NURSING EDUCATION
LOAN REPAYMENT PROGRAM FOR
NURSE FACULTY
Fiscal Year 2010
APPLICATION AND PROGRAM GUIDANCE

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
Health Resources and Services Administration
Bureau of Clinician Recruitment and Service
Division of Applications and Awards
5600 Fishers Lane, Room 8-37
Rockville, Maryland 20857

Have Questions? CallCenter@hrsa.gov or 1-800-221-9393 (TTY: 1-877-897-9910)
Monday through Friday (except Federal holidays) 9 a.m. to 5:30 p.m. ET.

Authority: Section 846(a) of the Public Health Service Act (42 USC 297(n)(a)), as amended by Section 5310(a) of Public Law 111-148. Please be advised that future changes in the governing statute, implementing regulations and Program Guidance may be applicable to your participation in the Nursing Education Loan Repayment Program for Nurse Faculty.
PRIVACY ACT NOTIFICATION STATEMENT

General

This information is provided pursuant to the Privacy Act of 1974 (Public Law 93-579), as amended, to individuals supplying information for inclusion in a system of records.

Statutory Authority and Program Administration

Section 846(a) of the Public Health Service Act, as amended.

Purpose and Uses

The purpose of the Nursing Education Loan Repayment Program for Nurse Faculty (NELRP-NF) is to assist in the recruitment and retention of professional nurses dedicated to serving as full-time nurse faculty members at eligible schools of nursing. The information applicants provide will be used to evaluate their eligibility for participating in NELRP-NF. In addition, information from other sources will be considered (e.g., credit bureau reports).

A participant's contract, application, required supplemental forms, supporting documentation, correspondences and related data are maintained in a system of records to be used within the U.S. Department of Health and Human Services to monitor NELRP-NF-related activities. The information may also be disclosed outside the Department, as permitted by the Privacy Act and Freedom of Information Act, to the Congress, the National Archives, the General Accountability Office, pursuant to court order and various routine uses (see http://www.hrsa.gov/privacyact/sorn/09150037.htm).

Effects of Nondisclosure

Disclosure of the information sought is voluntary; however, if not submitted, except for the replies to ethnicity and race in Part II of the online application for the NELRP-NF (OMB control number 0915-0140), an application will be considered incomplete.

Paperwork Reduction Act Public Burden Statement

An agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a current OMB control number. The current OMB control number for information collected through this application process is 0915-0140. Public reporting burden for this collection is estimated to average 6 hours per response, including the time for reviewing instructions, researching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to HRSA Reports Clearance Office, 5600 Fishers Lane, Room 10-33, Rockville, Maryland 20857.
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RESOURCES FOR APPLICANTS

- Resource/Call Desk CallCenter@hrsa.gov or 1-800-221-9393 (TTY:1-877-897-9910), Monday through Friday (except Federal holidays), 9 am to 5:30 pm ET.
Program Overview

INTRODUCTION

What is the Nursing Education Loan Repayment Program for Nurse Faculty (NELRP-NF)?

The United States is in the midst of a nursing shortage. The demand for nurses continues to intensify as baby boomers age and the need for health care grows. Compounding the problem is the fact that nursing schools, colleges and universities across the country are struggling to expand enrollment levels due to the nurse faculty shortage.

The Patient Protection and Affordable Care Act of 2010 amended the Nursing Education Loan Repayment Program (NELRP) to extend loan repayment to nurse faculty. Up to twenty percent of NELRP funds will be made available to nurse faculty. The program offers nurse faculty substantial economic assistance to repay a portion of their qualifying educational loans in exchange for service as a full-time nurse faculty member at an eligible school of nursing. The purpose of NELRP-NF is to assist in the recruitment and retention of nurse faculty at accredited schools of nursing, by decreasing economic barriers that may be associated with pursuing a career in academic nursing.

NELRP-NF is administered by the Bureau of Clinician Recruitment and Service (BCRS) within the Health Resources and Services Administration (HRSA). HRSA is an agency of the U.S. Department of Health and Human Services (HHS). HRSA continues its commitment to address healthcare workforce shortages by supporting the repayment of nursing education costs for nurse faculty members who are providing training and instruction to future registered and advanced practice nurses.

What are the benefits of NELRP-NF?

1. **Service** – Participants will make a significant contribution to the training and development of individuals studying to become nurses and/or advanced practice nurses. NELRP-NF provides an opportunity for participants to reduce the nurse faculty shortage, assist with the nursing school’s capacity to expand enrollment levels, build a stronger nursing workforce, and serve as educational leaders in nursing education.

