

# Paying the Tuition Bill



**HARVARD UNIVERSITY**  
**EMPLOYEES CREDIT UNION**

# The Credit Union Difference

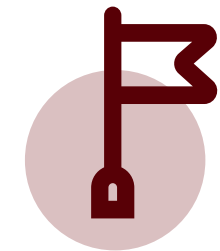
As a not-for-profit, HUECU puts members first in the form of better rates on savings and loans, lower & fewer fees, and more free services and perks.



**Better Value**



**Better Service**



**Better Business Model**



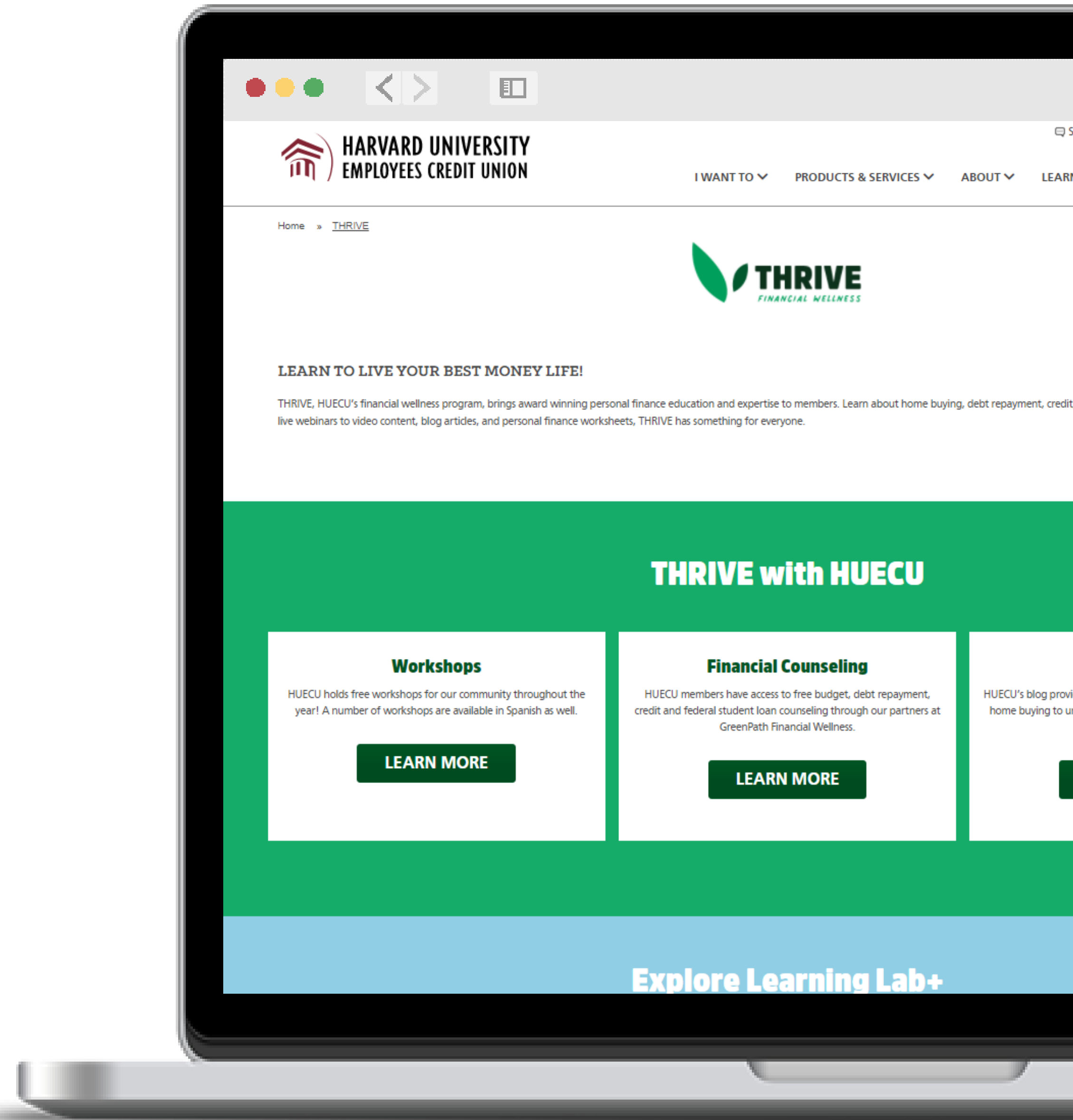
**Better For the Community**

# THRIVE

## Financial Wellness

Free Financial Counseling, Blogs, Workshops, Worksheets, Short Videos, Calculators and online education portal.

# HUECU.ORG/THRIVE



A nighttime photograph of a cityscape featuring a large stone bridge with multiple arches over a body of water. The bridge and surrounding buildings are illuminated, with their lights reflecting on the water's surface. A prominent building with a red dome is visible in the background. A large white diamond shape is superimposed over the center of the image, containing the text.

**Who is  
Paying the  
Tuition Bill?**

# What is the True Cost?

ANNUAL	INSTITUTION
<p><b>Billed Costs</b> Tuition, Room &amp; Board, Commuter Meal Plan, Parking Pass, Health Insurance, Fees, etc.</p>	<p><b>\$50,000</b></p>
<p><b>Financial Aid*</b> Institutional Grants/Scholarships Private Scholarships Federal Student Loans (\$5,500 before fees)</p>	<p>- \$18,000 - \$1,500 - \$5,442</p>
<p><b>Tuition Bill</b></p>	<p><b>\$25,058</b></p>
<p><b>Estimated Cost for 4 Years</b></p>	<p><b>\$100,232</b></p>

\*Federal Work-Study does not get applied to tuition bill.



