



Important Information About South Orange/Maplewood Community Coalition on Race

Home Maintenance Loan

Consumer Information Disclosure

Please Read Carefully

You have received an application for a Home Maintenance Loan. Please read the following disclosure.

1. This loan may be taken for a maximum term of three (3) years.
2. The interest rate on the home maintenance loan upon receipt of a completed application will be equal to prime (currently 3.25%).
3. Your monthly payment will be based on the loan amount, interest rate and number of years to repay (term). Once all these items are known, a monthly payment can be determined.
4. Your monthly loan payment may be deducted automatically from a checking account at **Investors Bank**.

Monthly payments are usually determined by use of financial charts or calculators. Regardless of the method used, the payment covers the interest due for the month on the unpaid balance of the loan plus an amount to reduce the principal balance so the loan will be paid in full by the end of the loan term.

Interest is calculated on a 360-day basis and is divided into a monthly amount based on the unpaid principal balance due at the end of each month.

5. There are certain obligations on the part of you, the borrower, which, if not kept, will result in a default of the loan. This means that the entire loan could be due and payable in full.

A default will occur if:

- a. You fail to pay the monthly payment within thirty (30) days of its due date.
6. There is no application fee and closing fee.
7. This loan may be prepaid in part or in full at any time without penalty.
8. **South Orange/Maplewood Community Coalition on Race** and the applicant become bound by the terms of the loan contract when it is signed. Either party may request modification of the contract; however, neither party is bound to agree to such a request. The note agreement will establish the rights of the borrower and lender (**South Orange/Maplewood Community Coalition on Race**).

Please sign below to acknowledge that you have read the above information. The enclosed copy should be retained for your records.

Borrower

Date

Co-borrower

Date