

# PAYMENT PLAN AGREEMENT

1. **THE PARTIES.** This Payment Plan Agreement ("Agreement") is entered into on \_\_\_\_\_, by and between:

Borrower: \_\_\_\_\_, with a mailing address of \_\_\_\_\_ ("Borrower"), and

Lender: \_\_\_\_\_ with a mailing address of \_\_\_\_\_ ("Lender").

2. **AMOUNT BORROWED.** It is acknowledged that the Lender has given a loan to the Borrower in the amount of \$\_\_\_\_\_ at an annual interest rate of \_\_\_\_\_% for the purpose of: \_\_\_\_\_.

3. **PAYMENT SCHEDULE.** Borrower agrees to make payments equal to \$\_\_\_\_\_ towards the total debt to be made: (check one)

- **Weekly.** Payments are to be made every \_\_\_\_\_.

- **Monthly.** Payments are to be made every \_\_\_\_\_.

- **Other.** \_\_\_\_\_.

Payments shall be due in accordance with the payment scheduled herein until the amount borrowed is paid.

4. **Late Payments.** Payments not made within \_\_\_\_\_ day(s) after the due date may incur a late fee of: \_\_\_\_\_.

5. **PRE-PAYMENT.** Regarding pre-payment, the Borrower is: (check one)

- **Allowed to Pre-pay.** Borrower can pre-pay the amount borrowed, in-full, at any time and without penalty.

- **Not Allowed to Pre-pay.** Borrower cannot pre-pay the amount borrowed without a penalty of: \_\_\_\_\_.

6. **DEFAULT.** Failure to make payments as agreed will result in a default, allowing Lender to take legal action to recover the debt. This Agreement shall be governed under the laws in the State of \_\_\_\_\_.

**Borrower's Signature:** \_\_\_\_\_ Date: \_\_\_\_\_

Print Name: \_\_\_\_\_

**Lender's Signature:** \_\_\_\_\_ Date: \_\_\_\_\_

Print Name: \_\_\_\_\_