# Most Colleges Bill Per Semester

## FALL SEMESTER

Due in the summer  
(July/August)

## SPRING SEMESTER

Due in winter  
(November/December)



# Reducing Costs

✓ **Room & Board Options**

✓ **Health Insurance**

✓ **Sibling Discounts**

✓ **Academic Planning**

Summer term

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Graduating early

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Transfer credits

✓ **Student Scholarships**

Resident Advisor Scholarships

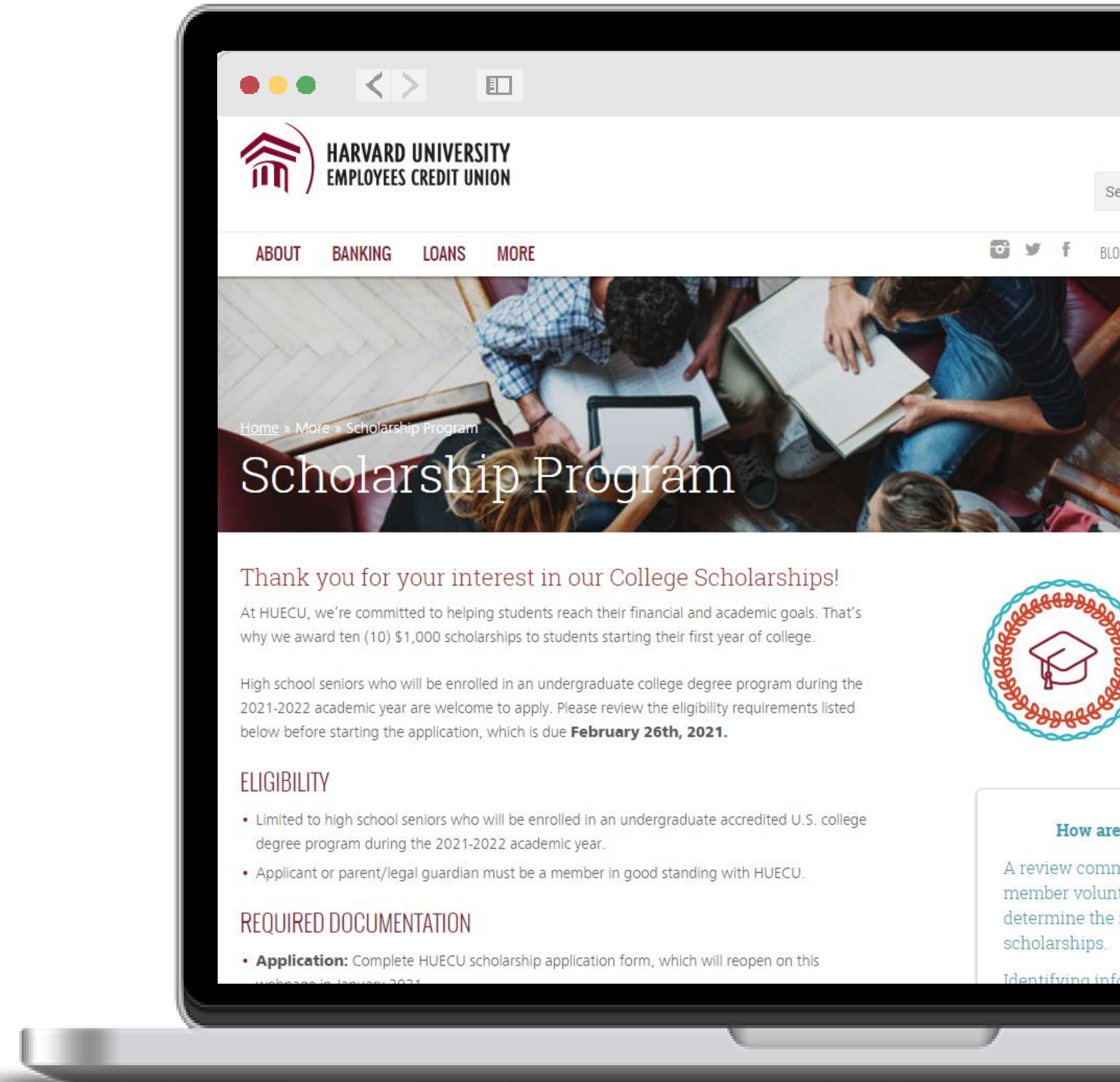
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Scholarships for returning students



# HUECU Scholarship

**HUECU.ORG/SCHOLARSHIP**



ABOUT BANKING LOANS MORE

Home » More » Scholarship Program

## Scholarship Program

Thank you for your interest in our College Scholarships!

At HUECU, we're committed to helping students reach their financial and academic goals. That's why we award ten (10) \$1,000 scholarships to students starting their first year of college.

High school seniors who will be enrolled in an undergraduate college degree program during the 2021-2022 academic year are welcome to apply. Please review the eligibility requirements listed below before starting the application, which is due **February 26th, 2021**.

### ELIGIBILITY

- Limited to high school seniors who will be enrolled in an undergraduate accredited U.S. college degree program during the 2021-2022 academic year.
- Applicant or parent/legal guardian must be a member in good standing with HUECU.

### REQUIRED DOCUMENTATION

- **Application:** Complete HUECU scholarship application form, which will reopen on this webpage in January 2021.



