

WHAT YOU SHOULD KNOW ABOUT

# Home Equity Lines of Credit (HELOC)

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Borrowing from the  
value of your home



Consumer Financial  
Protection Bureau



An official publication of the U.S. government

## How to use the booklet

When you and your lender discuss home equity lines of credit, often referred to as HELOCs, you receive a copy of this booklet. It helps you explore and understand your options when borrowing against the equity in your home.

You can find more information from the Consumer Financial Protection Bureau (CFPB) about home loans at [cfpb.gov/mortgages](https://cfpb.gov/mortgages). You'll also find other mortgage-related CFPB resources, facts, and tools to help you take control of your borrowing options.

## About the CFPB

The CFPB is a 21st century agency that implements and enforces federal consumer financial law and ensures that markets for consumer financial products are fair, transparent, and competitive.

This pamphlet, titled What you should know about home equity lines of credit, was created to comply with federal law pursuant to 15 U.S.C. 1637a(e) and 12 CFR 1026.40(e).

## How can this booklet help you?

This booklet can help you decide whether home equity line of credit is the right choice for you, and help you shop for the best available option.

A home equity line of credit (HELOC) is a loan that allows you to borrow, spend, and repay as you go, using your home as collateral.

Typically, you can borrow up to a specified percentage of your equity. Equity is the value of your home minus the amount you owe on your mortgage.

**Consider a HELOC if you are confident you can keep up with the loan payments. If you fall behind or can't repay the loan on schedule, you could lose your home.**

## After you finish this booklet:

- You'll understand the effect of borrowing against your home
- You'll think through your borrowing and financing options, besides a HELOC
- You'll see how to shop for your best HELOC offer
- You'll see what to do if the economy or your situation changes

# Compare a HELOC to other money sources

Before you decide to take out a HELOC, it might make sense to consider other options that might be available to you, like the ones below.

## TIP

Renting your home out to other people may be prohibited under the terms of your line of credit.

MONEY SOURCE	HOW MUCH CAN YOU BORROW	VARIABLE OR FIXED RATE	IS YOUR HOME AT RISK?	TYPICAL ADVANTAGES	TYPICAL DISADVANTAGES
<b>HELOC</b> <i>You borrow against the equity in your home</i>	Generally a percentage of the appraised value of your home, minus the amount you owe on your mortgage	Variable, typically	Yes	Continue repaying and borrowing for several years without additional approvals or paperwork	Repayment amount varies; repayment is often required when you sell your home
<b>SECOND MORTGAGE OR HOME EQUITY LOAN</b> <i>You borrow against the equity in your home</i>	Generally a percentage of the appraised value of your home, minus the amount you owe on your mortgage	Fixed	Yes	Equal payments that pay off the entire loan	If you need more money, you need to apply for a new loan; repayment is often required when you sell your home
<b>CASH-OUT REFINANCE</b> <i>You replace your existing mortgage with a bigger mortgage and take the difference in cash</i>	Generally a percentage of the appraised value of your home; the amount of your existing loan plus the amount you want to cash out	Variable or fixed	Yes	Continue to make just one mortgage payment	Closing costs are generally higher; it may take longer to pay off your mortgage; interest rate may be higher than your current mortgage
<b>PERSONAL LINE OF CREDIT</b> <i>You borrow based on your credit, without using your home as collateral</i>	Up to your credit limit, as determined by the lender	Variable, typically	No	Continue repaying and borrowing for several years without additional approvals or paperwork	Solid credit is required; you may need to pay the entire amount due once a year; higher interest rate than a loan that uses your home as collateral

# Compare a HELOC to other money sources

MONEY SOURCE	HOW MUCH CAN YOU BORROW	VARIABLE OR FIXED RATE	IS YOUR HOME AT RISK?	TYPICAL ADVANTAGES	TYPICAL DISADVANTAGES
<b>RETIREMENT PLAN LOAN</b> <i>You borrow from your retirement savings in a 401(k) or similar plan through your current employer</i>	Generally, up to 50% of your vested balance or \$50,000, whichever is less	Fixed	No	Repay through paycheck deductions; paperwork required but no credit check and no impact on your credit score	If you leave or lose your job, repay the whole amount at that time or pay taxes and penalties; spouse may need to consent
<b>HOME EQUITY CONVERSION MORTGAGE (HECM)</b> <i>You must be age 62 or older, and you borrow against the equity in your home</i>	Depends on your age, the interest rate on your loan, and the value of your home	Fixed or variable	Yes	You don't make monthly loan payments—instead, you typically repay the loan when you move out, or your survivors repay it after you die	The amount you owe grows over time; you might not have any value left in your home if you want to leave it to your heirs
<b>CREDIT CARD</b> <i>You borrow money from the credit card company and repay as you go</i>	Up to the amount of your credit limit, as determined by the credit card company	Fixed or variable	No	No minimum purchase; consumer protections in the case of fraud or lost or stolen card	Higher interest rate than a loan that uses your home as collateral
<b>FRIENDS AND FAMILY</b> <i>You borrow money from someone you are close to</i>	Agreed on by the borrower and lender	Variable, fixed or other	No	Reduced waiting time, fees, and paperwork compared to a formal loan	Forgiven loans and unreported or forgiven interest can complicate taxes, especially for large loans; can jeopardize important personal relationships if something goes wrong

