NSLDS Info:

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|   | Type of Loan | Loan Amount | Loan Date | Interest Rate | Outstanding Principal | Outstanding Interest |
|
| 1 | DIRECT STAFFORD UNSUBSIDIZED | $12,500  | 8/15/2017 | 5.16% | $15,486  | $1,426  |
| 2 | DIRECT STAFFORD UNSUBSIDIZED | $5,375  | 9/20/2017 | 6.80% | $4,751  | $215  |
| 3 | DIRECT STAFFORD SUBSIDIZED | $23,750  | 6/13/2016 | 6.21% | $17,000  | $0  |
| 4 | DIRECT STAFFORD UNSUBSIDIZED | $12,500  | 6/13/2016 | 6.45% | $12,500  | $1,975  |
| 5 | PERKINS LOAN | $4,000  | 5/31/2016 | 5.00% | $5,000  | $0  |
| 6 | STAFFORD UNSUBSIDIZIED | $5,750  | 5/31/2016 | 6.80% | $4,120  | $210  |
| 7 | STAFFORD SUBSIDIZED | $7,250  | 9/7/2015 | 4.50% | $8,500  | $0  |
|  **Total DIRECT STAFFORD UNSUBSIDIZED** |   |   |   | **$24,357**  | **$1,851**  |
| **Total DIRECT STAFFORD SUBSIDIZED** |   |   |   | **$17,000**  | **$0**  |
| **Total PERKINS LOAN** |   |   |   | **$5,000**  | **$0**  |
| **Total SAFFORD UNSUBSIDIZED** |   |   |   | **$4,120**  | **$210**  |
| **Total STAFFORD SUBSIDIZED** |   |   |   | **$8,500**  | **$0**  |
|  **Total All Loans** |   |   |   | **$67,357**  | **$3,826**  |

State: NV Poverty line: $12,140 for single

+ $4,320 for each additional family member

Sheila School Teacher is a seventh-grade music school teacher at a title 1 school who has just finished with her master’s degree. Sheila is married to Donald and their AGI for 2017 was $142,459 with a joint tax filing status. Sheila’s current pay is $40,251 per year, but she will get an increase next year to $45,031 with a 3.5% a year increase. Sheila and Donald have 3 kids ages 3, 5, and 9. As a school district Sheila has both a 403B and a 457B retirement plan in addition to her state pension. Donald is a project supervisor for a construction company and has a salary of $110,000 and no student debt. In addition to help with student loan repayment would also like advice on kid’s college planning and saving for their own retirement.

1) What IDR plans are they eligible for?

2) If they were to enter into an IDR plan right now, what would be their lowest payment?

3) What benefit, if any, would a Direct Consolidation provide for them?

4) What should they consider before consolidating their loans?

4) How could Sheila get a $0/mo student loan payment and what other considerations would you need to consider?

5) What considerations should you give to teacher loan forgiveness (Stafford & Perkins)?