



Skip-A-Payment Amendment to Loan Agreement(s)

How do I skip my loan payment?

You may skip your loan payment up to two (2) times per 12 month period. Auto Loans are limited to one (1) time per 12 month period (only if qualified). For your convenience, you can choose the months that work for you (back-to-back payments are excluded). If you have more than one qualifying loan you may request to skip a payment on each loan. Other restrictions and conditions may apply. To skip your payment:

1. Complete the **Skip-A-Payment Amendment** below. Please note, both the primary member and co-borrower/co-signer (if applicable) **MUST** sign the form.
2. There is a \$27 processing fee for each loan payment you choose to skip. Skip-A-Payments not approved will not incur a processing fee. Members will be notified in writing if Skip-A-Payments are not approved. Enclose a check for the total amount due or complete the authorization to deduct the fee from your account.
3. All request forms must be received at least 5 days before payment is due but no more than 30 days prior to the due date. mail your form and payment/authorization to:

M-C Federal Credit Union
230 Walnut St
Danville, PA 17821

If you use payroll deduction or automatic transfers for your loan payment from an M-C Federal Credit Union account, the funds, which would normally transfer to your loan, will be available for withdrawal.

If your payment normally originates from another financial institution, contact them to cancel payment for the month you are choosing to skip. If you use home banking bill pay, you will need to adjust your payment date.

Which loans do not qualify?

- Mortgage and Home Equity loans
- Credit Cards
- Business Loans
- Lines of Credit
- Loans open less than 6 months
- Modified Loans
- Currently delinquent loans
- Loans which have been delinquent in the past 6 months
- Negative deposit account balances
- Accounts with unpaid fees
- Back-to-back payments cannot be skipped (i.e. Dec. and Jan.)

If you are not approved for a Skip-A-Payment, you will be notified in writing. Other conditions and restrictions may apply.

How does skipping affect finance charges?

On qualifying loans, interest will continue to accrue during the waived payment period which will result in the term of the loan being extended.

Credit Union Use only: Date received: _____ Date processed: _____ Teller ID: _____

Skip-A-Payment Amendment to Loan Agreement(s)

1. I/we would like to skip my loan payment(s) during the month of _____. I understand there is a \$27 processing fee for EACH loan Payment I choose to skip. The processing fee does not reduce the principal.
2. I understand that deferring loan payment(s) will result in an extension of the original term and that interest will continue to accrue at the rate disclosed in my original loan agreement.
3. I can make up the payment(s) at any time, but extra payments will not change the due date of the next scheduled loan payment(s). I authorize M-C Federal Credit Union to change the payment schedule(s).
4. I am aware that by skipping payment(s) the benefit from disability, life, and/or GAP insurance may be reduced by the amount of the payment skipped.
5. This is not a notation. The terms and conditions of my loan agreement(s) remain in force.

Name: _____

Daytime Phone (____) _____

Email address: _____

Member# _____ Loan# _____ Due: _____

Member# _____ Loan# _____ Due: _____

Member# _____ Loan# _____ Due: _____

I understand there is a \$27 processing fee for EACH skipped loan payment.

Total Amount Due: \$ _____

I have enclosed a check for the Total Amount Due. Please deduct the Total Amount Due from my account.

Member# _____ Checking Savings

All borrowers agree to the above. All borrowers **MUST** sign.

Primary Member's Signature

Date:

Co-Borrower's/Co-signer's Signature

Date

Skip-A-Payment processing Fee: A fee of \$27 for EACH payment skipped is due and payable upon execution of the Skip-A-Payment. Processing fees will be returned to anyone not eligible to participate in this offer. In order to skip your payment, all loans and accounts must be in current and good standing at the time we receive your request, and your loan must have opened more than 6 months ago. Note, both the primary member and the co-borrower/co-signer (if applicable) MUST sign and return the attached form. The deferral of loan payments pursuant to this agreement will automatically extend the loan maturity date by a corresponding period of time. Deferral of payments will reduce the portion of future payments applied to principal resulting in a larger final payment, or negative amortization. Interest will continue to accrue on your loan as it normally does. Certain restrictions apply and not all loans are eligible for this program. In some instances, it may be required that the member authorize having a credit bureau report pulled for review. Program subject to change. A skipped payment may reduce any GAP insurance claim on insured vehicles. Please consult your GAP Policy for more information. Maximum of two (2) extensions, including Skip-A-Payments, allowed per year. Maximum of one (1) Skip-A-Payment allowed per year on Auto Loans.