# How HELOCs work

## PREPARE FOR UP-FRONT COSTS

Some lenders waive some or all of the up-front costs for a HELOC. Others may charge fees. For example, you might get charged:

- A fee for a property **appraisal**, which is a formal estimate of the value of your home
- An application fee, which might not be refunded if you are turned down
- Closing costs, including fees for attorneys, title search, mortgage preparation and filing, property and title insurance, and taxes

## PULL MONEY FROM YOUR LINE OF CREDIT

Once approved for a HELOC, you can generally spend up to your credit limit whenever you want. When your line of credit is open for spending, you are in the **borrowing period**, also called the **draw period**. Typically, you use special checks or a credit card to draw on your line. Some plans require you to borrow a minimum amount each time (for example, \$300) or keep a minimum amount outstanding. Some plans require you to take an initial amount when the credit line is set up.

## MAKE REPAYMENTS DURING THE “DRAW PERIOD”

Some plans set a minimum monthly payment that includes a portion of the **principal** (the amount you borrow) plus accrued interest. The portion of your payment that goes toward principal typically does not repay the principal by the end of the term. Other plans may allow payment of the interest only, during the draw period, which means that you pay nothing toward the principal.

If your plan has a variable interest rate, your monthly payments may change even if you don't draw more money.

## ENTER THE “REPAYMENT PERIOD”

Whatever your payment arrangements during the draw period—whether you pay some, a little, or none of the principal amount of the loan—when the draw period ends you enter a repayment period. Your lender may set a schedule so that you repay the full amount, often over ten or 15 years.

Or, you may have to pay the entire balance owed, all at once, which might be a large amount called a **balloon payment** by refinancing it with the lender, getting a loan from another lender, or some other means. If you are unable to pay the balloon payment in full, you could lose your home.

## RENEW OR CLOSE OUT THE LINE OF CREDIT

At the end of the repayment period, your lender might encourage you to leave the line of credit open. This way you don't have to go through the cost and expense of a new loan, if you expect to borrow again. Be sure you understand if annual maintenance fees or other fees apply, even if you are not actively using the credit line.

## TIP

If you sell your home, you are generally required to pay off your HELOC in full immediately. If you are likely to sell your home in the near future, consider whether or not to pay the up-front costs of setting up a line of credit.



### GET THREE HELOC ESTIMATES

*Shopping around lets you compare costs and features, so you can feel confident you're making the best choice for your situation.*

		OFFER A	OFFER B	OFFER C
Initiating the HELOC				
Credit limit	\$			
First transaction	\$			
Minimum transaction	\$			
Minimum balance	\$			
Fixed annual percentage rate	%			
Variable annual percentage rate	%			
» Index used and current value				
» Amount of margin				
» Frequency of rate adjustments				
» Amount/length of discount rate (if any)				
» Interest rate cap and floor				
Length of plan				
» Draw period				
» Repayment period				
Initial fees				
» Appraisal fee	\$			
» Application fee	\$			



**GET THREE HELOC ESTIMATES**

*Shopping around lets you compare costs and features, so you can feel confident you're making the best choice for your situation.*

		OFFER A	OFFER B	OFFER C
» Up-front charges, including points	\$			
» Early termination fee	\$			
» Closing costs				
During the draw period				
» Interest and principal payments	\$			
» Interest-only payments?	\$			
» Fully amortizing payments	\$			
» Annual fee (if applicable)	\$			
» Transaction fee (if applicable)	\$			
» Inactivity fee	\$			
» Prepayment and other penalty fees	\$			
During the repayment period				
» Penalty for overpayments?				
» Fully amortizing payment amount?				
» Balloon repayment of full balance owed?				
» Renewal available?				
» Refinancing of balance by lender?				
» Conversion to fixed-term loan?				

## How variable interest rates work

Home equity lines of credit typically involve variable rather than fixed interest rates.

A variable interest rate generally has two parts: the index and the margin.

