How a Home Equity Loan Works

A home equity loan lets you borrow against the equity you've built in your home — giving you access to the money you need, when you need it.



The Process

Getting a home equity loan is simple. Here's how it works:

1 Build Equity

Over time, you build equity in your home as you pay down your mortgage and as your home's value increases.

2 Apply

Complete a simple application and provide the necessary documents. We'll review your equity, income and credit information.

3 Get Approved

Once we review your application, we'll let you know your loan amount, rate and terms.

4 Close

Sign the final documents, and you'll receive your funds, typically in a lump sum.

5 Use Your Funds

Put the money to work for you — whether it's for home improvements, consolidating debt, education or other big goals.

Key Benefits

Lower Rates

Home equity loans often come with lower interest rates than other types of loans.

Fixed Payments

Enjoy predictable monthly payments with a fixed interest rate.

Flexible Use

Use the funds for home improvements, debt consolidation, education and more.

Access to Larger Amounts

Your available equity can provide access to more funds for your needs.

Build Your Future

Invest in your home, reduce debt and create more financial flexibility.

Horizon Federal Credit Union

Contact us today to learn more about our home equity loan options and see how we can help you reach your goals.