### How are

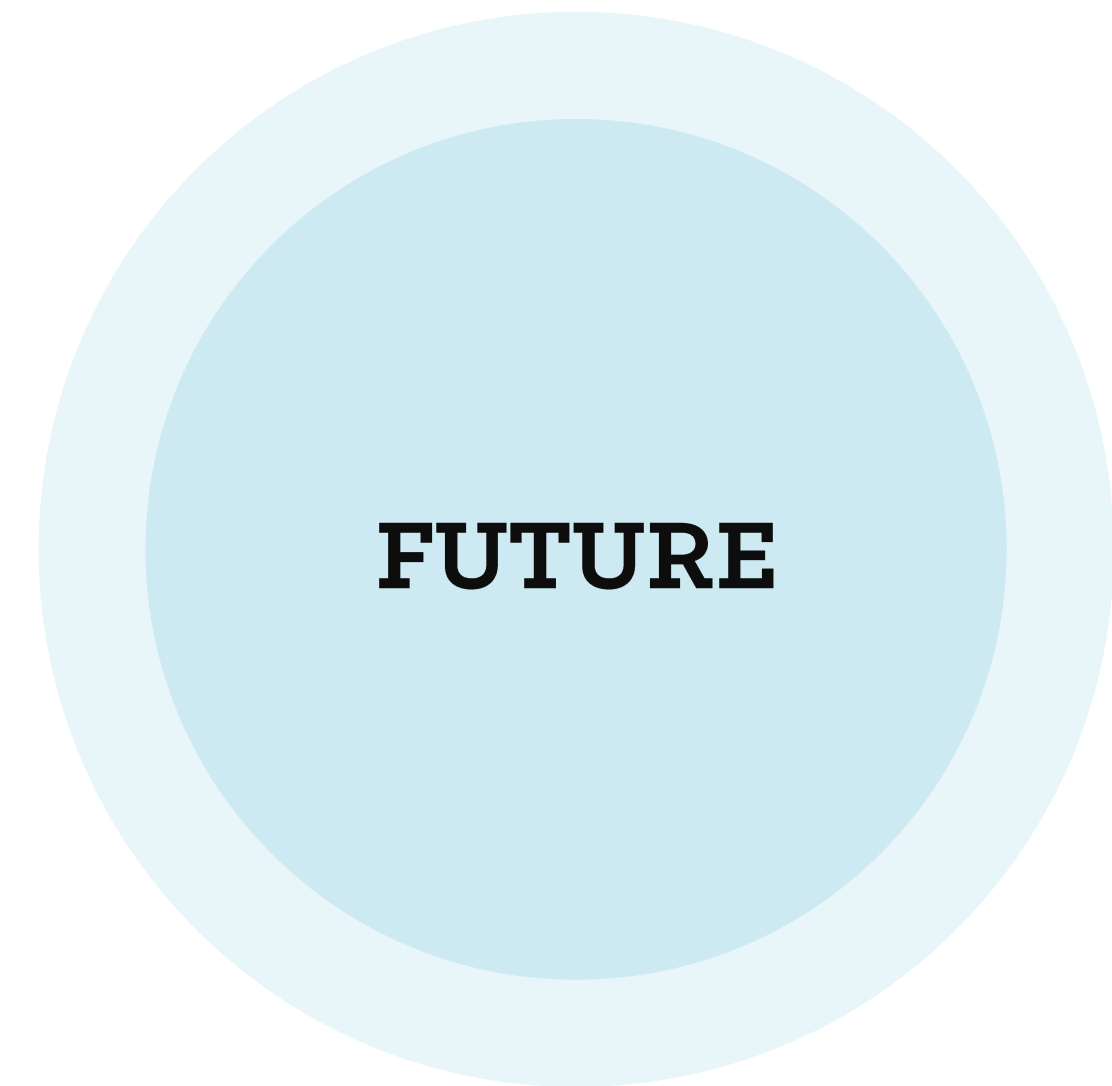
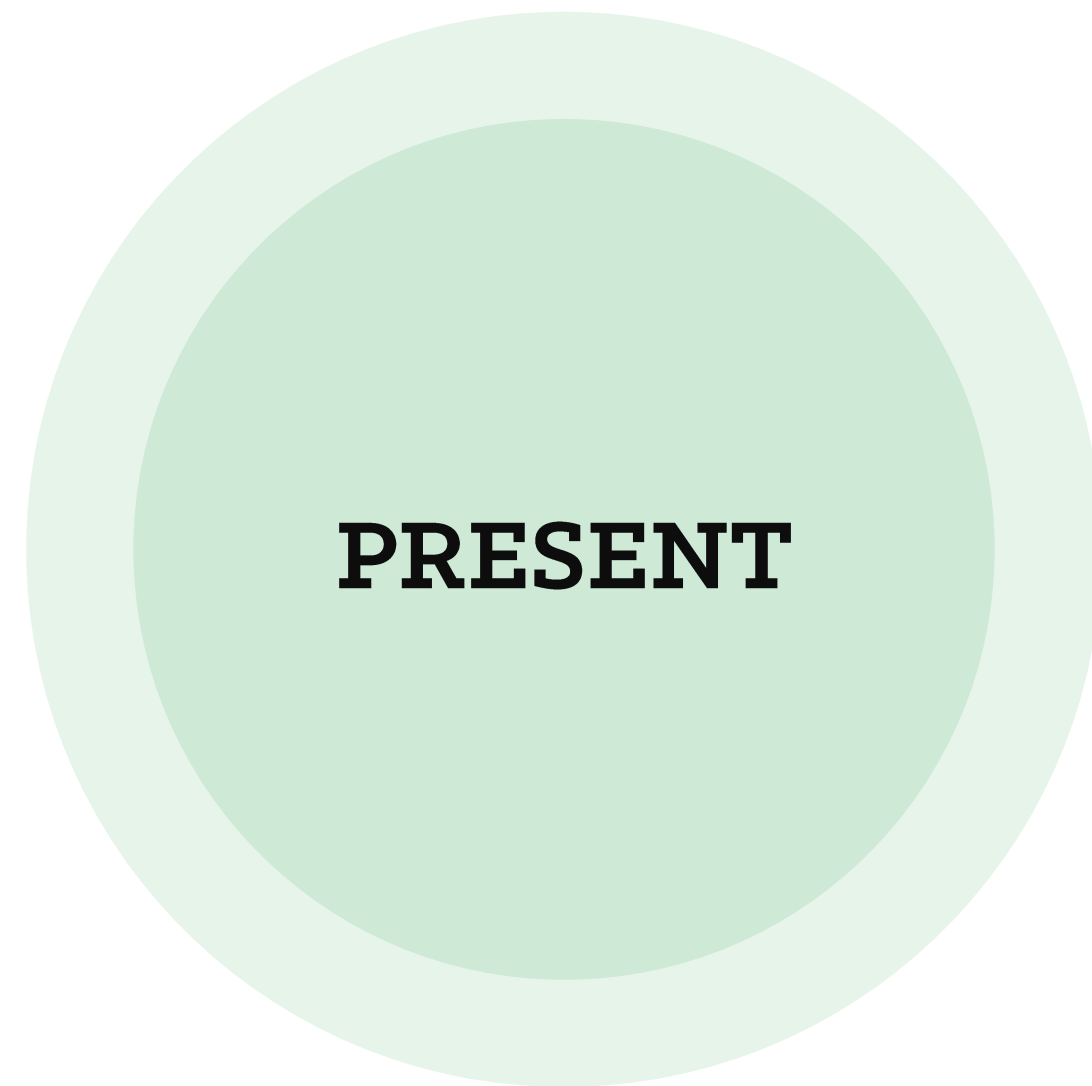
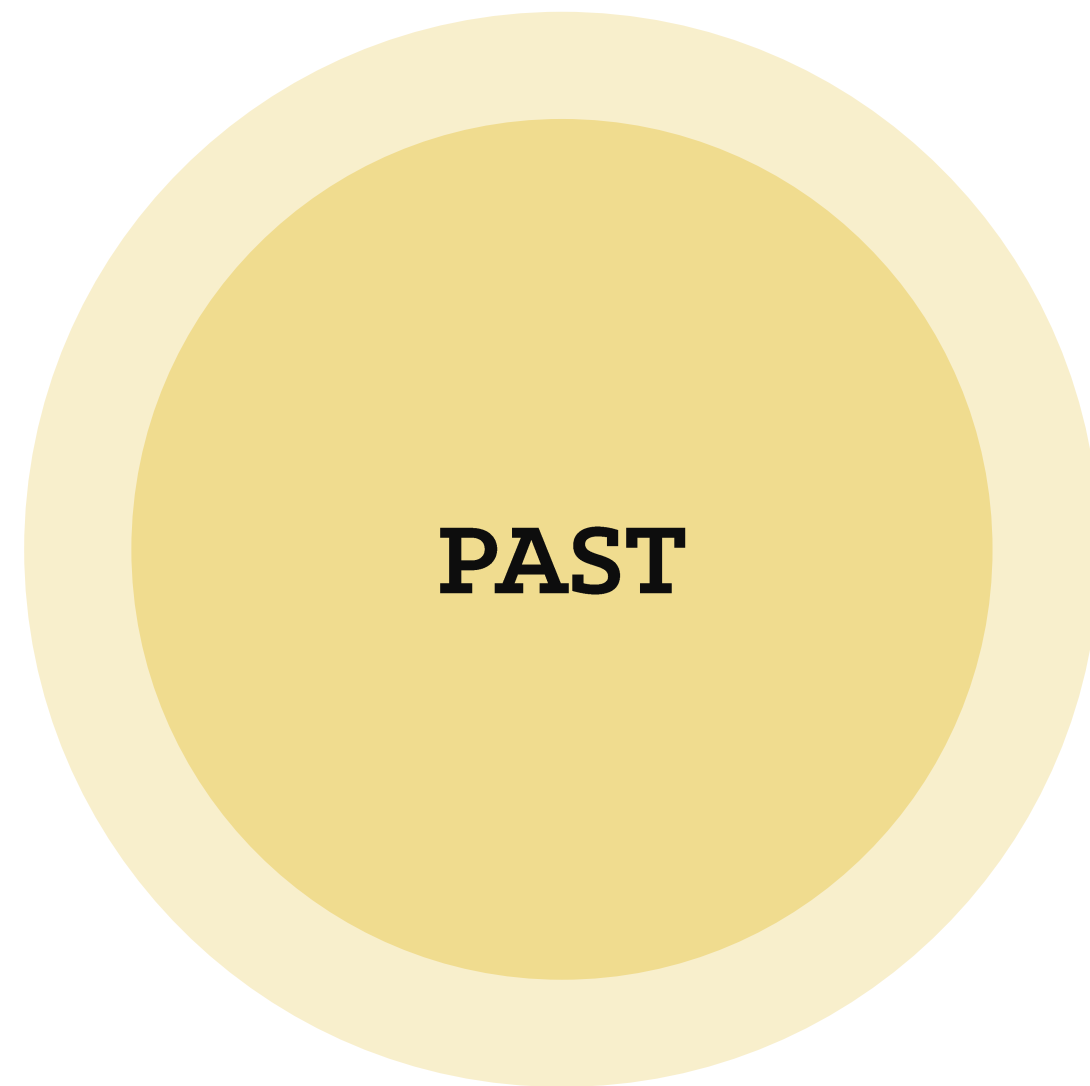
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member volun  
determine the  
scholarships.