An **index** is a measure of interest rates generally that reflects trends in the overall economy. Different lenders use different indexes in their loans. Common indexes include the U.S. prime rate and the Constant Maturity Treasury (CMT) rate. Talk with your lender to find out more about the index they use.

The **margin** is an extra percentage that the lender adds to the index.

Lenders sometimes offer a temporarily discounted interest rate for home equity lines—an introductory or **teaser rate** that is unusually low for a short period, such as six months.

## Rights and responsibilities

Lenders are required to disclose the terms and costs of their home equity lines of credit. They need to tell you:

- Annual percentage rate (APR)
- Information about variable rates
- Payment terms
- Requirements on transactions, such as minimum draw amounts and number of draws allowed per year

- Annual fees
- Miscellaneous charges

You usually get these disclosures when you receive a loan application, and you get additional disclosures before the line of credit is opened. In general, the lender cannot charge a nonrefundable fee as part of your application until three days after you have received the disclosures.

If the lender changes the terms before the loan is made, you can decide not to go forward with it, and the lender must return all fees. There is one exception: the variable interest rate might change, and in that case if you decide not to go ahead with the loan, your fees are not refunded.

Lenders must give you a list of HUD-approved housing counselors in your area. You can talk to counselor about how HELOCs work and get free or low-cost help with budgeting and money management.

### Right to cancel (also called right to rescind)

If you change your mind for any reason, under federal law, you can cancel the credit line in the first three days. Notify the lender in writing within the first three days after the account was opened. The lender must then cancel the loan and return the fees you paid, including application and appraisal fees.

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### TIP

Some HELOCs let you convert some of your balance to a fixed interest rate. The fixed interest rate is typically higher than the variable rate, but it means more predictable payments.



## If something changes during the course of the loan

HELOCs generally permit the lender to freeze or reduce your credit line if the value of your home falls or if they see a change for the worse in your financial situation. If this happens, you can:

- **Talk with your lender.** Find out the reason for the freeze or reduction. You might need to check your credit reports for errors that might have caused a downgrade in your credit. Or, you might need to talk with your lender about a new appraisal on your home and make sure the lender agrees to accept a new appraisal as valid.
- **Shop for another line of credit.** If another lender offers you a line of credit, you may be able to use that to pay off your original line of credit. Application fees and other fees may apply for the new loan.



### WELL DONE!

For most people, a home is their most valuable asset. A HELOC can help you make the most of this asset, when you understand the ins and outs and know what to expect.

## In this booklet:

### **ASK YOURSELF**

Have I considered other sources of money and loans, besides a HELOC?

Have I shopped around for HELOC features and fees?

Am I comfortable with the worst-case scenario, where I could lose my home?

### **ONLINE TOOLS**

**CFPB website**  
[cfpb.gov](https://cfpb.gov)

**Answers to common questions**  
[cfpb.gov/askcfpb](https://cfpb.gov/askcfpb)

**Tools and resources for home buyers**  
[cfpb.gov/owning-a-home](https://cfpb.gov/owning-a-home)

**Talk to a HUD-approved housing counselor**  
[cfpb.gov/find-a-housing-counselor](https://cfpb.gov/find-a-housing-counselor)

**Submit a complaint**  
[cfpb.gov/complaint](https://cfpb.gov/complaint)



## HOME EQUITY LINE OF CREDIT PROGRAM DISCLOSURE

### April 2025

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This disclosure contains important information about our Home Equity Line of Credit. You should read it carefully and keep a copy for your records.

**Availability of Terms:** All of the terms described below are subject to change. This plan has a 15-year term that includes a 5-year Draw Period and a 10-year Repayment Period.

If these terms change (other than the annual percentage rate) and you decide, as a result, not to enter into an agreement with us, you are entitled to a refund of any fees that you paid to us or anyone else in connection with your application.

**Security Interest:** We will take a mortgage on your home. You could lose your home if you do not meet the obligations in your agreement with us.

**Possible Actions:** We can terminate your line and require you to pay us the entire outstanding balance in one payment, and charge you certain fees if:

- you engage in fraud or material misrepresentation in connection with the line;
- you do not meet the repayment terms;
- your action or inaction adversely affects the collateral or our rights in the collateral.

We can refuse to make additional extensions of credit or reduce your credit limit if:

- the value of the dwelling securing the line declines significantly below its appraised value for purposes of the line;
- we reasonably believe you will not be able to meet the repayment requirements due to a material change in your financial circumstances;
- you are in default of a material obligation of the agreement;
- governmental action prevents us from imposing the annual percentage rate provided for or impairs our security interest such that the value of the interest is less than 120 percent of the credit line;
- a regulatory agency has notified us that continued advances would constitute unsafe and unsound business practice; or
- the maximum annual percentage rate is reached.

