



Income Share Agreement

Student debt with loans



40%
of student loan borrowers may default on their student loans by 2023.



\$1.56 trillion
in student loan debt



65% of student loan borrowers reported having less than **\$1,000** in their bank account.

An Income Share Agreement (ISA) is an agreement made between a student and their school when the school lends the student their tuition money. In return, for a percentage of their salary once they earn a salary over a minimum threshold.

ISA: free until students find a job

- ✔ Students payments only occur when income over a minimum threshold.
- ✔ Payment amount is a % of the student income
- ✔ No full repayment required
- ✔ No interest accrued
- ✔ ISA does not use credit scores
- ✔ Aligns schools and students success
- ✔ Provide a social and financially sustainable model

Example with Holberton School

17%
of your income

if income is greater than
\$ 40,000/year

for **3.5 year**