



ARLINGTON COMMUNITY FEDERAL CREDIT UNION

Interest Only Home Equity Line of Credit (HELOC) Monthly Payment and Statement FAQs

When is my HELOC payment due?

Payments are due on the 25th of each month.

All payments are credited the day they are received at ACFCU. If more than one payment is received at ACFCU within the same calendar month, the second payment will be applied towards the principal balance and not towards the next month's payment.

Will I receive a bill or payment coupon each month?

Your minimum monthly payment amount will be listed on your ACFCU account statement. You can receive your statements either through regular mail or you can enroll in e-Statements. You can also check your payment amount using online banking.

How is my monthly payment calculated during my draw period?

Similar to a credit card, interest accrues daily on the outstanding principal balance. At the end of each month, the outstanding daily interest charges are totaled to form the minimum monthly payment.

Interest-only HELOC payments will be sufficient to pay only the outstanding interest due. Of course, we encourage you to pay more than the minimum amount due to begin rebuilding the equity in your home.

How often will my payment change during my draw period?

Your minimum payment *can vary monthly* and is based on the following:

- Advances made on the line of credit, increasing the balance due
- Payments made toward principal, reducing the balance due
- Because the HELOC is a daily interest loan, the number of days in the month influence the payment amount
- Quarterly interest rate changes



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How is my monthly payment calculated during my repayment period?

After the draw period ends, your monthly payment will be based on the outstanding principal balance, current interest rate and will be sufficient to cover both principal and interest due. The monthly payment will ensure the line of credit is paid in full at the end of the repayment term (15 years).

Can I make additional principal payments on a HELOC?

Yes. You can make additional principal payments once your current monthly payment has been made. Payment amounts are applied first to outstanding interest due and then to principal.

All payments are credited the day they are received at ACFCU. If more than one payment is received at ACFCU within the same calendar month, the second payment will be applied towards the principal balance and will not automatically be applied to the next month's payment.

How do I make my payment on my HELOC?

There are several ways you can make your monthly payment. As always, if you need assistance setting up one of the options below or if you have questions, call Member Service at 703-526-0200, Option 4 and we'll be glad to help.

- Transfer funds from your ACFCU account using Online Banking or the Mobile App
- Set up automatic payments from an ACFCU account or another financial institution
- Use Bill Pay to make monthly payments
- Mail your payment or visit one of our branches