Our agreement permits us to make certain changes in the terms of the line at specified times or upon the occurrence of specified events.

**Minimum Payment Requirements:** You can obtain credit advances for the first 5 years (the "draw period"). During this period, payments will be due monthly. Your minimum monthly payment will equal the amount of accrued finance charges due at the end of the billing cycle.

After the draw period ends, you will no longer be able to obtain credit advances and must pay the outstanding balance over 10 years (the "repayment period"). During the repayment period, payments will be due monthly. Your minimum monthly payment will be 1/120<sup>th</sup> of the outstanding balance plus the finance charges that have accrued on the outstanding balance.

**Minimum Payment Example:** If you took a single advance of \$10,000 at an ANNUAL PERCENTAGE RATE of 8.125% and made only the minimum monthly payment and took no other credit advances during the 5 year Draw Period; you would make 60 payments of accrued finance charges only varying from **\$62.33 to \$69.01**.

At the end of the draw period, the *principal amount* of \$10,000.00 would be scheduled for payments in the following 10 years. This is the repayment period. Your minimum monthly payment will equal any amount past due, any fees and charges that are due and an amortized payment equal to 1/120<sup>th</sup> of the Loan Account Balance on the last day of the Draw Period. For example, if you had a balance of \$10,000.00 at an ANNUAL PERCENTAGE RATE of 8.125% at the start of the 10-year repayment period, you would make 119 equal payments of \$121.99 and a final payment of \$120.35. If your Loan Account Balance is less than \$100, your Minimum Payment will equal the entire Loan Account Balance.

Note: You can always pay additional principal during the 5-year draw period to reduce the final amount due at the beginning of the repayment period.

The scheduled monthly payments should repay the principal that is outstanding on your line at the end the 10 year Repayment Period. If not, you will then be required to pay the entire balance in a single payment.

**Fees and Charges:** *To open and maintain an account, you must pay the following fees to us:*

Origination Fee: Lines <\$25,000 = 0.50% of Loan Amount  
Lines \$25,000 - \$100,000 = .75% of Loan Amount  
Lines >\$100,000 = 1.00% of Loan Amount  
Document Preparation Fee: \$75 for lines <\$25,000, \$100 for lines \$25,000 - \$100,000, & \$150 for lines >\$100,000  
Maintenance Fee: \$100 (due annually)  
Over-line Advance Request: \$31.00

*Note: The Origination Fee & Doc Prep fees may vary or be waived at times for special promotions.*

*You may also have to pay the following third party fees (estimated):*

Appraisal: \$400.00 - \$750.00  
Filing or Recording Fees: \$50.00 - \$300.00  
Title Company Closing Fees \$200.00 - \$400.00

*Note: these estimated third party fees are for account opening only*

Flood Zone Determination: \$14.50 - \$25.50  
Title Search or Insurance: \$150.00 - \$2500.00 & up based on loan amt  
Courier Fee: \$20 - \$100

If you terminate this plan within three years after origination, and we waived any third-party fees such as the appraisal fee, title insurance etc, you will be required to pay those fees when the plan is terminated. ***You must carry insurance on the property that secures this plan.***

**Refundability of Fees:** If you decide not to enter into this plan within three days of receiving this disclosure and the Home Equity booklet, you are entitled to a refund of any fee you may have already paid.

**Minimum Draw Requirements:** The minimum credit advance that you can receive is \$250.00. The minimum line of credit amount is \$5,000.00.

**Tax Deductibility:** You should consult a tax advisor regarding the deductibility of interest and charges for this plan.

**Variable Rate Features:** This plan has a variable rate feature and the annual percentage rate (corresponding to the periodic rate) and the minimum monthly payment can change as a result. The annual percentage rate includes only interest and not other costs. The rate will remain variable during both the Draw Period and the Repayment Period.

The annual percentage rate is based on the value of an index. The index is the "U.S. Prime rate published in the Wall Street Journal Money Rates column, or if more than one exists then the average". To determine the annual percentage rate that will apply to your account, we add a margin to the value of the index.

Ask us for the current index value, margin, discount, and annual percentage rate. After you open a credit line, rate information will be provided on periodic statements that we send you.

**Rate Changes:** The annual percentage rate can change daily. The maximum ANNUAL PERCENTAGE RATE that can apply during the plan is 18%. Except for this 18% "cap", there is no limit on the amount by which the rate can change in any one-year period. The minimum rate that can apply during the plan is 6.00%. The maximum annual percentage rate could be reached in the first day following an initial hold of one day.

This credit line has a "preferred rate" provision. This means that if you cancel your automatic payment with us, your annual percentage rate may increase. Your new annual percentage rate will be determined by adding 0.25 percentage points to the index value plus the margin value normally used to calculate your annual percentage rate. Rate caps may affect this new annual percentage rate.

