

# Federal Loan Repayment Plans At A Glance



PLAN	ELIGIBLE LOAN TYPES	ELIGIBILITY REQUIREMENTS	MONTHLY PAYMENT DETERMINED BY	REPAYMENT TIMEFRAME	NOTABLE ITEMS
Standard	Direct and FFEL Loans	N/A	Total debt, interest rate and length of repayment Equal payments over repayment term	UP to 10 years	This is the default repayment plan Payments will be higher than other repayment plans but will result in less interest over time
Graduated	Direct and FFEL Loans	N/A	Total debt, interest rate and length of repayment Payments will begin lower and increase every two years throughout the repayment term	Up to 10 years	Initial payments will never be less than the amount of interest that accrues and subsequent increases will never be more than three times greater than the prior payment
Extended	Direct and FFEL Loans	Borrowers must have a minimum of \$30,000 in FFEL or Direct loans to extend loan repayment	Total debt, interest rate and length of repayment Two options: equal monthly payments over repayment term or graduated payments that begin lower and increase over time every five years	Up to 25 years	Longer repayment term will result in greater interest paid

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PLAN	ELIGIBLE LOAN TYPES	ELIGIBILITY REQUIREMENTS	MONTHLY PAYMENT DETERMINED BY	REPAYMENT TIMEFRAME	MARRIED BORROWERS	NOTABLE ITEMS
Income-Contingent	Direct Loans (Consolidation loans that repaid Parent PLUS are eligible)	N/A	The lesser of: 20% of discretionary income or a 12-year fixed payment (adjusted according to income)	25 years  Remaining debt forgiven after 25 years of qualifying payments*	Joint tax return = Combined debt + combined income  Separate tax return = Your debt + your income (Plus option for joint repayment)	Verification of income and family size required annually  No cap on the monthly payment amount
New Income-Based	Direct Loans	Must demonstrate financial hardship  New borrower on or after 7/1/2014 (with no outstanding balance on any prior Direct or FFEL loans)	Generally 10% of discretionary income  Never more than the 10-year Standard Repayment amount	20 years  Remaining debt forgiven after 20 years of qualifying payments**	Joint tax return = Combined debt + combined income  Separate tax return = Your debt + your income	Verification of income and family size required annually  Payments can be as low as \$0/month
Income-Based	Direct and FFEL Loans	Must demonstrate financial hardship	Generally 15% of discretionary income  Never more than the 10-year Standard Repayment amount	25 years  Remaining debt forgiven after 25 years of qualifying payments**	Joint tax return = Combined debt + combined income  Separate tax return = Your debt + your income	Verification of income and family size required annually  Payments can be as low as \$0/month
Pay As You Earn (PAYE)	Direct Loans	Must demonstrate financial hardship  New borrower as of 10/1/2007 and Direct Loan disbursement on or after 10/1/2011	Generally 10% of discretionary income  Never more than the 10-year Standard Repayment amount	20 years  Remaining debt forgiven after 20 years of qualifying payments; amount**	Joint tax return = Combined debt + combined income  Separate tax return = Your debt + your income	Verification of income and family size required annually  Payments can be as low as \$0/month
Revised Pay As You Earn (REPAYE)	Direct Loans	N/A	Generally 10% of discretionary income  No cap on the monthly payment amount	20 years (undergraduate) 25 years (graduate)  Remaining debt forgiven after 20 years of qualifying payments (undergraduate-level borrower) or 25 years of qualifying payments (graduate-level borrower) **	Combined debt + combined income	Verification of income and family size required annually  Payments can be as low as \$0/month  No cap on the monthly payment amount

\*\*Amount forgiven subject to taxation during the year of forgiveness.

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