Identifying inf



# Sources of Tuition Payment

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# Past Income: Savings

Your past income savings include your college savings plans and your personal savings accounts.

## CONVERSATIONS TO HAVE

Use all funds for first year OR all years?

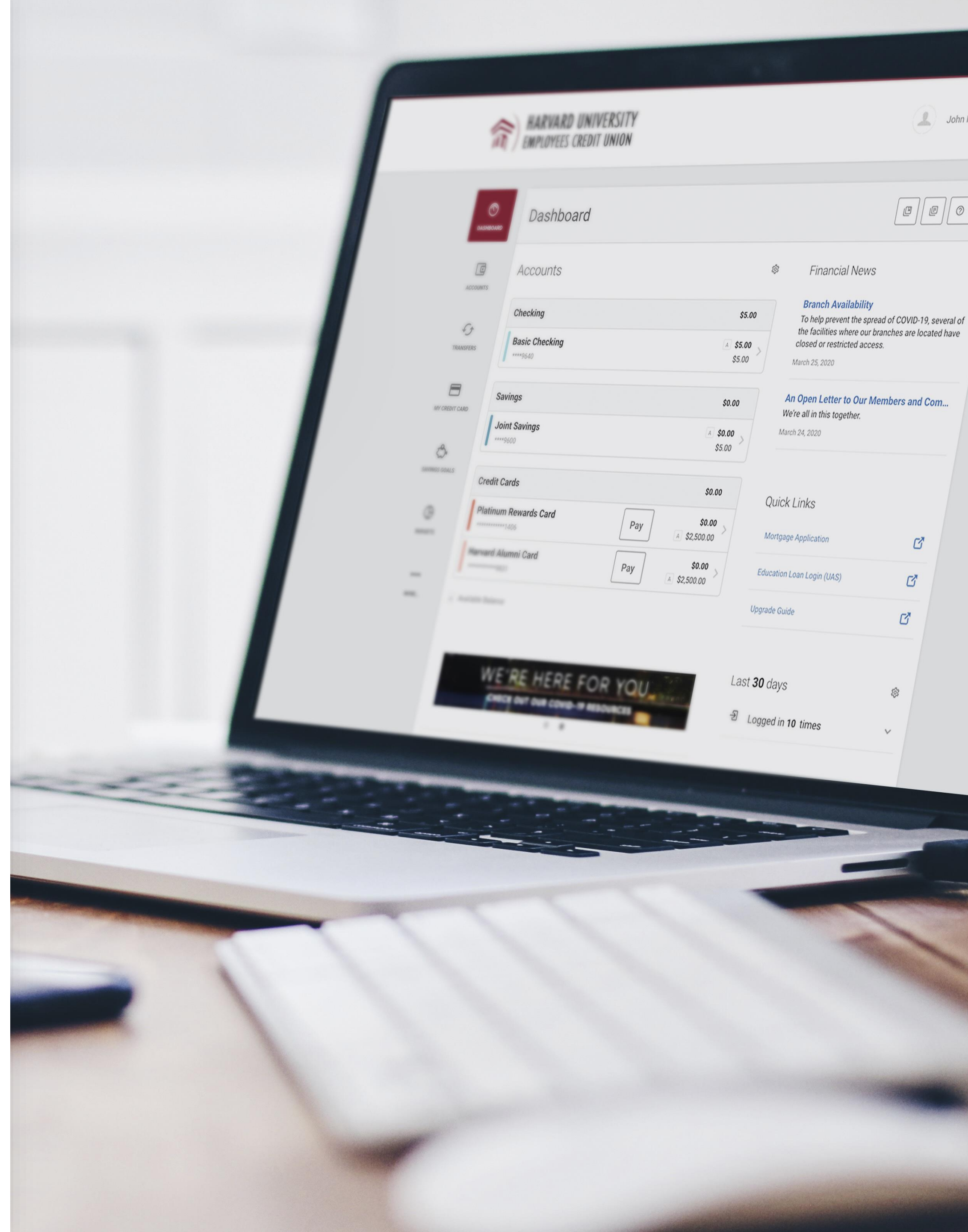
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How/when do you need to withdrawal funds?

