



**State of New Jersey Higher Education Student Assistance Authority**  
**Fall 2020/Spring 2021 New Rates Effective June 3, 2020**



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

<b>NJCLASS 10-Year Fixed Interest Rate 3.70% / 4.45% APR</b>	<b>NJCLASS 15-Year Fixed Interest Rate 4.25% / 4.96% APR</b>	<b>NJCLASS 20-Year Fixed Interest Rate 5.10% / 5.51%<sup>2</sup> APR</b>
<ul style="list-style-type: none"> <li>• Immediate repayment of principal &amp; interest while in school</li> <li>• 3% Loan Administration fee<sup>1</sup></li> <li>• 10-year repayment term</li> </ul>	<ul style="list-style-type: none"> <li>• Interest only payments while in school</li> <li>• 3% Loan Administration fee<sup>1</sup></li> <li>• 15-year repayment term</li> </ul>	<ul style="list-style-type: none"> <li>• Full deferment while enrolled at least half time in school</li> <li>• 3% Loan Administration fee<sup>1</sup></li> <li>• 20-year repayment term</li> </ul>

Principal and interest repayment calculations are based on repayment starting 45 days from disbursement for the immediate repayment option and 45 days after leaving school for the full deferment and interest-only repayment option. Your actual payment may vary based on the terms and conditions of your loan agreement.

**2020-2021 Loan Features:**

- Three **fixed** interest rates with choice of varying repayment options.
  - Immediate Repayment of Principal & Interest
  - Monthly Interest Payments
  - Deferral of Principal and Interest
- Never a penalty for prepayment.
- 29-year history of providing higher education financing.
- Must be enrolled at least half-time in a degree or certificate program.
- Cost-saving feature; lower your interest rate when you choose in-school repayment, plus get a 0.25 percent point reduction with auto pay deduction from your checking or savings account
- Includes loan discharge for death and total and permanent disability of student beneficiary.
- Repayment assistance options (RAP and HIARP) starting with loans originated after academic year 2018-2019.

**Application Process:**

- Student and/or Parent is the Borrower
- Must File a FAFSA
- Apply Online Anytime
- Proof of income or cosigner required
- E-signature Option and a Safe & Secure Process

**NJCLASS Interest Rate/APR & Loan Administration Fee:**

<sup>1</sup>The 3% fee for the fixed rate loans is deducted from each disbursement and the net amount of the loan is disbursed to the institution.

<sup>2</sup>The APR assumes a single loan disbursement and a 4-year, in-school deferment.

See [www.hesaa.org/njclass](http://www.hesaa.org/njclass) or [www.njclass.org](http://www.njclass.org) 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 Truth in Lending Act 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.

**The Federal Parent PLUS loan is not your only option.  
Consider an NJCLASS family loan for your academic needs.**



**Compare 2020-21 Rates 10 Year: State of New Jersey NJCLASS vs. Federal Parent PLUS**

Loan Type	NJCLASS 10 Year- Fixed Rate Loan†	Federal Parent PLUS Loan 10 Year-Fixed Rate Loan
Who Can be a Party to the Loan	The student or parent is the borrower. A parent, relative or other US Citizen or eligible Non-Citizen may cosign the loan.	Parent Only
Repayment Option	Immediate repayment of principal & interest	Immediate repayment of principal & interest
Loan Type	Fixed	Fixed
Sample Loan Amount Requested – can borrow up to cost of attendance – minus other aid	\$16,000	\$16,000
Total Amount Borrowed (Including Fees)	\$16,495.85	\$16,707.74
Interest Rate/APR	3.70%/4.45%	5.30%*/6.158%
Loan Fee	3.00%	4.236%*
Years in Repayment	10 years (120 months)	10 years (120 months)
Payment while in School (Assuming One Loan Only)	\$165.07	\$179.67
Payment when out of School (Assuming One Loan Only)	\$165.07	\$179.67
Total finance charges & administrative fee (Assuming One Loan Only)	\$3,263.00	\$4,852.30
Total Cost of Loan	\$19,758.00	\$21,560.04
Estimated cost of borrowing over 4 years, at \$16,000 per year, assuming that the interest rate is the same from year to year.	\$660.28 per month \$79,032.00 over life of loans	\$718.68 per month \$86,240.16 over life of loans

