

State of New Jersey Higher Education Student Assistance Authority  
**2013-2014 NJCLASS Loan Features & Interest Rates**

NJCLASS is for all students attending NJ schools or NJ residents attending out-of-state schools.

NJCLASS 10-Year Fixed Interest Rate of 5.49%	NJCLASS Fixed Interest Rate of 6.65%	NJCLASS Fixed Interest Rate of 8.05%	NJCLASS Graduate/Professional Fixed Rate Repayment Option 1 & 2 - 6.65% Repayment Option #3 – 8.05%
<ul style="list-style-type: none"> <li>✓ Immediate repayment of principal &amp; interest</li> <li>✓ 3% administrative fee</li> <li>✓ 10-year repayment term</li> <li>✓ Consistent monthly payment amount</li> </ul>	<ul style="list-style-type: none"> <li>✓ Immediate repayment of principal &amp; interest Option #1 <u>or</u> interest-only Option #2</li> <li>✓ 3% administrative fee</li> <li>✓ 15-year repayment term</li> <li>✓ Consistent monthly payment amount</li> </ul>	<ul style="list-style-type: none"> <li>✓ Full deferment while enrolled at least half time, Option #3</li> <li>✓ 3% administrative fee</li> <li>✓ 20-year repayment term</li> <li>✓ Consistent monthly payment amount</li> </ul>	<ul style="list-style-type: none"> <li>✓ No income or co-signer required</li> <li>✓ 3% administrative fee</li> <li>✓ 25-year repayment term</li> </ul>

**2013-14 Features:**

- ✓ **Fixed** interest rates to choose from
- ✓ Never a penalty for pre-payment
- ✓ 21-year track record of providing higher education financing
- ✓ Must be enrolled at least half-time in a degree or certificate program
- ✓ Principal and interest repayment starts 30 days after leaving school for the full deferment and interest-only repayment option.
- ✓ Choose from three repayment options:
  - **Option #1:** Immediate repayment of principal & interest
  - **Option #2:** Monthly interest payments
  - **Option #3:** Deferral of principal and interest

**Application Process:**

- ✓ Student can be borrower
- ✓ Must file a FAFSA
- ✓ Apply online anytime
- ✓ Instant credit decision
- ✓ E-signature option
- ✓ Safe and secure process

**NJCLASS Step Up:**

NJCLASS reduces the interest rate for the first 48 monthly payments of principal and interest (12 monthly payments for the full deferral Option #3 in the fixed rate program). This reduction assists borrowers in repaying more principal during these early months when the loan balance is highest. The result is a lower overall cost to the borrower. For fixed rate Option #3 loans, the rate steps up on the 13th month of repayment and for Option #1 and #2 loans, the rate steps up on the 49th month of principal and interest payment. The interest rate increases by 0.75% and stays at that rate for the remainder of the loan. For graduate/professional fixed interest rate loans, the 0.75% interest rate step up occurs in the 49th month of principal and interest payment for all repayment options.

See [www.hesaa.org/njclass](http://www.hesaa.org/njclass) for more information on full terms and conditions. All loan options are limited and subject to availability. Funding is limited. Submitting an application does not guarantee funding or repayment option choice. Borrower's repayment option choice is not confirmed until the TILA Loan Offer is accepted by the borrower. Therefore, it is imperative that the borrower ask the financial aid office to certify their NJCLASS application as soon as possible after they apply.

[www.hesaa.org](http://www.hesaa.org) or [www.njclass.org](http://www.njclass.org)

(800) 792-8670

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