### Posting Contact

**Kari Brayden, Medical Student Financial Services Coordinator**

### Target audience.

All students

### *Posting Heading/Title*

2020/2021 Federal Interest Rates on track to DROP!

### *Summative Statement/"Hook Sentence"

Utilizing federal education loans? Good news!

### Additional Information

**Hot off the press from the Department of Education – Treasury News:**

Student loan interest rates for the 2020-21 school year are on track to drop sharply! Interest rates are determined each June 1 for the upcoming award year by adding a fixed percentage to the high yield of the 10-year Treasury note auctioned at the final auction prior to June 1.

As a result of yesterday's auction, the interest rate for federal loans disbursed for the 2020/2021 school year (>7/1/20) are expected to decrease from from 6.08% to 4.30% for graduate level Direct Unsubsidized Loans, and from 7.08% to 5.30% for Grad PLUS loans."

If you haven't been needing to borrow the max, consider returning some from this year and borrowing it next year instead!

Or, do you have unused loans from the current 2019/20 year, attached to the higher interest rate? Email UVMLarnerMed Student Financial Services to begin the process of returning some!

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Form: [Student Services - WeeklyWire Post Submission form](#)

A new response was submitted on 13 May 2020, 08:24 AM.