2. **Loan Repayment** - The NELRP-NF will provide funds to program participants to repay a portion of their outstanding qualifying nursing education loans. Recipients of NELRP-NF contracts receive the following benefits:
   a. For each of the first two years of service, NELRP-NF will pay participants 30 percent of their total qualifying nursing education loan balance incurred while pursuing an education in nursing (total of 60 percent), as of the effective date of their 2-year contract.
   b. For a third (optional) year of service, subject to the availability of funds, NELRP-NF will pay participants 25 percent of their original total qualifying nursing education loan balance for qualifying nursing education, as of the effective date of their initial 2-year contract.

3. **Salary** - NELRP-NF participants will receive salary and benefits from the employing institution. Employment compensation packages are negotiated between the NELRP-NF applicant and the employer. However, potential NELRP-NF benefits should not be part of any salary negotiations, because an employer cannot guarantee a NELRP-NF award.
TAX NOTICE: NELRP-NF payments are subject to Federal taxes. NELRP-NF will withhold Federal income tax and Federal Insurance Contributions Act (FICA) tax (Social Security and Medicare) from a participant’s NELRP-NF award and pay those taxes directly to the IRS on the participant’s behalf. All NELRP-NF payments and Federal taxes withheld will be reported to the participant and the IRS on a Form W-2 after the end of the tax year. These loan repayments may also be subject to State and local income taxes. All loan repayments paid to the participant after Federal tax withholding must be used by the participant to repay qualifying educational loans for qualifying nursing education. A participant’s payments to his/her lenders or holders are subject to periodic verification by the NELRP-NF.

ELIGIBILITY REQUIREMENTS, SERVICE SITES, AND FUNDING PREFERENCES

Am I eligible?

1. You may be eligible to apply if you meet all of the following requirements by the application due date:

   a. Are a U.S. citizen (either U.S. born or naturalized), U.S. National, or Lawful Permanent Resident
   b. Have received a graduate degree in nursing, a baccalaureate or associate degree in nursing (or an equivalent degree), or a diploma in nursing from an accredited school of nursing in a State (see Definition of Terms);
   c. Are employed as a full-time nurse faculty member at a public or private nonprofit accredited school of nursing (see Definition of Terms);
   d. Have outstanding qualifying nursing educational loans obtained for qualifying nursing education leading to a degree or diploma in nursing as specified above;
   e. Have completed the nursing education program for which the loan balance applies; and
   f. Have a current, full, permanent, unencumbered, unrestricted license as an RN in the State in which you intend to serve as nurse faculty or are authorized to practice in that State pursuant to the Nurse Licensure Compact (Please refer to the Nurse Licensure Compact state listing at: http://www.ncbsn.org/158.htm).

2. You are not eligible to apply if you:

   a. Have any judgment liens against your property arising from a debt owed to the United States. Debtors with judgment liens for Federal debts are ineligible to receive Federal financial assistance. Please be advised that a credit check will be conducted as part of the application process;
   b. Have an existing service obligation (see Definition of Terms) that will not be satisfied by the application deadline;
   c. Have defaulted on any Federal payment obligations (e.g., Health Education Assistance Loans, Nursing Student Loans, FHA loans, Federal income tax liabilities, etc.) or non-Federal payment obligations (e.g., court-ordered child support payments), even if you are currently considered to be in good standing by that creditor;
   d. Have defaulted on a prior service obligation to the Federal government or a State or local government, even if you subsequently satisfied that obligation through service, monetary payment or other means;
   e. Had any Federal or non-Federal debt written off as uncollectible or had any Federal service or payment obligation waived;
   f. Are currently excluded, debarred, suspended, or disqualified by a Federal agency from participating in a covered transaction;
   g. Have a temporary or inactive RN license;
   h. Are a licensed practical or vocational nurse;

   Exception: Individuals in a Reserve component of the Armed Forces or National Guard are eligible to participate in NELRP-NF.
i. Failed to apply all funds from any HRSA scholarship and/or loan repayment program previously received towards your qualifying educational loans; or
j. Work at a for-profit school of nursing;

**What types of educational loans qualify for NELRP-NF?**

1. **Loans Qualifying for Repayment**

A NELRP-NF participant will receive funds to repay a portion of the outstanding principal of, and interest on, qualifying educational loans (see Definition of Terms) obtained by the participant, at the time of the participant’s undergraduate and/or graduate qualifying nursing education, to pay for:

   a. Tuition, fees, and other reasonable educational expenses (see Definition of Terms) for qualifying nursing education; and
   b. Reasonable living expenses (see Definition of Terms) incurred for qualifying nursing education.

Examples of types of qualifying educational loans include: Nursing Student Loans, Stafford Loans, and Supplemental Loans for Students.

