

Alternative Loan Chart

Financial Aid Office – University of Michigan-Dearborn

Loan Program	Federal Direct PLUS Loan and Grad PLUS Loan	CitiAssist Loan	MI-Loan
Program/Sponsor	<p>U.S. Department of Education PLUS Loan</p> <p>Grad PLUS Loan</p> <p>Download the PLUS Loan Application</p> <p>Completed application is submitted to OFA for processing with the Federal Direct Loan Program of the U.S. Dept. of Education.</p>	<p>CitiBank P. O. Box 6160 Sioux Falls, SD 57117-6160 (800) 967-2400 www.studentloan.com</p> <p>Apply online and receive a credit response in a few minutes.</p>	<p>Michigan Higher Education Student Loan Authority Served by Firstmark Services P. O. Box 25410 Woodbury, MN 55125-0410 (800) 935-2275</p> <p>Apply online at www.milloanprogram.com.</p> <p>Creditworthy and Credit Ready Programs are listed. NOTE: Credit Ready Program will not be available after 7/1/07.</p>
Eligible Borrower & Loan Amount	<p>Direct PLUS: Parent of undergraduate dependent student. Parent must be a U.S. Citizen or eligible non-citizen.</p> <p>Grad PLUS: Graduate student whos is a U.S. Citizen or eligible non-citizen.</p> <p>Loan amount: Cost of attendance minus financial aid offered.</p>	<p>Student who is a U.S. Citizen or permanent resident.</p> <p>Loan amount: Cost of attendance minus financial aid offered. No minimum loan limit. \$120,00 cumulative maximum (\$150,000 for graduate students).</p>	<p>Student who is a U.S. Citizen or permanent resident and at least 18 years old. Parent can cosign on Creditworthy loans.</p> <p>Loan amount: Cost of attendance minus financial aid offered. \$500 minimum loan amount. \$125,000 maximum for Creditworthy borrowers; \$75,000 maximum for Credit Ready borrowers.</p>
Interest Rates & Fees	<p>Fixed interest rate of 7.9% with an origination fee of 4% (reduced by 1.5% if first 12 monthly payments are on time)</p> <p>No application fee.</p>	<p>Interest rate varies quarterly based on prime rate. No loan fees.</p> <p>No application fee.</p>	<p>Creditworthy loan has two options: 6.95% fixed rate or 6.18% variable rate (based on London Internetbank Offered Rate + 1.50%). A 3.5% reserve fee is deducted at disbursement</p> <p>Credit Ready loan: 9.% fixed rate with 5.0% reserve fee deducted at disbursement.</p> <p>No application fee.</p>
Repayment Terms	<p>Repayment of principal and interest begins 60 days after disbursement. Variety of repayment options.</p> <p>No penalty if prepaid.</p>	<p>Repayment deferred up to 6 years (4 years for graduate students) with a six-month grace period after the first disbursement. Repayment period up to 20 year. Can opt to pay interest and principal with in school.</p> <p>No penalty if prepaid.</p>	<p>Repayment begins 60 days after disbursement. Repayment period up to 25 years. Minimum \$50 monthly payment. May request 5 years of forbearance (postponement of payments).</p> <p>No penalty if prepaid.</p>
Other Information	<p>Absence of adverse credit history required.</p>	<p>Credit check required. Students under 18 and those not meeting CitiBank credit criteria must have a cosigner. Once 48 consecutive on-time payments have been made, cosigner may be released from the loan.</p>	<p>Eligibility based on ability to pay (debt-to-income ratio), 2 years of continuous employment and a credit history review. Once you are creditworthy and have made 24 consecutive on-time payments, cosigner may be released from the loan.</p>