**Maximum Rate and Payment Examples:** During the first 5 years (the draw period), if you had an outstanding balance of \$10,000, the minimum monthly payment at the maximum ANNUAL PERCENTAGE RATE of 18% would vary from \$138.08 to \$152.88. In the following 10 years of the repayment period, you would pay \$180.19 per month at the maximum rate. The maximum annual percentage rate could be reached in the first day following an initial hold of one day.

**Historical Examples:** The following table shows how the annual percentage rate and the minimum payments for a single \$10,000 credit advance would have changed based on changes in the index over the last 15 years. The index values are from the first business day of February. While only one payment amount per year is shown, payments would have varied during each year of the draw period. The table assumes that no additional credit advances are taken, that only the minimum payment was made, and that the rate remained constant during the year. It does not necessarily indicate how the index of your payments would change in the future.

Year	WSJ Prime Index (%)	Margin (%)	ANNUAL PERCENTAGE RATE (APR) (%)	Minimum Monthly Payment (\$)
2011 <sup>(2)</sup>	3.250	*	<b>Draw Period</b>	50.96 <sup>(1)</sup>
2012	3.250	*	6.000	50.96
2013	3.250	*	6.000	50.96
2014	3.250	*	6.000	50.96
2015	3.250	*	6.000	50.96
2016 <sup>(3)</sup>	3.500	*	<b>Repayment Period</b>	111.12
2017	3.750	*	6.000	111.12
2018	4.500	*	6.000	111.12
2019	5.500	*	6.000	111.12
2020	3.250	*	6.000	111.12
2021	3.250	*	6.000	111.12
2022	7.000	0.25	7.250	117.40
2023	8.250	0.625	8.825	125.73
2024	7.750	0.625	8.375	123.32
2025	7.500	0.625	8.175	121.99

(1) The payments shown in 2011 through 2015 reflect an interest<sup>1</sup> only payment during the draw period. The payments assume a remaining principal balance of \$10,000 after making an initial advance of \$10,000 at account opening with no other credit advances and paying interest only payments during the five-year draw period.

(2) Years 2011 through 2021 do not reflect a margin as the rate and APR was at the floor during those years.

(3) The ten years in the repayment period portion of the historical example reflect an amortized principal and interest monthly payment.

**This is not a commitment to make a loan.**

<sup>1</sup> Finance charge



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570 25 Rd, Grand Junction, CO 81505 970.241.9000  
106 Main Street, Collbran, CO 81624 970.487.0202  
600 West 8th Street, Palisade, CO 81526 970-464-5701  
2 South Main St, Heber City, UT 84032 435.654.7400  
92 West Main, Midway, UT 84049 435.654.7000  
121 West Main St, Vernal, UT 84078 435.781.1001  
1225 Deer Valley Drive, Park City, UT 84060 435.615.2265

### Creditor

("You" means Applicant, *et al*; and "We" means Creditor)

# Credit Application

**Important Information to Applicant(s).** To help the government fight the funding of terrorism and money laundering activities, federal law requires all financial institutions to obtain, verify, and record information that identifies each person who applies for a loan or opens an account. **What this means for you.** When you apply for a loan or open an account, we will ask for your name, address, date of birth and other information that will allow us to identify you. We may also ask to see your driver's license or other identifying documents. In some instances, we may use outside sources to confirm the information. The information you provide is protected by our privacy policy and federal law. **Read each instruction carefully before completing this form.**

### For Creditor Use

Account No.	Class No.	Date Received
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## 1. Type of Application

Check only one of the three types:

☐ **Individual Credit** - You are relying solely on your income or assets.

☐ **Individual Credit** - You are relying on your income or assets as well as income or assets from other sources.

☐ **Joint Credit** - By initialing below, you intend to apply for "joint credit".

Applicant \_\_\_\_\_ Joint Applicant \_\_\_\_\_

## 2. Type of Requested Credit

Application Date	Amount \$	Financing Type <input type="checkbox"/> New <input type="checkbox"/> Refinance <input type="checkbox"/> Modification	No. of Months	Repayment Interval <input type="checkbox"/> Monthly <input type="checkbox"/>	First Payment Date
<b>Credit Type</b> <input type="checkbox"/> Line of Credit <input type="checkbox"/> Loan <input type="checkbox"/> Sale <input type="checkbox"/> Lease	<b>Loan Purpose</b> <input type="checkbox"/> Agricultural <input type="checkbox"/> Business <input type="checkbox"/> Consumer	<b>Security for Credit</b> <input type="checkbox"/> Unsecured <input type="checkbox"/> Secured	<b>Proceeds of Credit to Be Used for</b> <input type="checkbox"/> To purchase property that will secure your credit <input type="checkbox"/> To purchase property that is a residential dwelling and is not real estate <input type="checkbox"/> To finance home improvements to a residential dwelling <input type="checkbox"/> Other ( <i>describe</i> ):		

