Graduate with starting salary of $45,000

Lives in FL – Family Size of 1 – total loan federal debt of $148,543

Which type of plan seem should be considered if the borrower wants a low payment?

Which type of plan will save the borrower to most in interest paid?

Can anything else be surmised based on salary?

STANDARD

With the standard plan you will pay a fixed amount each month until your loans are paid in full. Your monthly repayments will be at least $50, and you will have up to 10 years to repay.

Repayment Summary

Months in Repayment	120
Monthly Payment	$1709.44
Total Interest Payment	$56589.53
Total Loan Payment	$205132.53

Extended

To be eligible for the extended plan, you must have more than $30,000 in loan debt, but you have 25 years to repay it. Under the fixed option of the extended plan, payments are the same amount each month you are in repayment, as with the standard plan.

Repayment Summary

Months in Repayment	300
Monthly Payment	$1031.00
Total Interest Payment	$160755.66
Total Loan Payment	$309298.66

Graduated

With the graduated plan your payments start out low and increase every two years. The length of your repayment period will be up to ten years. Your monthly payment will never be less than the amount of interest that accrues between payments. Although your monthly payment will gradually increase, no single payment under this plan will be more than three times greater than any other payment.

Repayment Summary

Period (years)	Monthly Payment
1 - 2	$1173.75

3 - 4	$1426.98
5 - 6	$1734.84
7 - 8	$2109.13
9	$2564.16

Totals

Months in Repayment	120
Total Interest Payment	$67669.62
Total Loan Payment	$216212.62

Income Contingent

The income contingent repayment plan gives you the flexibility to pay your loan(s) without undue financial hardship. Each year your monthly payment is adjusted based on your annual income (and your spouse's income if you're married), your family size, and the total amount of your Direct Loan(s). After 25 years, any unpaid loan amount will be forgiven. Parents may not use this plan to repay PLUS loans.

Repayment Summary

Months in Repayment	300

Initial Monthly Payments	$497.83
Final Monthly Payments	$1672.50
Total Interest Payment	$247496.55
Total Principle Payment	$66067.55
Total Loan Payment	$313564.10

IBR

Under Income Based Repayment, the loan debt, AGI, Family size and state of residence were used. **The borrower does qualify for the partial financial hardship. The borrower will qualify for an estimated monthly payment of: $353.00**

PAYE

Under Pay As You Earn, the loan debt, AGI, Family size and state of residence were used. The borrower does qualify for the partial financial hardship. **The borrower does qualify for an estimated monthly payment of: $235.00**

***Please note that for IC. IBR and PAYE, the borrower does need to complete an application and will be required to recertify information annually to remain in the respective program.**