2. **Loans (or other financial obligations) Not Qualifying for Repayment include but are not limited to:**

   a. Loans for which the applicant incurred an obligation for service which will not be fulfilled by the NELRP-NF application deadline;
   b. Loans obtained for training in vocational or practical nursing (LVN/LPN);
   c. Loans obtained from family members, or from private institutions or other entities that are not subject to Federal or State examination and supervision as lenders;
   d. Loans made prior to or after the applicant’s qualifying nursing education;
   e. Loans obtained for non-nursing education;
   f. Loans that have been paid in full;
   g. Parent PLUS loans (made to parents);
   h. Any portion of a consolidated/refinanced educational loan that is not clearly identified as being for reasonable educational expenses and reasonable living expenses incurred by the applicant for qualifying nursing education (see Definition of Terms);
   i. Consolidated/refinanced educational loans that include any debt other than qualifying educational loans of the applicant;
   j. Credit card charges or personal lines of credit used for nursing education expenses;
   k. Federal Perkins Loans (unless the applicant can provide documentation, as indicated in the Loan Information and Verification Form(s) Instructions, that such loans are not subject to cancellation); or
   l. Loans obtained for non-nursing education or for courses taken toward a non-nursing degree that may later qualify as a prerequisite for a nursing program.

**SERVICE SITES**

**What sites are eligible under NELRP-NF?**

A NELRP-NF participant is required to serve as a full-time faculty member at a public or private nonprofit accredited school of nursing in a State. (see Definition of Terms).

**FUNDING PREFERENCES**

**How does NELRP-NF determine Funding Preferences?**

As provided in section 846(e) of the Public Health Service Act, as amended, a funding preference will be given to qualified applicants with greatest financial need, which NELRP-NF defines as those qualified applicants whose total qualifying educational loans are 40% or greater than their base annual salary. Applicants are grouped into those who are eligible for a funding preference and those who are not (as...
described below). Awards are made first to qualified applicants who meet the funding preference. If funds remain available, awards will then be made to qualified applicants who do not meet the funding preference. Awards will be made in order of decreasing financial need (decreasing qualifying nursing education debt to base annual salary ratio) until funds are expended.

1. **FUNDING PREFERENCE - QUALIFYING NURSING EDUCATION DEBT ÷ BASE ANNUAL SALARY = 40% or GREATER**
   A qualified applicant meets the funding preference if the dollar amount of the applicant’s total outstanding qualifying educational loans (qualifying nursing education debt) divided by his/her base annual salary is equal to or greater than 40%.

   Example of debt to salary ratio of **40% or GREATER**:
   Amanda attended the University of Maryland where she received a Ph.D. in Nursing in May 2009. She currently has qualifying nursing education debt totaling $26,683.57. Amanda began working as a full-time nurse faculty member at University of Maryland’s School of Nursing in June 2009, and her current base annual salary is $51,001.
   Based on Amanda’s information; her debt to salary ratio is 52.320 percent; so she would receive a ranking in the Funding Preference group.

2. **NO FUNDING PREFERENCE - QUALIFYING NURSING EDUCATION DEBT ÷ BASE ANNUAL SALARY = LESS THAN 40%**
   A qualified applicant has no funding preference if the dollar amount of the applicant’s total outstanding qualifying educational loans (qualifying nursing education debt) divided by his/her base annual salary is less than 40%.

   Example of debt to salary ratio of **LESS THAN 40%**:
   Tom attended the Frederick Community College for nursing prerequisite courses then transferred to the University of Maryland where he received a master’s degree in nursing in May 2009. He currently has qualifying nursing education debt totaling $17,465.04. Tom began working as a full-time nurse faculty member at University of Maryland’s School of Nursing in June 2009 and his current base annual salary is $46,238.40.
   Based on Tom’s information; his debt to salary ratio is 37.772 percent; so he would receive a ranking in the No Funding Preference group.

### AWARD RECIPIENTS

**What should I expect if I am selected to receive an award?**

a. Awardees will be notified no later than September 30, 2010.

b. Award payments are made monthly over 24 months.

   i. The HHS disburses each monthly payment through an electronic funds transfer to the participant’s checking or savings account identified on the banking information submitted by individuals who are selected for an award.

   ii. The first direct deposit is made approximately 30 days after the effective date of the contract. The NELRP-NF contract is not effective until signed by the applicant and countersigned by the Secretary of Health and Human Services or his/her designee.

   iii. Participants are required to use the NELRP-NF payments (the amounts received by the participant after Federal tax withholding) to pay the lenders or holders of their qualifying...
c. Participants must immediately notify the Division of Scholar and Clinician Support in writing of any changes in employment status (i.e. changing employment status from full time to part time). Participants should send their notification in writing to Division of Scholar and Clinician Support, Room 8-15, 5600 Fishers Lane, Rockville, MD 20857.

d. Participants must immediately notify the Division of Scholar and Clinician Support in writing of any changes in mailing address, email address, name, or financial institution (bank) information to ensure an uninterrupted flow of loan repayment funds. In the case of a name change, please provide legal documentation, such as a copy of a marriage certificate. Participants should send their request to Division of Scholar and Clinician Support, Room 8-15, 5600 Fishers Lane, Rockville, MD 20857.

e. If for any reason a participant does not receive a scheduled payment, the participant should call NELRP-NF as soon as possible at 1-800-221-9393 or email callcenter@hrsa.gov. Please be advised that if NELRP-NF has any questions concerning a participant’s eligibility for continuing payments, NELRP-NF will delay payments pending clarification of the participant’s eligibility status.