### Applicant

### 3. Applicant Information

### Joint Applicant or Other Party

<b>Full Name</b> ( <i>First, Middle, Last</i> )			<b>Full Name</b> ( <i>First, Middle, Last</i> )		
<b>Gov't ID Type</b>	<b>Gov't ID No.</b>	<b>Gov't ID Issued By</b>	<b>Gov't ID Type</b>	<b>Gov't ID No.</b>	<b>Gov't ID Issued By</b>
<b>Gov't ID Issue Date</b>	<b>Gov't ID Exp. Date</b>	<b>Date of Birth</b>	<b>Gov't ID Issue Date</b>	<b>Gov't ID Exp. Date</b>	<b>Date of Birth</b>
<b>Soc. Sec. No.</b>	<b>Primary Phone</b> <input type="checkbox"/> Cell	<b>Second Phone</b> <input type="checkbox"/> Cell	<b>Soc. Sec. No.</b>	<b>Primary Phone</b> <input type="checkbox"/> Cell	<b>Second Phone</b> <input type="checkbox"/> Cell
<b>Email Address:</b>			<b>Email Address:</b>		
<b>Present Address</b> <input type="checkbox"/> Own <input type="checkbox"/> Rent <input type="checkbox"/> No. of Yrs.:			<b>Present Address</b> <input type="checkbox"/> Own <input type="checkbox"/> Rent <input type="checkbox"/> No. of Yrs.:		
<b>Previous Address</b> <input type="checkbox"/> Own <input type="checkbox"/> Rent <input type="checkbox"/> No. of Yrs.:			<b>Previous Address</b> <input type="checkbox"/> Own <input type="checkbox"/> Rent <input type="checkbox"/> No. of Yrs.:		
<b>Dependents</b> No.: Ages:			<b>Dependents</b> No.: Ages:		
<b>Nearest Relative</b> ( <i>not living with you</i> ) Name: Address: Telephone: <input type="checkbox"/> Cell			<b>Nearest Relative</b> ( <i>not living with you</i> ) Name: Address: Telephone: <input type="checkbox"/> Cell		
<b>Your Relationship to us (or our affiliate)</b> <input type="checkbox"/> None <input type="checkbox"/> Employee <input type="checkbox"/> Insider (Shareholder, Director, Officer)			<b>Your Relationship to us (or our affiliate)</b> <input type="checkbox"/> None <input type="checkbox"/> Employee <input type="checkbox"/> Insider (Shareholder, Director, Officer)		
<b>Have you ever received credit from us?</b> <input type="checkbox"/> Yes <input type="checkbox"/> No If yes, when: office/branch:			<b>Have you ever received credit from us?</b> <input type="checkbox"/> Yes <input type="checkbox"/> No If yes, when: office/branch:		

#### 4. Asset and Debt Information

If the "Joint Applicant" or "Other Party" Sections were completed, this Section should be completed by giving information about both the Applicant, and the Joint Applicant or Other Party, if applicable.

##### Assets Owned

Type of Asset or Description	Account Number	Current Market Value	Remaining Balance of Lien (Enter "0" if none)	Asset Owner's Name
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
		\$	\$	
<input type="checkbox"/> Amounts from Continuation Form		\$	\$	
<b>Total Assets</b>		\$	\$	

##### Outstanding Debts (This section should be charge accounts, installment contracts, credit cards, rent, mortgages and other obligations.)

Creditor Name	Type of Debt, or Account Number	Original Amount	Present Balance	Monthly Payment	Debtor's Name	Past Due (Yes/No)
Landlord	<input type="checkbox"/> Rent Payment			\$		
	<input type="checkbox"/> Mortgage	\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
		\$	\$	\$		
<input type="checkbox"/> Amounts from Continuation Form		\$	\$	\$		
<b>Total Debts</b>		\$	\$	\$		

Credit References - Name	Original Amount Borrowed	Date Paid in Full
	\$	
	\$	
	\$	