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What about other children?

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# Present Income: **Current Cash**

Your present income includes lump sum payments and payment plans.

## **NEXT STEP**

Review college website to see if payment plans are offered.



# Future Income



# Student Loans

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✓ **Federal Student Loans**

Direct Subsidized & Unsubsidized

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PLUS

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Tend to offer more repayment, forgiveness, and deferment option

✓ **Private Loans**

Student Loans

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Parent/Family Loans

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Tend to offer lower rates and more loan programs

# Federal Direct Subsidized and Unsubsidized Loans

## Formerly Stafford Loans

The student is the borrower, no credit check required

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Subsidized loans are only available to undergraduates

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Deferred while enrolled at least half-time

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6 Month grace period

**1.057%\* Loan fee for loans disbursed after 10/1/20**

Visit [www.studentaid.gov](http://www.studentaid.gov) for current rates and fees.

## Fixed Rate for 2022 -23

**4.99%\*** Undergraduate

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**6.54%\*** Graduate

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# Federal Direct Subsidized and Unsubsidized Loans

UNDERGRADUATE STUDENTS	DEPENDENT	INDEPENDENT STUDENTS	MAXIMUM SUBSIDIZED
FIRST YEAR	\$5,500	\$9,500	\$3,500
SECOND YEAR	\$6,500	\$10,500	\$4,500
THIRD YEAR & BEYOND	\$7,500	\$12,500	\$5,500
AGGREGATE LIMIT	\$31,000	\$57,500	\$23,00

# Federal PLUS & Graduate PLUS Loan

	<b>PLUS</b>	<b>GRADUATE PLUS</b>
<b>BORROWER</b>	<b>Parent</b> (student must complete FAFSA)	<b>Student</b>
<b>GRACE PERIOD</b>	<b>None, but can request deferment</b>	<b>6 months</b>
<b>2022-2023 INTEREST RATE</b>	<b>7.54%*</b>	
<b>LOAN FEE</b>	<b>4.228%*</b> (after 10/1/22)	
<b>CREDIT CHECK</b>	<b>Required</b>	

Visit [www.studentaid.gov](http://www.studentaid.gov) for current rates and fees.



# Your Options

If you are denied Federal Parent Plus...

1

## Appeal

Appeal to the Department of Education

2

## Co-signer

Apply with an endorser (co-signer)