NOTE: Under the Treasury Offset Program, the Department of the Treasury is authorized to offset NELRP-NF payments for delinquent Federal and State debts and delinquent court-ordered child support payments. In keeping with the President’s Executive Orders concerning compliance with child support orders, NELRP-NF stresses the importance of honoring any child support obligations the participant may have.

TAX NOTICE: NELRP-NF payments are subject to Federal taxes. NELRP-NF will withhold Federal income tax and Federal Insurance Contributions Act (FICA) tax (Social Security and Medicare) from a participant’s NELRP-NF award and pay those taxes directly to the IRS on the participant’s behalf. All NELRP-NF payments and Federal taxes withheld will be reported to the participant and the IRS on a Form W-2 after the end of the tax year. These loan repayments may also be subject to State and local income taxes. All loan repayments paid to the participant after Federal tax withholding must be used by the participant to repay qualifying educational loans for qualifying nursing education. A participant’s payments to his/her lenders or holders are subject to periodic verification by the NELRP-NF.

SERVICE REQUIREMENTS

What are the service requirements?

1. 2-Year Service Requirement

   a. NELRP-NF participants must enter into a contract agreeing to serve full-time as nurse faculty at an eligible school of nursing for 2 consecutive years. Participants must retain a current full, permanent, unencumbered, unrestricted license as an RN during the 2-year service obligation.

   b. If an applicant is selected for a NELRP-NF award, the individual’s contract is signed by the Secretary of Health and Human Services or his/her designee. An award letter, a copy of the individual’s signed contract, and a Payment Authorization Worksheet listing the award amount and qualifying educational loans will be sent no later than September 30, 2010 to those applicants who receive an award.

No service credit will be given for employment at an eligible school of nursing before the effective date of the NELRP-NF contract. The effective date of a contract award is the date the contract is countersigned by the Secretary or his/her designee. If an applicant fails to
commence full-time service on the effective date of the contract at the school of nursing identified in the application, he/she may be placed in default.

2. Optional Service Obligation (1-year Contract Amendment)

Participants may be eligible to amend their 2-year NELRP-NF contract to serve for a third (optional) consecutive year at an eligible school of nursing under the following conditions:

a. A participant must notify NELRP-NF in writing, at least 6 months (180 days) prior to the end of the second service year, that the participant wishes to amend the NELRP-NF contract for a third year.

b. A participant must continue to serve at an eligible school of nursing. If the nursing education programs at the participant’s current school of nursing are no longer accredited, an amendment contract will not be awarded. If such a participant wishes to continue in the NELRP-NF, he/she must request and receive written prior approval to transfer to another eligible school of nursing prior to submitting his/her amendment contract. Transfers may take up to 180 days to approve. If a participant transfers to a new location, moving expenses will not be paid.

c. A participant must have a current, full, permanent, unencumbered, unrestricted license as an RN and retain it during the 1-year service obligation.

d. The NELRP-NF payments received by participants after Federal tax withholding under the NELRP-NF 2-year contract must have been applied to reduce the original qualifying nursing education loan balances, as indicated on the Payment Authorization Worksheet that participants will receive with their award letter. A participant’s loan balances will be verified and a payment history from his/her lender(s)/holder(s) will be required to show that all NELRP-NF funds received previously were applied toward the approved qualifying educational loans during the contract period. Failure to apply NELRP-NF payments to reduce the original qualifying educational loan balance will result in the denial of a request for an amendment contract.

e. A participant must not have an existing service obligation to the eligible school of nursing or any entity other than NELRP-NF.

f. A participant must continue to meet all other program eligibility criteria, must be in full compliance with his/her existing NELRP-NF service obligation, and must be planning to work for the duration of the contract amendment at the same school of nursing.

Participants who meet the above requirements and are approved to receive an amendment contract will receive payments equal to an additional 25 percent of their original qualifying educational loan balance. The amendment contract will not be effective until the participant has completed his/her 2-year service period under the initial contract. The amendment contract service period must begin immediately following the completion of the initial service commitment.

There is no guarantee that a 2-year service commitment contract will be amended beyond the initial 2 years. Award of amendment contracts is also subject to the availability of funds.

