



THINGS TO KNOW ABOUT YOUR HOME EQUITY LINE OF CREDIT

Thank you for choosing Alltru Federal Credit Union for your Home Equity Line of Credit needs. This information is provided to answer your questions regarding our Line of Credit loan.

- ❖ Your rate is variable and could reprice monthly based on prime + margin.
- ❖ Your rate will always be prime + margin never going below our floor rate of 4%.
- ❖ With your Line of Credit, you can access the funds by transferring into your Savings and/or Checking account(s) and withdrawing the funds directly from chosen account or using your debit card attached to your Checking account once the funds have been transferred into that account. There is no direct access to the Line of Credit with a debit card – you must transfer the funds into a deposit account to access.
- ❖ Your first draw **MUST** be at least \$2,500.00. Alltru Federal Credit Union does not have any other requirements as far as amounts and time of disbursements.
- ❖ You will be billed once a month, in the form of a statement with all accounts included, for your Line of Credit payment. Your minimum billing each month will be \$25 or the amortized monthly payment, whichever is larger.
- ❖ There is an Early Closure Fee of \$250 if the Line of Credit is closed within the first 12 months of opening.
- ❖ Lines of Credit with a zero balance will remain open but accrue no interest. If you wish to close your Line of Credit, and have your Deed of Trust released, you must notify us in writing to close your line.
- ❖ Your Line of Credit will have a draw period of five (5) years. There will be an additional ten (10), fifteen (15), or twenty (20) years for repayment.
- ❖ In many cases the interest you pay **MAY** be tax deductible. **ALWAYS** consult an accountant or tax advisor regarding interest deductibility.

If you have any further questions, please feel free to contact your loan officer.

1232 Wentzville Parkway
Wentzville, Missouri 63385

(636) 916-8300

TheBetterWayToBank.org