3

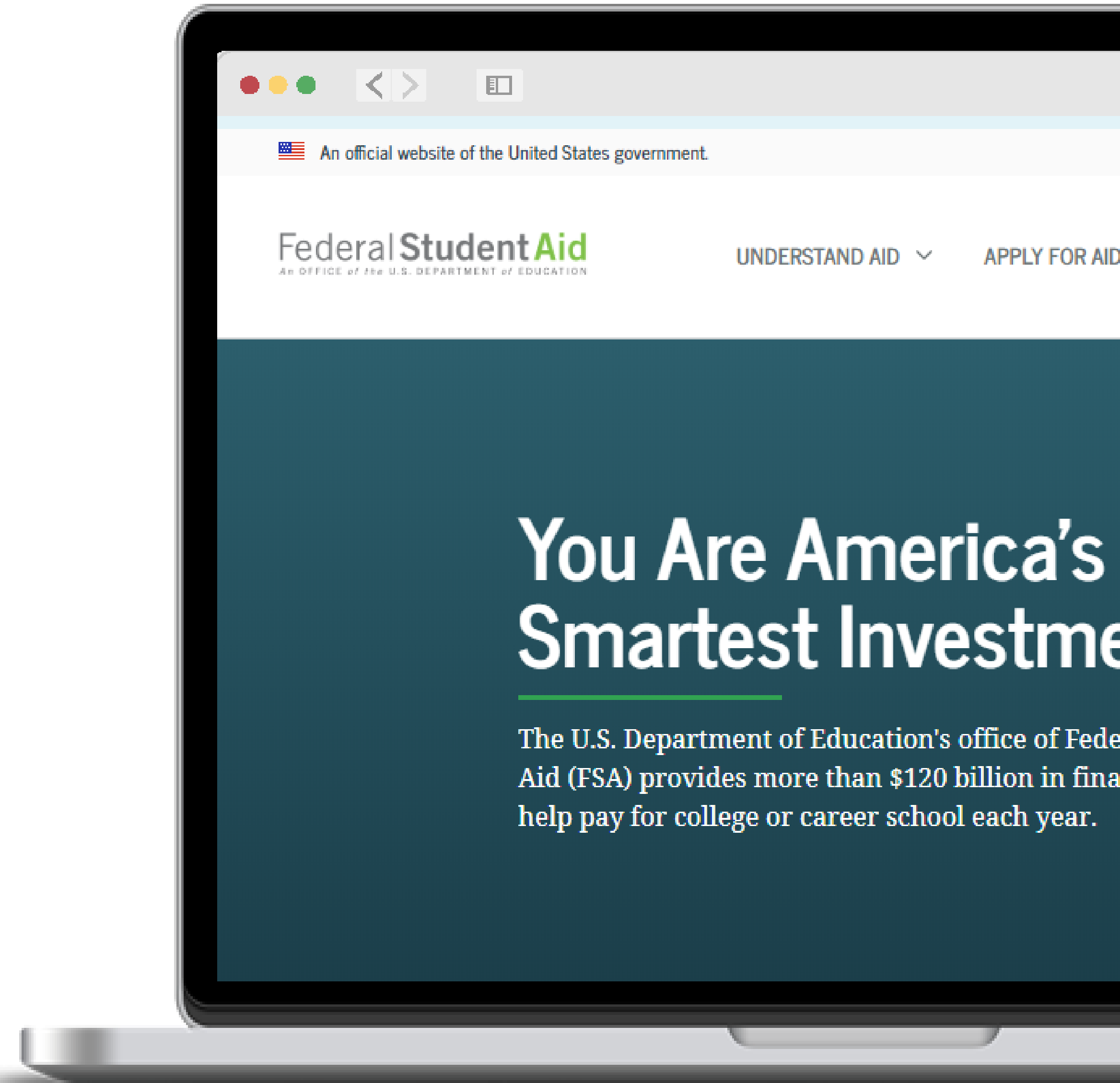
## Additional Loans

Student may borrow additional \$4,000  
in unsubsidized loan (as a 1<sup>st</sup> year)



# Federal Aid

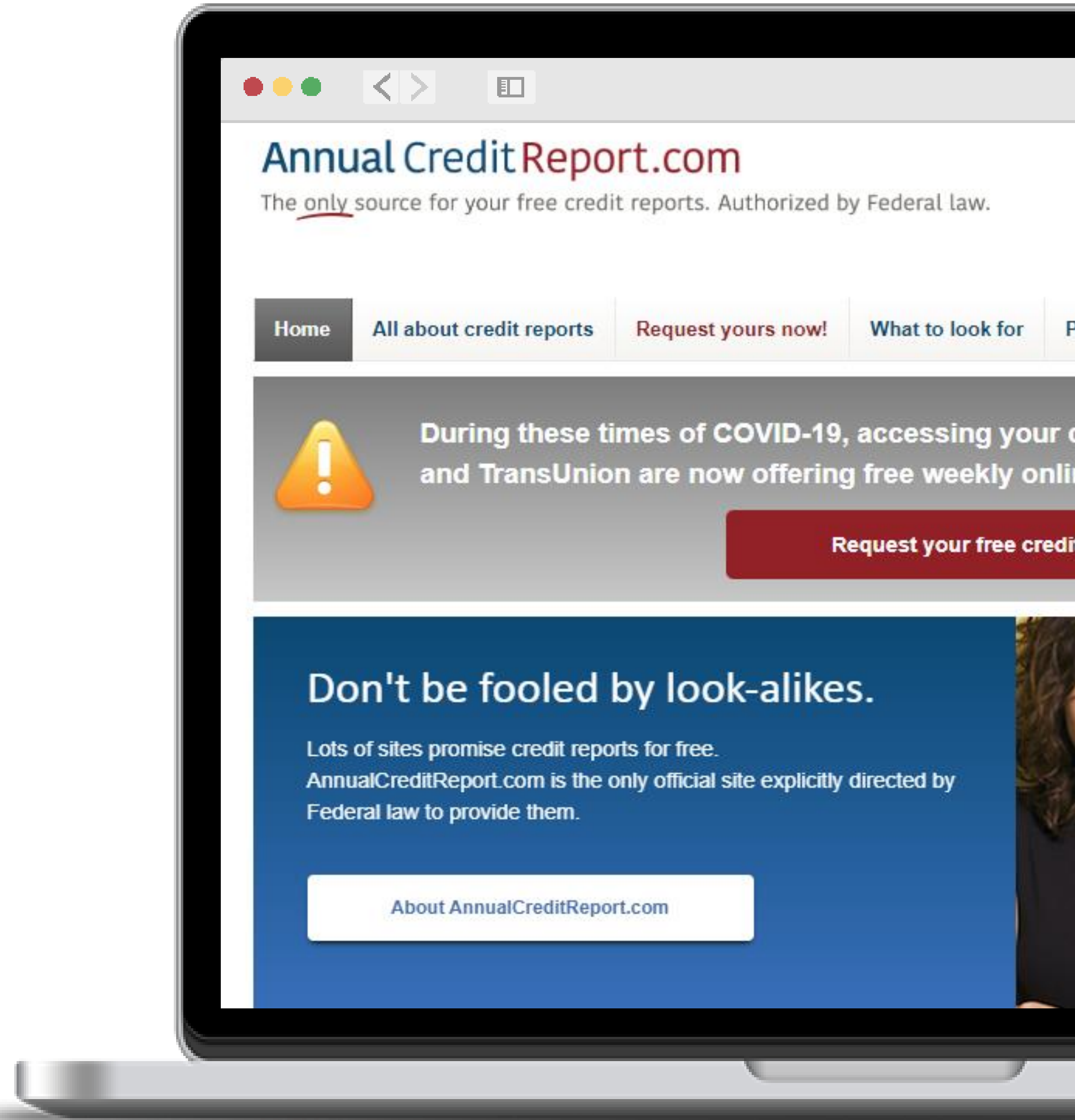
**STUDENTAID.GOV**



# Free Credit Report

Receive a free weekly copy of report from each of 3 bureaus until April 2022.

## ANNUALCREDITREPORT.COM



# Non-Educational Loan Options

## ITEMS TO CONSIDER

What would be tax implications?

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What are the fees?

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What if you need funds for an emergency?

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What is impact on your retirement age?

# Loan Factors to Consider

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Amount (COA-Aid=Need)

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Fees

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Type of Interest Rate

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Borrower

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Pre-payment Penalties

**\*Some lenders offer interest rate discounts for automatic loan payments and co-signer release option**



# Loan Timeline

## Educational Loans

Student/family applies for loan (annual or semester loan).

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Once approved, student completes additional documents.

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Institution is notified of approval and amount.

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Funds are disbursed at a later date (set by school or lender).

## Non-educational Loans

Typically, funds are, sent to borrower *not* the school.



