



HIGHER EDUCATION & MINISTRY

General Board of Higher Education and Ministry

THE UNITED METHODIST CHURCH

OFFICE OF LOANS AND SCHOLARSHIPS

United Methodist Student Loan Loan Disclosure Information

Eligibility Criteria:

In order to be eligible, the borrower must adhere to the following guidelines:

- Must be enrolled at an eligible school at least half-time
- Must be 18 years or older at the time you apply
- Must be an active, full member of a United Methodist Church for at least one year prior to application
- Must maintain a C average (or equivalent)

More information about loan eligibility and repayment deferral options is available in your loan application and loan agreement

Loan Interest Rate & Fees:

Your Starting Interest Rate (Upon approval):

The interest rate you receive will be determined after you apply and will be based on your approval criteria. This includes but is not limited to credit history, cosigner credit, and school type. If approved, we will notify you of the rate you qualify for with the stated range of payment options.

Your interest rate will be between: 3.75% and 5.00

This is a **FIXED INTEREST RATE** and will remain the same over the entire life of this new loan. Interest begins accruing on the principal balance from the inception of the loan until paid in full.

Loan Fee Information:

Application Fee: **None**. Origination Fee: **1.072%**. Loan Guarantee Fee: **None**. Repayment Fee: **None**. Late Charge: **\$15.00**. Returned check charge: **\$10.00**. Attorney fees and collection fees will be assessed as outlined in promissory note and/or your state laws.

Bankruptcy Limitations:

If you or your co-signers file for bankruptcy you may still be required to pay back this loan.

United Methodist Loan Cost Examples

The total amount you will pay for this loan varies depending upon when you start to repay it. This example provides estimates based upon several different loan amounts and the possible repayment options that may be available to you.

Repayment Option	Amount provided to you or your school	Interest Rate	Loan Term	Monthly Payments	Total paid over 10 years
Defer Payments Make no payments while enrolled in school. Interest will be charged and added to your loan.	\$5000.00	5.00%	10 Years starting After the deferment period	\$65.00	\$7,696.28
Defer Payments Make no payments while enrolled in school. Interest will be charged and added to your loan.	\$5000.00	4.00%	10 Years starting After the deferment period	\$60.00	\$7,113.55
Make Full Payments Pay both principal and interest while enrolled in school	\$5000.00	3.75%	Payments begin immediately	\$50.00	\$6,072.11

Current Federal Loan Alternatives for Purpose of Comparison

Based on loans disbursed between July 1, 2016 and June 30, 2017	
Loan Type	Current interest rates by Program Type
Direct Subsidized Stafford Loans (Undergraduate Students)	3.76% fixed
Direct Unsubsidized Stafford Loans (Undergraduate Students)	3.76% fixed
Direct Unsubsidized Stafford Loans (Graduate or Professional Students)	5.31% fixed
Direct PLUS Loans (Parents and Graduate or Professional Students)	6.31% fixed
Perkins Loans (Undergraduate and Graduate or Professional Students)	5.00% fixed

You may qualify for Federal education loans.

For additional information, contact your school's financial aid office or the Department of Education at:

www.federalstudentaid.ed.gov

1. School-specific student loan benefits and terms may exist that are not detailed on this form. For more information, contact your financial aid counselor, or visit the Department of Education's website at: www.federalstudentaid.ed.gov
2. To finalize this loan, complete the Promissory Note and Self-Certification Form. Once approved, you will receive a packet in the mail with detailed instructions for completing your Promissory Note, the Self-Certification Form, the Verification of Enrollment Form, and subsequent disclosure information. The Self-Certification Form is also available through the institution of higher education that you attend. The loan cannot be consummated until these steps are completed. Once approved, the loan terms will be available as described on this form for 30 days (terms will not change during this period, except as permitted by law).