

Repay Your Direct Loans

Overview of <i>Direct Loan</i> Repayment Plans			
Repayment Plan	Eligible Loans	Monthly Payment and Timeframe	Quick Comparison
Standard Repayment Plan	<ul style="list-style-type: none"> • Direct Subsidized and Unsubsidized Loans • Subsidized and Unsubsidized Federal Stafford Loans • All PLUS Loans 	<ul style="list-style-type: none"> • Payments are a fixed amount of at least \$50 per month • Up to 10 years. 	You'll pay less interest for your loan over time under this plan than you would under other plans.
Graduated Repayment Plan	<ul style="list-style-type: none"> • Direct Subsidized and Unsubsidized Loans • Subsidized and Unsubsidized Federal Stafford Loans • All PLUS Loans 	<ul style="list-style-type: none"> • Payments are lower at first and then increase, usually every two years. • Up to 10 years. 	You'll pay more for your loan over time than under the 10-year standard plan.
Extended Repayment Plan	<ul style="list-style-type: none"> • Direct Subsidized and Unsubsidized Loans • Subsidized and Unsubsidized Federal Stafford Loans • All PLUS Loans 	<ul style="list-style-type: none"> • Payments may be fixed or graduated. • Up to 25 years. 	<ul style="list-style-type: none"> • Your monthly payments would be lower than the 10-year standard plan. • If you are a Direct Loan borrower, you must have more than \$30,000 in outstanding Direct Loans. • You must also be a "new borrower" as of October 7, 1998. • You'll pay more for your loan over time than under the 10-year standard plan.
Income-Based Repayment Plan	<ul style="list-style-type: none"> • Direct Subsidized and Unsubsidized Loans • Subsidized and Unsubsidized Federal Stafford Loans • All PLUS Loans made to students 	<ul style="list-style-type: none"> • Your maximum monthly payments will be 15% of discretionary income, the difference between your adjusted gross income and 150% of the poverty guideline for your family size and state of residence (other conditions apply). • Your payments 	<ul style="list-style-type: none"> • You must have a partial financial hardship. • Your monthly payments will be lower than payments under the 10-year standard plan. • You'll pay more for your loan over time than you would under the 10-year standard plan.

		<p>change as your income changes.</p> <ul style="list-style-type: none"> • Up to 25 years. 	<ul style="list-style-type: none"> • If you have not repaid your loan in full after making the equivalent of 25 years of qualifying monthly payments, any outstanding balance on your loan will be forgiven. • You may have to pay income tax on any amount that is forgiven.
Pay As You Earn Repayment Plan	<ul style="list-style-type: none"> • Direct Subsidized and Unsubsidized Loans • Direct PLUS loans made to students 	<ul style="list-style-type: none"> • Your maximum monthly payments will be 10% of discretionary income, the difference between your adjusted gross income and 150% of the poverty guideline for your family size and state of residence (other conditions apply). • Your payments change as your income changes. • Up to 20 years. 	<ul style="list-style-type: none"> • You must be a new borrower on or after October 1, 2007, and must have received a disbursement of a Direct Loan on or after October 1, 2011. • You must have partial financial hardship. • Your monthly payments will be lower than payments under the 10-year standard plan. • If you have not repaid your loan in full after you made the equivalent of 20 years of qualifying monthly payments, any outstanding balance on your loan will be forgiven. • You may have to pay income tax on any amount that is forgiven.
Income-Contingent Repayment Plan	<ul style="list-style-type: none"> • Direct Subsidized and Unsubsidized Loans • Direct PLUS Loans made to students • Direct Consolidation Loans 	<ul style="list-style-type: none"> • Payments are calculated each year and are based on your adjusted gross income, family size, and the total amount of 	<ul style="list-style-type: none"> • You'll pay more for your loan over time than under the 10-year standard plan. • If you do not repay your loan after making the

		<p>your Direct Loans.</p> <ul style="list-style-type: none"> • Your payments change as your income changes. • Up to 25 years. 	<p>equivalent of 25 years of qualifying monthly payments, the unpaid portion will be forgiven.</p> <ul style="list-style-type: none"> • You may have to pay income tax on the amount that is forgiven.
Income-Sensitive Repayment Plan	<ul style="list-style-type: none"> • Subsidized and Unsubsidized Federal Stafford Loans 	<ul style="list-style-type: none"> • Your monthly payment is based on annual income. • Your payments change as your income changes. • Up to 10 years. 	<ul style="list-style-type: none"> • You'll pay more for your loan over time than you would under the 10-year standard plan. • Each <i>lender's</i> formula for determining the monthly payment amount under this plan can vary.