# IRS Publication 970

IRS.GOV



Department of the Treasury  
Internal Revenue Service

**Publication 970**  
Cat. No. 25221V

## **Tax Benefits for Education**

For use in preparing  
**2020** Returns

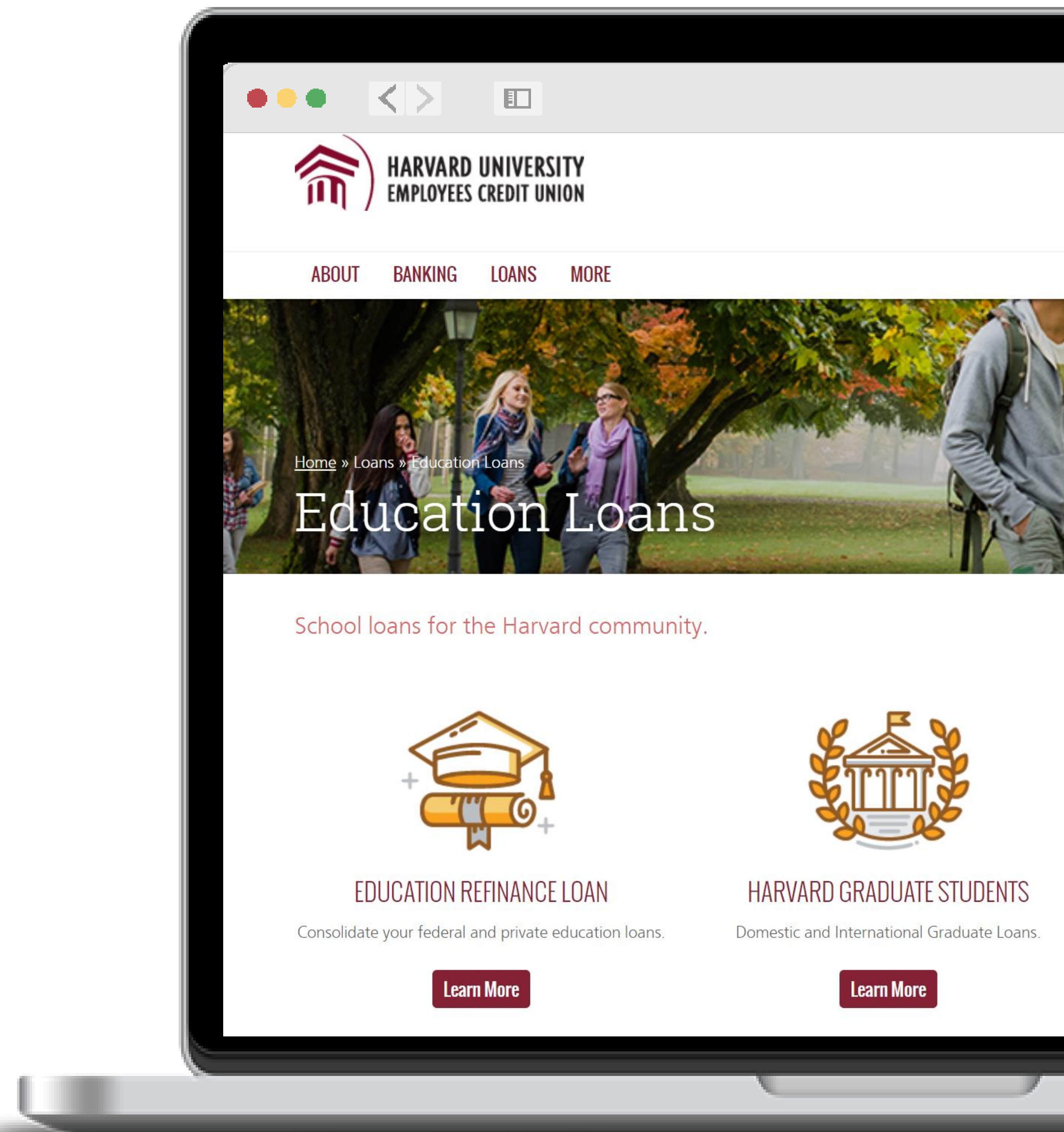


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# HUECU Educational Loans

**HUECU.ORG/EDUCATION-LOANS**







# GreenPath

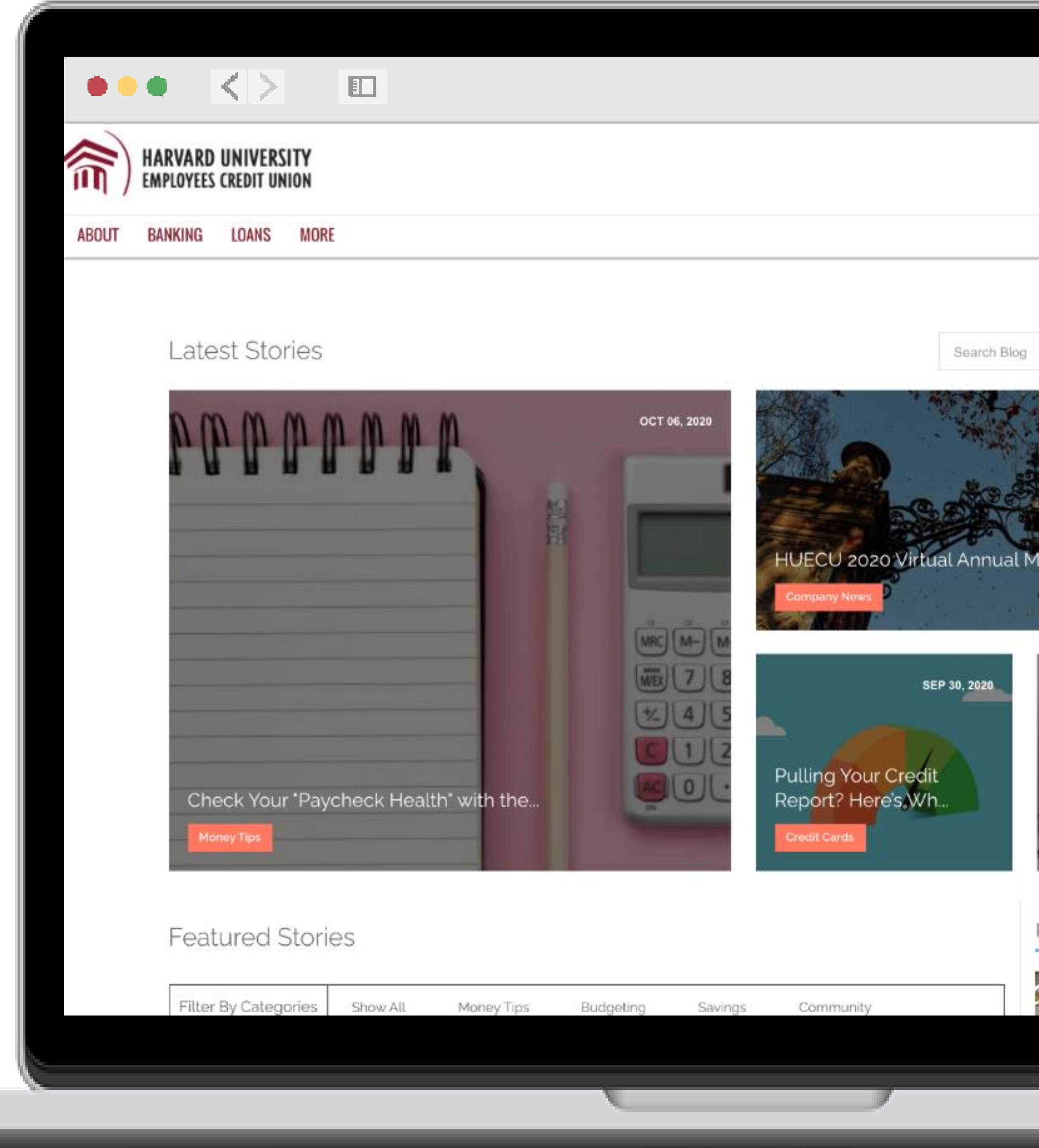
GreenPath Financial Wellness offers free credit, budget and COVID-19 counseling.