**CHANGING JOBS, BREACHING THE CONTRACT, SUSPENSION or WAIVER**

*What steps do I need to take if I have to leave the school of nursing prior to completion of service (Changing Jobs)?*

The NELRP-NF expects that participants will fulfill their service commitment at their initial school of nursing site. Should a participant become unable to complete the obligation at the initial school of nursing site, he/she must submit a written request to the Division of Scholar and Clinician Support (DSCS) for approval to transfer to another eligible school of nursing before the participant leaves his/her current service site.
1. Transfers

A participant must receive PRIOR WRITTEN APPROVAL from the DSCS before transferring to another eligible school of nursing to fulfill his/her service obligation. Participants will receive an official written decision from the DSCS regarding the approval or denial of a transfer request. Failure to receive prior written approval from the DSCS will result in immediate suspension of payments until the DSCS: (a) receives all required documentation verifying the school of nursing’s accreditation status and the participant’s full-time employment as nurse faculty, and (b) approves the participant’s transfer request. Failure to document full-time nurse faculty employment at an approved eligible school of nursing may result in the participant being placed in default of his/her contract.

Transfer may take up to 180 days to approve.

The following requirements apply to participants who request a transfer:

a. In order for the DSCS to approve a participant’s transfer request, the participant must transfer to an eligible school of nursing.

b. If there is no break in service between the initial site and the approved transfer site, the NELRP-NF will continue to make loan repayments to the participant. However, if the participant fails to resume service within 30 days of the stop-work date at the initial school of nursing, the DSCS will stop all loan repayments. Once the participant has commenced full-time service at another approved eligible school of nursing, loan repayments will be resumed as appropriate and the service end date will be extended to account for the entire service obligation period.

c. If a NELRP-NF participant ceases full-time employment at the initial site and does not resume service at an approved eligible school of nursing within 60 days, the participant will be recommended for default of his/her NELRP-NF obligation.

d. A participant’s request for transfer must be submitted to the DSCS in writing. The request should include the reason for the transfer, a letter/certification from the school of nursing verifying that its nursing education programs are accredited and indicating if the institution is a private nonprofit, private for profit, or public/government owned. The request must be mailed to the following address:

Division of Scholar and Clinical Support
NELRP-NF
5600 Fishers Lane; Room 8-15
Rockville, MD 20857

Participants with questions may call 1-800-221-9393 or email: callcenter@hrsa.gov.

2. Members of a Reserve Component of the Armed Forces

Individuals in the Reserve component of the Armed Forces or National Guard are eligible to participate in the NELRP-NF. However, reservists should understand the following:

a. If a reservist is away from the NELRP-NF service site due to military training and/or service, the time away will be combined with the participant’s other absences from the service site during that service year. If the reservist’s military training and/or service, in combination with all other absences from the service site does not exceed 7 weeks per service year, no further action is necessary.

b. If a reservist’s military training and/or service (including a call to active duty), in combination with all other absences from the NELRP-NF service site, will exceed 7 weeks per service year, the reservist must notify the DSCS immediately and submit a written request for a suspension of the
NELRP-NF service obligation. The suspension request should include documentation of the reservist’s training or call to active duty orders. The NELRP-NF payments will be stopped while the reservist is on an approved suspension and will resume when the reservist returns to full-time service. The NELRP-NF service obligation will be extended to account for the break in service due to the reserve or active duty obligation.

c. If the school of nursing where the reservist was serving at the time of deployment is unable to reemploy that reservist, the reservist will be expected to complete his/her NELRP-NF service obligation at another eligible school of nursing. The reservist must contact the DSCS and request a transfer, and receive approval, in accordance with the transfer policy prior to commencing employment at the school of nursing. If the reservist fails to resume service at an eligible school of nursing within 60 days of the end of the deployment or such longer time as law may allow, the reservist will be recommended for default of his/her NELRP-NF obligation.

BREACHING THE NELRP-NF CONTRACT

What happens if I breach the NELRP-NF Contract?

The following applies to participants who breach their NELRP-NF contract:

1. Effect of Not Completing the Initial 2 Years of Service - A participant who fails to complete his/her initial 2 years of full-time service at an eligible school of nursing is liable to repay all the NELRP-NF payments received (including amounts withheld for Federal taxes), plus interest at the maximum legal prevailing rate from the date of the participant’s breach. Breach of the contract will permanently disqualify the individual from receiving future awards under the NELRP-NF and some other Federal programs.

2. Effect of Not Completing Third Year of Service - A participant who enters into an amendment contract agreeing to provide a third consecutive year of full-time service at an eligible school of nursing but fails to do so is liable to repay all NELRP-NF payments received for the third year of service (including amounts withheld for Federal taxes), plus interest at the maximum legal prevailing rate from the date of the participant’s breach. Breach of the contract will permanently disqualify the individual from receiving future awards under the NELRP-NF and some other Federal programs.