\* For any loan disbursement on or after July 1, 2020 and before June 30, 2021

<b>Compare 2020-21 Rates 15 Year: State of New Jersey NJCLASS vs. Federal Parent PLUS</b>		
<b>Loan Type</b>	<b>NJCLASS 15 Year- Fixed Rate Loan<sup>†</sup></b>	<b>Federal Parent PLUS Loan 15 Year-Fixed Rate Loan</b>
<b>Who Can be a Party to the Loan</b>	The student or parent is the borrower. A parent, relative or other US Citizen or eligible Non-Citizen may cosign the loan.	Parent Only
<b>Repayment Option</b>	Immediate repayment of principal & interest	Immediate repayment of principal & interest
<b>Loan Type</b>	Fixed	Fixed
<b>Sample Loan Amount Requested – can borrow up to cost of attendance – minus other aid</b>	\$16,000	\$16,000
<b>Total Amount Borrowed (Including Fees)</b>	\$16,495.85	\$16,707.74
<b>Interest Rate/APR</b>	4.25%/4.96%	5.30%*/6.158%
<b>Loan Fee</b>	3.00%	4.236%*
<b>Years in Repayment</b>	15 years (240 months)	15 years (240 months)
<b>Payment while in School (Assuming One Loan Only)</b>	\$58.84	\$148.56
<b>Payment when out of School (Assuming One Loan Only)</b>	\$148.56	\$179.67
<b>Total finance charges &amp; administrative fee (Assuming One Loan Only)</b>	\$7,171.00	\$8,557.42
<b>Total Cost of Loan</b>	\$23,666.00	\$25,265.16
<b>Estimated cost of borrowing over 4 years, at \$16,000 per year, assuming that the interest rate is the same from year to year.</b>	\$594.24 per month \$94,664.00 over life of loans	\$718.68 per month \$86,240.16 over life of loans

\* For any loan disbursement on or after July 1, 2020 and before June 30, 2021

<b>Compare 2020-21 Rates 20 Year: State of New Jersey NJCLASS vs. Federal Parent PLUS</b>		
<b>Loan Type</b>	<b>NJCLASS 20 Year- Fixed Rate Loan<sup>†</sup></b>	<b>Federal Parent PLUS Loan 20 Year-Fixed Rate Loan</b>
<b>Who Can be a Party to the Loan</b>	The student or parent is the borrower. A parent, relative or other US Citizen or eligible Non-Citizen may cosign the loan.	Parent Only
<b>Repayment Option</b>	Immediate repayment of principal & interest	Immediate repayment of principal & interest
<b>Loan Type</b>	Fixed	Fixed
<b>Sample Loan Amount Requested – can borrow up to cost of attendance – minus other aid</b>	\$16,000	\$16,000
<b>Total Amount Borrowed (Including Fees)</b>	\$16,495.85	\$16,707.74
<b>Interest Rate/APR</b>	5.10%/5.51%%	5.30%*/5.926%
<b>Loan Fee</b>	3.00%	4.236%*
<b>Years in Repayment</b>	20 years (240 months)	20 years (240 months)
<b>Payment while in School (Assuming One Loan Only)</b>	\$0	\$0
<b>Payment when out of School (Assuming One Loan Only)</b>	\$175.91	\$153.42
<b>Total finance charges &amp; administrative fee (Assuming One Loan Only)</b>	\$10,744.00	\$20,112.34
<b>Total Cost of Loan</b>	\$27,239.00	\$36,820.08
<b>Estimated cost of borrowing over 4 years, at \$16,000 per year, assuming that the interest rate is the same from year to year.</b>	\$703.64 per month \$108,956.00 over life of loans	\$613.68 per month \$147,280.32 over life of loans

\* For any loan disbursement on or after July 1, 2020 and before June 30, 2021