**[HUECU.ORG/GREENPATH](https://huecu.org/greenpath)**

# We Blog

Subscribe or visit our website.

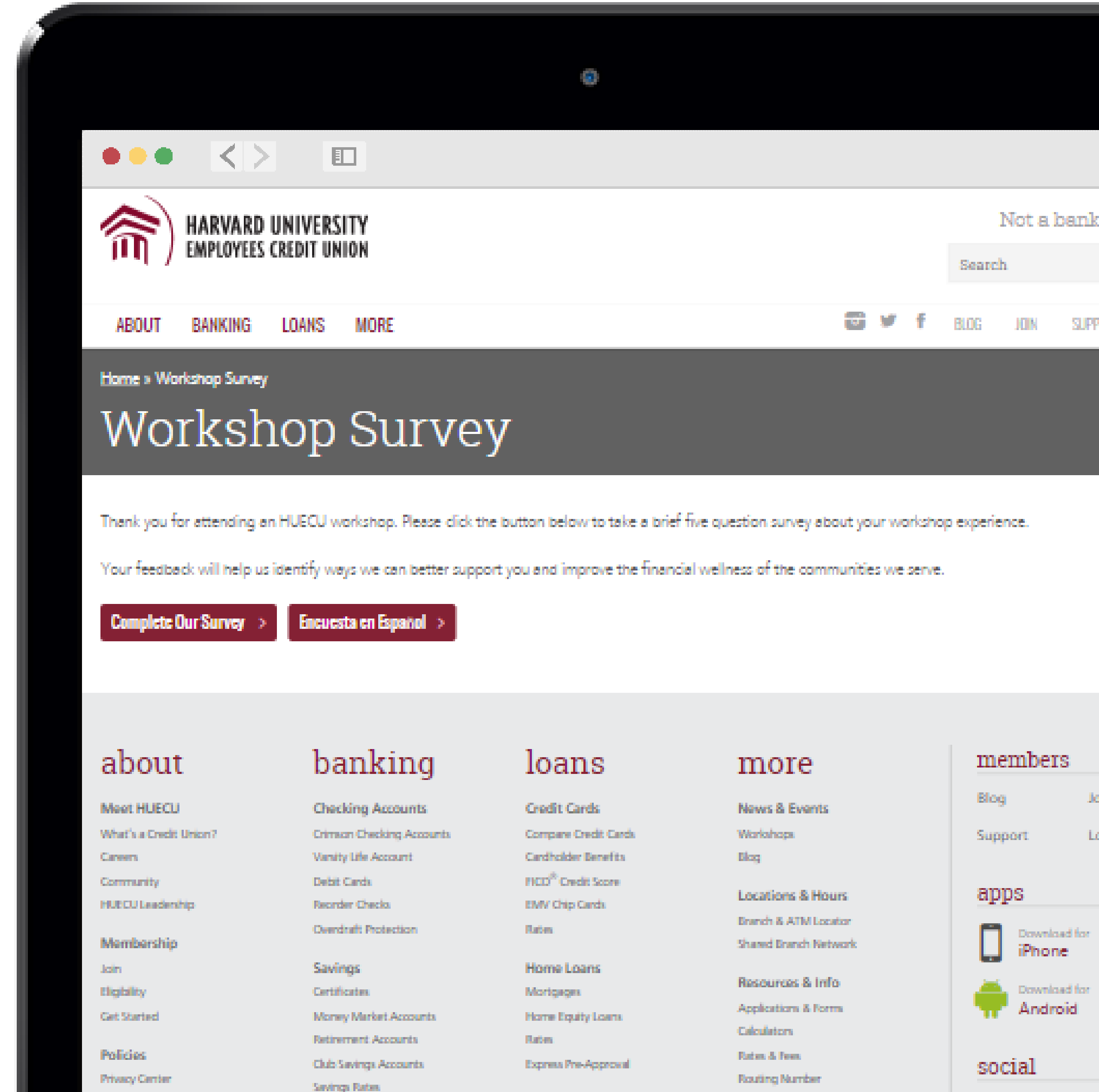
**BLOG.HUECU.ORG**



# Survey Says!?

Let us know how you liked this webinar

## HUECU.ORG/SURVEY



# Disclaimer


This presentation is a general overview of principles you may want to consider. Only you can decide what is best for you. This presentation is educational in nature and is not intended to be, and should not be construed as tax, legal or investment advice. You should always consult a certified advisor for advice on your specific situation. The examples used in this presentation are for illustrative purposes only.

# Let's keep in touch!

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