3. Payment of Debt Due Within 3 Years - Any indebtedness owed to the Federal government, under the paragraphs above, is due within 3 years of the participant’s service breach date. The debt amount will be subject to interest at the maximum legal prevailing rate from the date of the breach until paid in full. Other charges and penalties for delinquent or past due payments may be assessed.

SUSPENSION or WAIVER

The Secretary of Health and Human Services may suspend or waive, in whole or in part, a NELRP-NF service or payment obligation. Requests for suspensions and waivers are submitted to DSCS and are reviewed and processed by the Legal and Compliance Office (LCO).

Suspension - A suspension of the NELRP-NF obligation will only be granted if compliance with the obligation by the participant (1) is temporarily impossible, or (2) would involve a temporary extreme hardship such that enforcement of the obligation would be unconscionable. The major categories of suspension are set forth below. A request for a suspension must be submitted in writing to the Division of Scholar and Clinician Support at 5600 Fishers Lane, Room 8-15, Rockville, Maryland 20857, telephone 1-800-221-9393. Periods of approved suspension will extend a participant’s NELRP-NF service obligation end date. All periods of time away from the school of nursing should be documented by the employer on the six-month employment verification form.
a. **Suspensions for Medical and Personal Reasons**
   A suspension may be granted, for up to one year, if the participant provides independent medical documentation of a physical or mental health disability, or personal circumstances including a terminal illness of an immediate family member, that results in the participant’s temporary inability to perform the NELRP-NF obligation. Upon receipt of the written suspension request, LCO will mail the participant instructions for documenting that request.

b. **Maternity/Paternity Suspensions**
   Participants must notify the DSCS of pending maternity/paternity leave and provide documentation from the mother’s attending physician.

c. **Call to Active Duty in the Armed Forces**
   Participants who are also military reservists and are called to active duty will be granted a suspension, for up to one year, beginning on the activation date described in the reservist’s call to active duty order. In addition to the written request for a suspension, a copy of the order to active duty must be submitted to the DSCS. The suspension will be extended if the applicable Armed Forces entity continues the period of active duty. The period of active military duty will not be credited toward the NELRP-NF service obligation.

**Waiver** - A waiver of the NELRP-NF obligation will only be granted if compliance with the obligation by the participant (1) is permanently impossible, or (2) would involve a permanent extreme hardship such that enforcement of the obligation would be unconscionable. A waiver request must be submitted in writing to the DSCS at 5600 Fishers Lane, Room 8-15 Rockville, Maryland 20857, telephone 1-800-221-9393. The waiver request must specify the reason(s) the waiver is being requested. The participant will be contacted directly by the LCO regarding the medical and financial documentation necessary to process the waiver request.

**DSCS Contact Information**
5600 Fishers Lane, Room 8-15, Rockville, Maryland 20857
1-800-221-9393 (TTY: 1-877-897-9910)
HOW TO APPLY: IMPORTANT DATES and INFORMATION

APPLICATION AND PROGRAM GUIDANCE

Please read the Application and Program Guidance (Guidance) in its entirety before proceeding with an application. This Guidance explains in detail the rights and obligations of individuals selected to participate in the NELRP-NF. Be sure you have a complete understanding of the obligation to serve full-time for 2 years at an eligible school of nursing and the financial consequences of failing to perform that obligation.

IMPORTANT DATES

APPLICATION DEADLINE: A complete electronic application must be submitted by 5:00 PM E.T. on June 15, 2010. All Required Supplemental Forms and appropriate Supporting Documentation must be faxed or postmarked by June 15, 2010.

It is anticipated that awards will be made between July and September 2010. Awards are subject to the availability of funds. Applicants selected for an award will receive notice no later than September 30, 2010. Applicants not selected for an award will be notified no later than October 31, 2010.

HOW TO APPLY

To apply to NELRP-NF, you must submit a complete application package consisting of:

1. Required Supplemental Forms and Supporting Documentation
   a. Completed Loan Information and Verification Form(s), with supporting loan documentation;
   b. Completed Employment Verification Form;
   c. Completed Authorization for Release of Employment Information Form;
   d. Completed Authorization to Release Information Form;
   e. Completed Certification Regarding Debarment, Suspension, Disqualification and Related Matters;
   f. Completed and signed NELRP-NF Application Checklist and Instructions Form;
   g. Transcripts; and
   h. Certification of Accreditation Status for School of Nursing Education Programs.

2. Supporting Documentation (If applicable)
   a. If you were born outside of the U.S., documentation of your status as a U.S. citizen, U.S. National, or Lawful Permanent Resident;
   b. Documentation that Perkins loans are not eligible for cancellation.

