Freshman

2019-20 Financing Options
Financial Aid Office • 4001 W. McNichols Rd. • Detroit, MI 48221
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☐ Direct Subsidized Stafford Loan  Undergraduates Only
- In the student’s name
- Goes into repayment 6 months after the student graduates, leaves school or drops below half-time enrollment – whichever occurs first
- No interest accrues on the loan while the student is enrolled at least half-time, however, the interest does begin to accrue 6 months after the student graduates, leaves school, or drops below half-time enrollment
- Currently requires a 1.062% origination fee
- The interest rate is fixed at 5.05% and the student has 10-25 years to repay the loan
- Subsidized Stafford Loan funds are limited to 150% of published length of academic program

☐ Direct Unsubsidized Stafford Loan
- In the student’s name
- Goes into repayment 6 months after the student graduates, leaves school, or drops below half-time enrollment – whichever occurs first
- The interest begins to accrue on the loan from the day the loan funds are disbursed
- Currently requires a 1.062% origination fee
- The Undergraduate fixed interest rate is 5.05%
- The student has 10-25 years to repay the loan

☐ Direct Parent PLUS Loan
- In the Parent’s name
- Deferred and Standard Repayment options available
- The interest rate is fixed at 7.60%, with a 10 to 25 year repayment option
- Currently requires a 4.248% origination fee
- If the Parent Plus loan is denied due to credit reasons, the undergraduate student automatically becomes eligible for an additional unsubsidized Stafford loan up to $4,000
- Parents may visit http://studentaid.ed.gov/repay-loans/understand/plans for more information on repayment options and estimated repayment amounts

☐ Alternative (Private) Loan
- In the student’s name, but the student may require a credit-worthy co-signer
- Usually not repayable until 6 months after the student graduates, leaves school, or drops below half-time enrollment – whichever occurs first (varies by lender)
- Interest rate is market and the interest accrues on the loan from the day the loan funds are disbursed
- Students may visit www.elmselect.com to view a list of lenders or seek private loans on your own

☐ Tuition Management Systems (TMS)
- 10 month interest-free payment plan – this is not a loan, so everyone qualifies
- The payments are from August 2019 through May 2020
- There is a $70 enrollment fee
- Using a debit or credit card will result in a 2.99% convenience fee
- Call (800) 722-4867 to set up your plan today!

Please see our Financial Aid E-Guide for further instructions on these options