

MCU Home Equity/HELOC FAQs

What can I use the funds from an MCU Home Equity loan for?

You may use the funds from your MCU Home Equity loan for any purpose, such as to pay off debt, a college education, take a vacation, or do home improvements.

What state does my property need to be located in to apply for a MCU Home Equity loan?

Loans must be on single family detached residential property located in Texas.

If I am using the Home Equity funds for home improvement purposes, am I required to get a contractor?

No. You do not have to get a contractor if the funds are from a MCU Home Equity loan.

On what type of property can I get an MCU Home Equity loan on?

Loans must be on single family detached residential property located in Texas. This would include a home, duplex or condominium.

Do I have to occupy the home I want to get the MCU Home Equity loan on?

Yes. It must be your permanent residence.

How do I determine my home's value?

An appraisal and a current title search are required on most MCU Home Equity loans. MCU will determine what is required and will order these for you.

What are the minimum/maximum loan amounts I can borrow?

The minimum loan amount is \$15,000. The maximum loan amount is \$100,000 depending on your qualifications.

Does MCU charge a loan application fee?

No, there is no fee to apply for an MCU Home Equity loan.

Does MCU charge pre-payment penalties?

No, there are no penalties charged for making extra payments on your MCU Home Improvement Equity loan or paying it off early.

Is Private Mortgage Insurance required on a Home Equity loan?

No. MCU does not charge PMI on Home Equity loans.

Do I have to get Homeowner's Insurance on my Home Equity loan?

Yes. You must carry Homeowner's Insurance to cover the first and second lien amounts on the home.

Can I take the proceeds from the Home Equity loan/HELOC as I wish?

For home equity loans, the funds will be disbursed to you in a lump sum. HELOC loan proceeds can be withdrawn as you wish with a minimum withdrawal amount of \$4,000.00. Draw payments and repayment periods vary by selected loan term.