<i><b>Applicant</b></i>	<i><b>5. Employment Information</b></i>	
<b>1st Employer:</b> <input type="checkbox"/> Current <input type="checkbox"/> Previous <input type="checkbox"/> Self    No. of Yrs.: Name: Address:  Mgr.:                                      Phone: Gross Monthly Salary/Comm.: \$ Position/Title:	<b>1st Employer:</b> <input type="checkbox"/> Current <input type="checkbox"/> Previous <input type="checkbox"/> Self    No. of Yrs.: Name: Address:  Mgr.:                                      Phone: Gross Monthly Salary/Comm.: \$ Position/Title:	
<b>2nd Employer:</b> <input type="checkbox"/> Current <input type="checkbox"/> Previous <input type="checkbox"/> Self    No. of Yrs.: Name: Address:  Mgr.:                                      Phone: Gross Monthly Salary/Comm.: \$ Position/Title:	<b>2nd Employer:</b> <input type="checkbox"/> Current <input type="checkbox"/> Previous <input type="checkbox"/> Self    No. of Yrs.: Name: Address:  Mgr.:                                      Phone: Gross Monthly Salary/Comm.: \$ Position/Title:	
<b>3rd Employer:</b> <input type="checkbox"/> Current <input type="checkbox"/> Previous <input type="checkbox"/> Self    No. of Yrs.: Name: Address:  Mgr.:                                      Phone: Gross Monthly Salary/Comm.: \$ Position/Title:	<b>3rd Employer:</b> <input type="checkbox"/> Current <input type="checkbox"/> Previous <input type="checkbox"/> Self    No. of Yrs.: Name: Address:  Mgr.:                                      Phone: Gross Monthly Salary/Comm.: \$ Position/Title:	
<i><b>Applicant</b></i>	<i><b>6. Other Income</b></i>	
<b>Alimony, child support, or separate maintenance income need not be revealed if you do not wish to have it considered as a basis for repaying this obligation.</b> Alimony, child support, separate maintenance received under: <input type="checkbox"/> Court order <input type="checkbox"/> Written agreement <input type="checkbox"/> Oral understanding	<b>Alimony, child support, or separate maintenance income need not be revealed if you do not wish to have it considered as a basis for repaying this obligation.</b> Alimony, child support, separate maintenance received under: <input type="checkbox"/> Court order <input type="checkbox"/> Written agreement <input type="checkbox"/> Oral understanding	
<b>Other Income:</b> \$ _____ per Month Source:	<b>Other Income:</b> \$ _____ per Month Source:	
<b>Is any income listed in Sections 4, 5 or 6 likely to be reduced before the credit is paid off:</b> <input type="checkbox"/> Yes (Explain in section 10.) <input type="checkbox"/> No	<b>Is any income listed in Sections 4, 5 or 6 likely to be reduced before the credit is paid off:</b> <input type="checkbox"/> Yes (Explain in section 10.) <input type="checkbox"/> No	
<i><b>Applicant</b></i>	<i><b>7. Other Obligations</b></i>	
<input type="checkbox"/> Yes <input type="checkbox"/> No    If yes, Amount: \$ For whom: To whom:	Are you a co-maker, endorser, co-signer, surety, or guarantor on any loan, contract or other obligation?	<input type="checkbox"/> Yes <input type="checkbox"/> No    If yes, Amount: \$ For whom: To whom:
<input type="checkbox"/> Yes <input type="checkbox"/> No    If yes, Amount per month: \$ To whom:	Are there any unsatisfied judgments against you?	<input type="checkbox"/> Yes <input type="checkbox"/> No    If yes, Amount per month: \$ To whom:
<input type="checkbox"/> Yes <input type="checkbox"/> No    If yes, Where: Year:	Have you been declared bankrupt in the last 10 years?	<input type="checkbox"/> Yes <input type="checkbox"/> No    If yes, Where: Year:
<input type="checkbox"/> Yes <input type="checkbox"/> No    If yes, Amount per month: \$ To whom:	Are you obligated to make Alimony, Support or Maintenance Payments?	<input type="checkbox"/> Yes <input type="checkbox"/> No    If yes, Amount per month: \$ To whom:
<i><b>8. Property Information (if secured)</b></i>		
<b>Property Type</b> <input type="checkbox"/> Boat or Vessel <input type="checkbox"/> Certificate of Deposit <input type="checkbox"/> Deposit Account <input type="checkbox"/> Manufactured Home <input type="checkbox"/> Motor Vehicle <input type="checkbox"/>	<b>Property Description</b>  <input type="checkbox"/> Residential Dwelling <input type="checkbox"/> Homestead Property	<b>Property Location and Address</b>
<b>Primary Use of Property</b> <input type="checkbox"/> Agricultural <input type="checkbox"/> Business <input type="checkbox"/> Consumer	<b>Property Owner(s) Names &amp; Addresses</b>	

