within 30 days of a final determination of the benefit due. If the TPP Benefit is less than the amount still owed by the family, then the amount owed will be reduced by the TPP Benefit, and the contracting party will still be required to pay the remaining amount in a timely manner (as determined under the enrollment contract).

If someone other than the contracting party (such as a grandparent) paid the TPP fee, any TPP credit is applied to the contracting party (not the party who paid the fee, if different).

TPP Sample Calculator: On our website, at https://www.forkunion.com/tpp, you can find a sample TPP Calculator to help evaluate the potential benefit of the Tuition Protection Plan using different scenarios. The calculator is only a tool for demonstration and evaluation purposes. All final determinations of eligibility and applicable benefit, such as a tuition credit, will be made solely by the Academy Staff under the provisions of the Tuition Protection Plan.