

## **AUTOMOBILE LOANS**

**A-4**

When acquiring a new or better automobile, regular full time ministerial employees may request an automobile loan equivalent to one year's auto depreciation. This loan is also available for making major repairs to a worker's automobile.

Terms of the loan are as follows:

1. Interest is deducted in advance at the rate of 6% from the proceeds of the loan (12.77% per annum effective rate).
2. An amount equal to the monthly depreciation allowance will be payroll deducted until the loan is repaid, including interest.

A ministerial employee who requests the conference to keep his/her monthly auto depreciation in reserve may borrow an equivalent amount not to exceed one year's depreciation, interest free. Repayment of this type of loan is the same as Number 2 above.

Loan is due in full at time of separation of employment from the Potomac Conference.