

#### **CARES Act** | Delay of Loan Repayments for Wespath-Administered Plans

## In late March, a law was passed to help Americans with the economic impacts of COVID-19. As part of the CARES Act legislation:

- Wespath-administered retirement plan participants who are currently repaying loans from their plans are allowed to delay those payments until **January 1, 2021**.
- Participants who do not have an outstanding loan can now take a loan and hold off on making repayments until January 1, 2021.

#### Do I qualify for a loan repayment delay?

In order to be able to delay loan repayments, you must meet the definition of a qualified individual as defined in the CARES Act and must self-certify to one of the following three categories:



You have been diagnosed with COVID-19 using a CDC-approved test.



Your spouse or dependent has been diagnosed with COVID-19 using a CDC-approved test.

You experience **adverse financial consequences** as a result of one of the following, due to COVID-19:

- Quarantine, furlough, layoff or reduced work hours;
- Inability to work due to lack of child care;
- Inability to work due to closing or reducing hours of a business you own or operate;
- Reduction in pay, job offer rescinded, or start date for a job delayed;
- You have a spouse or household member who experiences one of the situations above; OR
- Other factors as determined by the Secretary of the Treasury.

# What loan repayments can I delay?



You can request a loan repayment delay if you:

- Have a UMPIP or Horizon loan that is currently in repayment, OR
- Apply for a new UMPIP or Horizon loan before January 1, 2021.

# When will my loan repayments restart?



Your original loan repayment schedule will resume as of January 1, 2021. When repayments resume, the repayments must take into account interest that accrued during the period over which repayments were delayed. Wespath will provide additional information about repayments after receiving IRS guidance.

## How do I begin the loan repayment delay process?



Contact Wespath at 1-800-851-2201, and certify that you are a "qualified individual." You will receive a written confirmation,

and no additional monthly repayments will be required until on or after January 1, 2021. Wespath representatives are available business days from 8:00 a.m. to 6:00 p.m., Central time.

For additional information, including FAQs, please visit our COVID-19 webpage at wespath.org/aboutwespath/Coronavirus.

UMPIP: United Methodist Personal Investment Plan Horizon: Horizon 401(k) Plan