

## Summary Of Income-Driven Repayment Plans

| Repayment Plan                               | Available?                | Eligibility   | Monthly Payment  | Discharge After  |
|--|---------------------------|---|--|--|
| <b>Revised Pay as You Earn (REPAYE)</b>      | Now (Since December 2015) | All Direct student loan borrowers. <sup>1</sup> No partial financial hardship (PFH) requirement <sup>2</sup>  | 10% of discretionary income <sup>3</sup>   | 20 years if repaying only undergraduate debt; 25 years if repaying any graduate debt |
| <b>Income-Based Repayment (2014 IBR)</b>     | Now (since July 1, 2014)  | Borrowers who take out their first federal student loan on or after July 1, 2014, and have PFH  | 10% of discretionary income, up to the fixed 10-year payment amount                                | 20 years   |
| <b>Pay As You Earn (PAYE)</b>                | Now (since 2012)          | Direct student loan borrowers who took out their first loan after September 30, 2007 and at least one loan after September 30, 2011, and have a PFH | 10% of discretionary income, up to the fixed 10-year payment amount                                | 20 years   |
| <b>Income-Based Repayment (Original IBR)</b> | Now (since 2009)          | All federal student loan borrowers (Direct or FFEL) with a PFH  | 15% of discretionary income up to the fixed 10-year payment amount                                 | 25 years   |
| <b>Income-Contingent Repayment (ICR)</b>     | Now (since 1994)          | All Direct Loan borrowers. <sup>4</sup> No PFH requirement  | The lesser of: 20% of discretionary income and 12-year repayment amount x income percentage factor | 25 years   |

These plans are only available for federal loans that are not in default. For more information about these repayment plans, see U.S. Department of Education, "Income-Driven Plans," <https://studentaid.gov/idr>. To estimate your monthly payment and eligibility for these and other plans, visit the U.S Department of Education's Loan Simulator, <https://studentaid.gov/loan-simulator/>.

1. Borrowers may be able to consolidate their FFEL and Perkins loans into a Direct Consolidation Loan to repay them in REPAYE, PAYE, or ICR. Find out more about the pros and cons of consolidation at <https://studentaid.gov/app/launchConsolidation.action>

2. Borrowers have a "partial financial hardship" (PFH) if their calculated payment based on income and family size are less than what they would pay under the fixed 10-year repayment plan.

3. For all of these plans, monthly payments can be as low as \$0. For REPAYE, 2014 IBR, PAYE, and Original IBR, discretionary income is defined as the amount of AGI above 100% of the poverty level for the borrower's household size.

4. Parent PLUS loans can be repaid in ICR if consolidated into a Direct Consolidation Loan.