

**General Guidelines for  
The Family Credit Union Private  
Student Loan Program**

**All applicants must:**

- ▶ Be a member or become a member of the Family Credit Union. Visit The Family Credit Union at [www.familycu.com/become-a-member](http://www.familycu.com/become-a-member) for more details.
- ▶ Be at least 18 years of age at the time of application.
- ▶ Not have defaulted on any private or government student loan.
- ▶ Be attending any nonprofit, Title IV eligible, degree-granting, regionally accredited college or university or nonprofit school of nursing on at least a half-time basis.
- ▶ Have applied for all applicable forms of federal, state and institutional financial aid for which the applicant is eligible, including federal student loans.

**Cosigner Loan (Option 1)\***

Applicants and/or a proposed cosigner must:

- ▶ Have continuous employment for the past two years.
- ▶ Have an annual income of at least \$15,000.
- ▶ Meet the debt-to-income ratio requirement.
- ▶ Meet the prescribed credit criteria.

**No-Cosigner Loan (Option 2)**

Applicants must:

- ▶ Meet the prescribed credit criteria (no credit is considered good credit).

All loans will be funded by The Family Credit Union. Please note that the list of criteria above may not be exhaustive and you or your cosigner(s) may be required to meet additional criteria in order to qualify for a loan. The Family Credit Union reserves the right to change the list of criteria in any way from time to time.

\* Note: Applicants who meet underwriting and credit criteria are not required to provide cosigner(s).



**Questions?**

Call Iowa Student Loan®, the servicer for The Family Credit Union Private Student Loan, at (800) 542-6005.

The Family Credit Union  
Private Student Loan Program



Guide to  
Completing  
The Online  
Application



Apply Online at  
<http://www.familycu.com/loans-credit/student-loans>

**The Family Credit Union Private Student Loan Program is designed to supplement — not replace — other aid sources to fill funding gaps for students.** The Family Credit Union requests that students and their families work with financial aid professionals at their respective colleges and universities prior to applying for a private student loan. This will ensure that applicants have first applied for all federal, state and institutional financial aid, including federal student loans, for which they are eligible.

Private student loans are not guaranteed by the federal government, and they cannot be consolidated with Federal Stafford or PLUS loans under the Federal Student Loan Consolidation program.

The Family Credit Union Private Student Loan Program		
Loan	Option 1	Option 2
<b>Cosigners</b>	One or Two <b>Note:</b> Applicants who meet the underwriting and credit criteria are not required to provide cosigner(s).	None
<b>Origination Fee</b>	5%	7%
<b>Interest Rate</b>	Variable <sup>1</sup> 5.00% + 3-Month Libor	Variable <sup>1</sup> 7.00% + 3-Month Libor
<b>Capitalization of Interest</b>	Annually	Annually
<b>Loan Amounts</b>	Annual Amount: Cost of Attendance – Other Aid Minimum Amount: \$500 Aggregate Maximum: \$40,000	Annual Amount: Cost of Attendance – Other Aid Minimum Amount: \$500 Aggregate Maximum: \$40,000
<b>Repayment Term</b>	Up to 20 Years (actual term varies with loan amount)	Up to 20 Years (actual term varies with loan amount)
Examples		
<b>Annual Percentage Rate<sup>2</sup></b>	<b>5.64%</b>	<b>7.81%</b>
<b>Finance Charge<sup>2</sup></b>	\$10,660	\$16,324
<b>Monthly Payment<sup>2</sup></b>	\$84	\$107

<sup>1</sup> The rate is subject to increase after consummation. The three-month Libor index is the 91-day average of the three-month Libor ending on the 20th day of March, June, September and December. The three-month Libor index for the quarter Jan. 1 – March 31, 2010, is 0.27%. The rate will not exceed 21.00%.

<sup>2</sup> Annual percentage rate (APR), finance charge and monthly payment examples are based on borrowing \$10,000 on Aug. 1, 2009; deferring interest and principal until Oct. 30, 2013; and maintaining a constant interest rate on a variable rate loan of 5.27% for option 1 (cosigner) and 7.27% for option 2 (no-cosigner) during the 51-month interim and 240-month repayment periods. APR examples are based on quarterly interest rates Jan. 1 – March 31, 2010.

## Completing the Online Application

### Step 1

To complete an application and credit agreement, you will need the following information:

- ▶ Applicant's Social Security number.
- ▶ Applicant's driver's license number.
- ▶ Name, address and phone number of three personal references.
- ▶ The loan amount\* you would like to borrow.

\* *Keep in mind that the college cannot certify The Family Credit Union Private Student Loan for more than cost of attendance, less financial aid received.*

### Step 2

Log on to <http://www.familycu.com/loans-credit/student-loans> and select Apply Now.

### Step 3

You will need to set up an application account and then log on with your new username and password.

### Step 4

You must agree to the electronic disclosure terms to proceed with the application.

### Step 5

Once you have completed all steps of the application and credit agreement, you may:

- ▶ Submit the application electronically by e-signing the document.
- ▶ Print, sign and mail the application/credit agreement to the address indicated.
- ▶ Submit a request for Iowa Student Loan, the loan program servicer, to print and mail the document to you for signing. When you receive it, mail the signed document to the address indicated.

If you are applying with a cosigner(s), your application number and a Web site URL will be provided during the application process. Give this information to your cosigner(s) to complete the cosigner addendum.