

## **Skip-A-Payment Plan**

### **What Is the Skip-A-Payment Plan?**

The Skip-A-Payment Plan is a special loan option that permits you to defer your regular loan payment twice every twelve months and instead, pay a skip processing fee. The Skip-A-Payment Plan is available on eligible loans with balances of \$3,000 and greater, and with an Annual Percentage Rate of 11.00% or lower at the time of the deferral. The plan is not available for certain types of credit union loans. See next page for more details.

### **Who Can Participate in the Skip-A-Payment Plan?**

Any member whose Reliant loan qualifies for the plan may apply for Skip-A-Payment participation. All of your loans and Visa credit card payments must be current. Reliant has the right to deny your participation request in the plan based on reason(s) stated to you. You can apply, using the attached form, after you have completed the first six payments on a qualified loan.

### **How Often Can I Use the Skip-A-Payment Option?**

The Skip-A-Payment Plan is available up to two times during a twelve month period. See next page for more details.

### **Will I Incur Additional Interest Charges by Choosing this Option?**

Yes. Reliant charges interest at a daily periodic rate on the unpaid principal balance as stated on your loan contract. The longer the loan is outstanding, the more interest you will have to pay. The total FINANCE CHARGE that you pay on your loan will be greater than what was stated on your loan contract since you have elected to defer your loan payment.

### **How Do I Apply for the Skip-A-Payment Plan Option?**

Complete the attached authorization form and return it to any Reliant office. Make certain that you read the plan details carefully. You must apply each time that you want to defer a loan payment. It is not automatic. Separate forms are required for each loan payment you wish to defer.

### **Is There Anything Else I Should Know About the Skip-A-Payment Plan?**

If you elected to have credit disability or life insurance coverage on your loan and then elect to defer payments using the Skip-A-Payment Plan, your coverage will not cover the entire term of the loan. For example, a 36-month loan with two Skip-A-Payment periods becomes a 38-month loan. Your credit insurance coverage is only for the original 36-month loan term.

**Reliant's Skip-A-Payment Plan** allows you to defer your regular loan payment twice every twelve months. Your next regular payment will be due as scheduled. To take advantage, review the plan below to see if your loan qualifies. If it does, simply complete the short request form and return it to any Reliant branch.

If you defer a payment, the total FINANCE CHARGE that you pay on your loan will be greater than what was stated on your loan contract. This and any other previous or future deferments will extend the term of your loan. If you elect to have the credit disability or life insurance coverage on the loan and then elect to defer payments using the Skip-A-Payment Plan, your coverage will not cover the entire term of the loan.

**Qualifying Loans:**

- Balance of \$3,000 or more
- Annual Percentage Rate of 11.00% or lower
- Term of less than 120 months
- More than 6 loan payments have been made
- Skipped no more than two payments in a 12 month period

**Loans Not Eligible for Skip-A-Payment Plan:**

- Any loan that doesn't meet the qualification criteria at left
- The following loan types regardless of whether they meet the qualification criteria:
  - First mortgage loans, home equity loans, loans secured by collateral mortgages on real estate
  - Visa credit cards and overdraft lines of credit
  - Parent Plus loans, certificate secured loans, NYSERDA home improvement loans
  - Business Loans
- Members who have any loan with Reliant that is more than 30 days past due

**Skip-Processing Fee:**

The fee will be charged based on your loan balance as outlined below. You may choose either to have your skip-processing fee deducted from a Reliant account, or to enclose the fee when you return your request form.

## Skip-A-Payment Plan Application Form

Name \_\_\_\_\_ Date \_\_\_\_\_

Home # \_\_\_\_\_ Cell # \_\_\_\_\_ Email \_\_\_\_\_

Account # \_\_\_\_\_ Loan # \_\_\_\_\_

Payment month & year to be skipped (1 skip per form): \_\_\_\_\_/\_\_\_\_\_

(You may defer your regularly scheduled loan payment twice every twelve (12) months.)

**My Current Loan Balance is**

**Skip-Processing Fee**

\$0.00 - \$2,999.99	Does not qualify
<input type="checkbox"/> \$3,000.00 - \$4,999.99	\$15
<input type="checkbox"/> \$5,000.00 - \$7,499.99	\$25
<input type="checkbox"/> \$7,500.00 - \$9,999.99	\$40
<input type="checkbox"/> \$10,000.00 - \$14,999.99	\$55
<input type="checkbox"/> \$15,000.00 - \$19,999.99	\$75
<input type="checkbox"/> \$20,000.00 and greater	\$100

*For Office Use Only:*

Staff Name \_\_\_\_\_  
 Date \_\_\_\_\_  
 Branch \_\_\_\_\_  
 Loan Review \_\_\_\_\_

**NOTE:** This form can be accepted for processing ONLY by MSRs, MSC, Lending and Collections.

- Savings  
 Checking  
 Other \_\_\_\_\_

Take my skip-processing fee from my account # \_\_\_\_\_

(Skip-processing fee is due at the time of application.)

I hereby request to defer principal and interest payments on my loan identified above.

If I have authorized Reliant Community Federal Credit Union to debit monthly payments from an external account ("ACH Debit") to this Reliant loan, I request this ACH Debit to be temporarily stopped for the month I am requesting the Skip-A-Payment and resumed for the next regular payment. If I have set up scheduled recurring transfers or ACH Debits through online banking, I understand that I am responsible for suspending those payments for the month I am requesting the Skip-A-Payment. I acknowledge that I have read and fully understand all of the provisions for the Skip-A-Payment Plan.

**Borrower's Signature** \_\_\_\_\_

**Co-borrower's Signature** \_\_\_\_\_

If your payment is more than 10 days past due, please state the reason for the delinquency:

*For Office Use Only:* Date received \_\_\_\_\_ Received by \_\_\_\_\_ Approved by \_\_\_\_\_  
 Processed by \_\_\_\_\_ Date Processed \_\_\_\_\_ # Skips in last 12 mos. \_\_\_\_\_