Freshman

2021-2022 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 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

☐ Payment Plan: Cashnet
  - Convenient option to spread educational expenses throughout the year and eliminate larger annual/semester payments
  - 9 or 10 month interest-free payment plan for academic year or 4 or 5 month plan per term
  - There is a $35 enrollment fee per semester or $60 for Fall and Winter
  - Using a debit or credit card will result in a 2.75% convenience fee
  - Education Payment Counselors are available weekdays 8am-9pm EST at 888-381-8054
  - To learn more about Cashnet Payment Solutions visit https://commerce.cashnet.com

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