

# PEP Truth in Lending Disclosures

## Loan Cost Examples

### Multiyear Loan

| Amount Provided | Interest Rate | Loan Term | Total Paid Over 10 Years |
|-----------------|---------------|-----------|--------------------------|
| \$5,000         | 4.95%         | 10 years  | \$6,349                  |
| \$10,000        | 4.95%         | 10 years  | \$12,699                 |

### Annual Loan

| Amount Provided | Interest Rate | Loan Term | Total Paid Over 10 Years |
|-----------------|---------------|-----------|--------------------------|
| \$5,000         | 5.95%         | 10 years  | \$6,646                  |
| \$10,000        | 5.95%         | 10 years  | \$13,292                 |

## Loan Programs

### Federal Student Loan\*

#### Current Interest Rates

|                              |                            |
|------------------------------|----------------------------|
| 2.75% Fixed, 1.057% Loan Fee | Undergraduate Subsidized   |
| 2.75% Fixed, 1.057% Loan Fee | Undergraduate Unsubsidized |

### Federal Parent PLUS Loan\*

#### Current Interest Rates

|                              |   |
|------------------------------|---|
| 5.30% Fixed, 4.228% Loan Fee | Federal Loan Program for Parents of Undergraduate Students and for Graduate/Professional Students |
|------------------------------|---|

\*Fees and rates subject to legislative change.

## LOAN INTEREST RATES AND TERMS

The PEP Multiyear Loan carries a fixed interest rate of 4.95 percent. The PEP Annual Loan carries a fixed rate of 5.95 percent. Both loan options carry a 10-year repayment period. Interest will accrue from the beginning of the repayment period. Payment begins immediately, and payments may not be deferred.

## LOAN FEES

There are no loan fees, guarantee fees, or repayment fees associated with either loan. The loan does not require security or collateral. A \$10 fee will be assessed for late payments.

## FEDERAL LOAN ALTERNATIVES

You or your child may qualify for federal education loans through the Direct Loan program. For additional information, contact Student Financial Services at (888) 547-6670 or (314) 935-5900. The Department of Education provides information at [StudentAid.gov](http://StudentAid.gov).

## NEXT STEPS

1. Find out about other loan options. For additional information, contact Student Financial Services at (888) 547-6670 or (314) 935-5900.
2. Apply for the PEP loan. You can apply online at [financialaid.wustl.edu](http://financialaid.wustl.edu), or complete the enclosed application and return it to the mailing address on page 7. If you are approved for this loan, the loan terms will be available for 30 days (terms will not change during this period, except as permitted by law). Applications for the Multiyear option will not be accepted after **November 30, 2021**.
3. Completion of Installment Agreements. Upon loan approval, you will be provided with the following documents: A letter from the university, a Loan Installment Agreement, and a Private Loan Borrower Self-Certification Form. You will be asked to carefully read the Installment Agreement. The loan terms will be available for 30 days (terms will not change during this period, except as permitted by law). Funds cannot be applied to your student's account until all loan documentation is complete.

## REFERENCE NOTES

**Eligibility Criteria:** This program is designed to provide financing options for parents/legal guardians of undergraduate students at Washington University. Borrowers must have a good credit rating. A co-signer may be required if credit criteria are not met. The Annual Loan option requires a credit check for each year an application is received.

**Bankruptcy Limitations:** If you file for bankruptcy, you may still be required to pay back this loan.

**Loan Prepayment:** You may prepay the loan at any time without penalty.