



## 5 Reasons Credit Unions Offer the Best Auto Loans

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The average cost of a new vehicle today is around \$47,000.

The purchase of a car likely will be the second largest expenditure you have, second only to the purchase of a home. Whether you desire the shiny, brand new one, or if you are content with finding a reliable used one, we want to help you to get the most for your money.

Here are five reasons it makes more sense to get your loan through CEFCU®.

- 1. With us, you have a better chance of getting your loan approved.** Even though the loan application process is the same and the underwriting process is similar, a credit union may make some adjustments that a commercial bank would not. Many credit unions are also more inclined to listen to members' needs and unique situations — sometimes adjusting terms of a loan accordingly. You're more than a number, and that includes your FICO score.
- 2. We have lower rates.** A five-year term is the most common loan term for a new or used car, and rates at a credit union are typically much lower than the average rate at a competitor bank. The savings in interest alone is a major reason to consider this financing. Just think of what you can do with that money.
- 3. We provide personalized service.** Because credit unions are non-profit organizations and work to provide members with high-quality customer service, operations decisions are made by a group of volunteer board members rather than a corporate office. You can openly discuss your concerns about your loan, talk about flexible repayment options, and review your financial situation with a professional

lending officer. This can alleviate some of the pressure of applying and securing financing for your vehicle and you can be more confident the credit union is working with your best interests in mind.

4. **We offer educational resources.** Many credit unions will provide information, such as financing options and how to make the best decisions when assessing the value of your car purchase. If you're a first-time car buyer and apprehensive about the loan process, you can turn to a credit union for unbiased answers.
5. **We offer a non-sales approach.** Unlike commercial banks, which often give their lenders bonuses or some type of compensation for the loans they get approved, credit unions, as not-for-profit financial institutions, work for their members and do not try to sell you something you don't need.

The bulk of a credit union's profits go back to members in the form of lower rates on financial products, fewer fees, more flexible loan options, and in the form of an [Extraordinary Dividend](#) when business results permit. If you don't like the pressure of working with lenders from a commercial bank, a credit union is the answer.