**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 1.059% origination fee
  - The interest rate is fixed at 4.53% 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 1.059% origination fee
  - The **Undergraduate** fixed interest rate is 4.53%
  - 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 7.08%, with a 10 to 25 year repayment option
  - Currently requires a 4.236% 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 [https://studentaid.gov/understand-aid/types/loans/plus/parent](https://studentaid.gov/understand-aid/types/loans/plus/parent) 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](http://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!

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

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