3. The Online Application

Applicants are Responsible for Submitting a Complete Application Package

Application packages will be initially reviewed to determine their completeness. Application packages deemed incomplete (e.g., missing, illegible, or incomplete application materials) as of the June 15, 2010 deadline will not be considered for funding.
The information collected in the online application will provide an initial ranking of your application, with respect to funding preferences. It is required that the base annual salary and loan information in your online application match your supplemental forms and supporting documentation. Inaccurate information contained in the online application could result in your application receiving an inaccurate ranking and not being considered for funding.

NELRP-NF will not accept requests for updates to your online application after its submission (other than name, phone, and home and email address updates); or accept the submission/resubmission of incomplete, rejected or otherwise delayed application materials after the deadline. In addition, the NELRP-NF staff will not fill in any missing information or contact applicants regarding missing information. It is the applicant’s responsibility to submit a complete application package by the application deadline.

SEND YOUR REQUIRED SUPPLEMENTAL FORMS AND SUPPORTING DOCUMENTATION TO:

Nursing Education Loan Repayment Program for Nurse Faculty (NELRP-NF)
c/o HRSA Document Center
12530 Parklawn Drive, Suite 350
Rockville, MD 20852
OR Fax To: 301-998-7377

DO NOT Fax AND Mail a copy of your application. Failure to comply may result in a delay in processing your application and possible non-award due to insufficient funds.

Direct Questions and Inquiries to:
callcenter@hrsa.gov or Toll Free: 1-800-221-9393 (TTY:1-877-897-9910)
Office Hours: 9:00 A.M. to 5:30 P.M., E.T.
Monday through Friday, except Federal holidays
Web site: http://www.hrsa.gov/loanscholarships/repayment/nursefaculty/

All Documents must be submitted on white 8 ½” x 11” Paper.
Do not send original proof of citizenship or other documents that cannot be replaced. Documents must be retained in an official file and will not be returned. Applicants should keep a copy of the application package for their records.

Due to the volume of applications, supplemental forms and supporting documentation received by mail or fax will not be confirmed. You are encouraged to mail your documents in a manner that will provide you with a receipt of delivery confirmation. Retain all fax confirmations for your records.

What are the instructions for Supplemental Forms and Supporting Documentation?

Instructions for completing supplemental forms and supporting documentation are provided below. If any of the required forms/documents described below are not included with the application, are not signed or are otherwise incomplete, or if the forms and documents are not clearly printed on separate sheets of white 8 ½ inch x 11 inch paper, the application will be deemed incomplete and the applicant will not be considered for a NELRP-NF award.

SEND FORMS OR DOCUMENTS AS REQUIRED IN THE INSTRUCTIONS BELOW. All mailed required supplemental forms and supporting documentation MUST be received or postmarked by June 15, 2010.
A. INSTRUCTIONS FOR REQUIRED SUPPLEMENTAL FORMS AND SUPPORTING DOCUMENTATION

1. Loan Information and Verification Form(s)

   Please review the types of Loans eligible for repayment under the NELRP-NF in the Program Overview Section of this Guidance under "What types of educational loans qualify for NELRP-NF?"

   a. Applicants must complete a Loan Information and Verification Form (Loan Form) for each lender (or holder) for the nursing education loan(s) they wish to be considered for repayment. This form authorizes your lender(s) or holder(s) to release information about your loan(s) to the NELRP-NF. (If additional forms are needed, please download/print them or photocopy the form).

   b. Be sure to include the most current lender (or holder) of the loan and the lender's (or holder's) complete address and telephone number. Provide the lender's (or holder's) automated access telephone and loan account number that will permit the NELRP-NF to obtain loan information for verification purposes. The most current balance of each loan - principal and interest -- must be determined as accurately as possible and reported on the Loan Form. Note: All 15 questions on this form must answered or the loan will not be considered for repayment.

   c. Applicants must include ALL loans for undergraduate and/or graduate nursing education with the application. Only those loans submitted with the application will be considered for repayment.

   d. Applicants must provide copies of all required documents for loans being submitted for repayment that show for each loan the original amount, dates of disbursement, and type as indicated in the Checklist Loan Documentation Required table.

   e. If undergraduate or graduate nursing educational loans have been consolidated or refinanced, the documentation noted below is required to establish that the loans coincide with the nursing education periods stated on the Application.

   f. Applicants who have consolidated/refinanced their loans must provide either (1) an Aid Summary, Disbursement Report or Promissory Note for the original loan(s) or (2) a copy of the consolidated/refinanced promissory note from the current lender(s) that shows, for each loan being consolidated, the amount, date of original disbursement, and type of loan.

   g. Applicants who have Perkins loans that are not eligible for cancellation must also provide documentation (a) from the school that the loans are not subject to cancellation under 34 C.F.R. Part 674, or (b) from the current lender indicating that the Perkins loans were consolidated and paid off.