<b>Applicant</b>	<b>9. Marital Status</b>	<b>Joint Applicant or Other Party</b>			
<b>Leave blank, unless:</b> (1) <i>the credit will be secured, or</i> (2) <i>you reside in a community property state, or</i> (3) <i>you are relying on property, located in a community property state, as a basis for repayment.</i> <input type="checkbox"/> Married <input type="checkbox"/> Separated <input type="checkbox"/> Unmarried (including single, divorced, widowed)	<b>Leave blank, unless:</b> (1) <i>the credit will be secured, or</i> (2) <i>you reside in a community property state, or</i> (3) <i>you are relying on property, located in a community property state, as a basis for repayment.</i> <input type="checkbox"/> Married <input type="checkbox"/> Separated <input type="checkbox"/> Unmarried (including single, divorced, widowed)				
<b>10. Additional Information or Explanations</b>					
<b>11. Notices</b>					
<b>California Residents.</b> Each applicant, if married, may apply for a separate account.					
<b>New York Residents.</b> A consumer report may be ordered in connection with your application. Upon your request, we will inform you whether or not a report was ordered. If a report was ordered, we will tell you the name and address of the consumer reporting agency that provided the report. Subsequent reports may be ordered or utilized in connection with an update, renewal or extension of credit for which you have applied.					
<b>Ohio Residents.</b> The Ohio laws against discrimination require all creditors make credit equally available to all creditworthy customers, and that credit reporting agencies maintain separate credit histories on each individual upon request. The Ohio Civil Rights Commission administers compliance with this law. Any person who, with intent to defraud or knowing that he is facilitating a fraud against an insurer, submits an application or files a claim containing a false or deceptive statement is guilty of insurance fraud.					
<b>Texas Residents.</b> The owner of the homestead is not required to apply the proceeds of the extension of credit to repay another debt except debt secured by the homestead or debt to another lender.					
<b>Wisconsin Residents.</b> Notice to Married Applicants. No provision of any marital property agreement, unilateral statement under Wisc. Statutes § 766.59 or a court decree under Wisc. Statutes § 766.70 adversely affects the interests of the Creditor unless the Creditor, prior to the time the credit is granted, is furnished a copy of the agreement, statement or decree or has actual knowledge of the adverse provision when the obligation to the Creditor is incurred. For Married Wisconsin Residents. The credit being applied for, if granted, will be incurred in the interest of my marriage or family. I understand the Creditor may be required by law to give notice of this transaction to my spouse.					
<b>12. Certifications, Authorizations and Signatures</b>					
You certify that everything you have stated in this Credit Application and on any other documents submitted to us are true and correct to the best of your knowledge. You understand that you must update the information contained in this Credit Application if either your financial condition materially changes or we make a request to you orally or in writing. You understand that we will retain this Credit Application whether or not it is approved.					
You authorize us to request one or more consumer reports, to check and verify your credit and employment history, and to answer questions others may ask us about our credit experience with you.					
In order to provide you with the best possible service in our ongoing business relationship with you, you acknowledge that we may contact you for ordinary business purposes using any of the telephone numbers or email addresses listed on this Credit Application or that you subsequently provide us in connection with your credit account - regardless of whether the telephone number we use is assigned to a paging service, cellular telephone service, specialized mobile radio service, other radio common carrier service or any other service for which you may be charged for the call. You further acknowledge that we may contact you through the use of voice, voicemail, or text messaging and that we may use prerecorded or artificial voice messages or automatic telephone dialing systems.					
<input type="checkbox"/> <b>Electronic Signature.</b> If checked, You further agree that you have signed this <i>Credit Application</i> with one or more electronic signatures. You intend your electronic signature to have the effect of your written ink signature. You viewed and read the entire <i>Credit Application</i> and notices before you signed it. You received a paper copy of this <i>Credit Application</i> after it was signed. You understand that this <i>Credit Application</i> is in the electronic form that we will keep. We may rely on, and enforce, this <i>Credit Application</i> in the electronic form or as a paper version of the electronic form.					
Applicant Signature	Date	Joint Applicant, or Other Party, Signature			
		Date			
(if applicable)					
Notice: It is a federal crime punishable by fine, imprisonment, or both, to knowingly make any false statements concerning any of the above facts as applicable under the provisions of Title 18, United States Code § 1001, <i>et seq.</i>					
<b>Mortgage Loan Originator Information</b>					
If this <i>Credit Application</i> is secured by a consumer's residential dwelling that is owned by you, we may be required under federal or state law to disclose our mortgage loan origination identification number(s), which are as follows, if applicable:					
♦ Mortgage Loan Originator Name and Identifier: ♦ Mortgage Loan Origination Company Name and Identifier: Grand Valley Bank #401529					
<b>For Creditor Use</b>					
Date Received	Received By	Date Action Taken	Action Taken By	Action Taken	Reason Code(s)