

WORKSHEET 3: Consolidation Loan Interest Rate Calculation

Use this worksheet to calculate the weighted average of your loans and estimate your new interest rate. You'll need to know the interest rate and current balance of each of your eligible loans. (Refer to your completed Worksheet 1.) You may also ask your consolidation lender to estimate your new rate.

STEP 1

Multiply each eligible loan's interest rate (in decimal format) by its respective balance.

*Do not include HEAL loans in this list.

Eligible Loan Type	Interest Rate (%)	Decimal Rate (Interest rate ÷ 100)	X	Loan Balance (Payoff)	=	Loan Weight (Decimal rate x Balance)
Example- Stafford subsidized	8.25 %	0.0825		\$ 5,500		453.75
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
_____	_____ %	0.		\$ _____		_____ .
Total Loan Balance and Total Loan Weight				\$ _____		_____ .

STEP 2

Divide the total loan weight by the total balance.

Total Loan Weight	+	Total Loan Balance	=	WAIR (Weighted Average Interest Rate)
_____		_____		_____ %*

*Round the WAIR total to the nearest higher 1/8th of one percent