2. Employment Verification Form

   The applicant’s employer must fill out this form and return it to the applicant for submission with the other application materials.

   a. Name of Accredited School of Nursing is the name of the university or college or school where the applicant will work to fulfill the NELRP-NF service obligation.

   b. Employment start date is the month, day, and year the applicant will begin or began his or her employment as a nurse faculty member. Faculty employment prior to the effective
date of a NELRP-NF contract will not count toward the fulfillment of the two-year service obligation.

c. The base annual salary of the applicant must be reported. If an applicant has worked at the school of nursing for less than one year, report the applicant’s negotiated base salary for the year.

d. Please note that while the employer is responsible for completing the form in its entirety, the applicant is responsible for ensuring that all information is entered accurately, and the applicant is responsible for the timely submission of the completed form.

The authorized personnel official’s name, title, signature, phone, fax number, and date of signature are required on the employment verification form.

3. Authorization for Release of Employment Information Form

This form must be completed by the applicant to authorize the release of information regarding the applicant’s employment status to the NELRP-NF. If the applicant is awarded a NELRP-NF contract, his/her employment status will be verified semiannually.

4. Authorization to Release Information Form

This form authorized HHS, and/or its contractors, to release information that identifies the applicant for purposes of obtaining the applicant’s credit report and educational loan information and checking whether the applicant appears on the Excluded Parties List System. It also authorizes any program or entity to which the applicant owes a health profession service obligation to release information to HHS and/or its contractors.

5. Completed Certification Regarding Debarment, Suspension, Disqualification and Related Matters Form

This form contains certifications related to “covered transactions” such as the receipt of funding under the NELRP-NF. Applicants should read the entire form and sign the Certification at the bottom of the form that is applicable to their situation.

6. Transcripts

Applicants must submit a transcript (unofficial transcripts are acceptable) from each College or University or School of Nursing attended for all nursing education coursework directly related to the attainment of the nursing degree(s), if the applicant is seeking repayment for loans received while attending that institution. Applicants should be able to acquire transcripts from the university Registrar. If it is the final transcript, it needs to state what degree was granted, the month and year it was awarded.

7. Certification of Accreditation Status for School of Nursing Educational Programs

This form must be completed by the school of nursing Dean’s Office or Program Chair to certify that the school’s nursing education programs are accredited.

8. Completed NELRP-NF Application Checklist and Self-certification Instructions Form

The Checklist assists applicants and the NELRP-NF staff in verifying the completeness of the application. Return the checklist along with all of the other required application materials. Carefully read the certification statement at the bottom of the checklist. The form must be signed for the application to be considered complete and to certify the information you provided is accurate.
B. INSTRUCTIONS FOR SUPPORTING DOCUMENTATION, IF APPLICABLE

1. Documentation of Status as a U.S. Citizen, U.S. National, or Lawful Permanent Resident

Applicants born outside of the United States must provide proof of U.S. citizenship or status as a U.S. National or Lawful Permanent Resident (e.g., a copy of a certificate of citizenship or naturalization, U.S. Passport ID page, or Green Card).

2. Documentation that Perkins Loans are Not Eligible for Cancellation

Applicants who have Perkins loans that are not eligible for cancellation must provide documentation (a) from the school that the loans are not subject to cancellation under 34 CFR Part 674 or (b) the current lender indicating that the Perkins loans were consolidated and paid in full.

C. INSTRUCTIONS FOR COMPLETING THE NELRP-NF ONLINE APPLICATION

Instructions for completing the web-based application are provided, as necessary, when you are entering your application information electronically.

It is **STRONGLY** suggested that before you attempt to complete the online application you:

a. Download and complete the required supplemental forms and gather the appropriate supporting documentation; and

b. Develop a list of all institutions (colleges, universities, schools) where loans were incurred towards your nursing degree, for those loans being submitted for loan repayment. Include the type of degree received, the school name and address, your attendance start and end dates, and your graduation date if applicable.

**CHANGE OF STATUS DURING THE APPLICATION PROCESS**

What if I have a change in my status during the application process?

A. Withdrawal of an Application Prior to Receiving a Contract Award

1. The NELRP-NF contract becomes effective on the date it is countersigned by the Secretary or his/her designee. Once the contract becomes effective, the applicant is obligated to provide 2 consecutive years of full-time service at the school of nursing identified in the application. The NELRP-NF anticipates that awards will be made between July 2010 and September 30, 2010.

2. An applicant may withdraw his/her application at any time before the Secretary signs the contract.

3. As soon as an applicant becomes aware that he/she will not be able to commence full-time service at the school of nursing identified in the application, the applicant should submit a request in writing to withdraw his/her application from consideration (a) by email to callcenter@hrsa.gov, (b) by mail to NELRP-NF, Division of Applications and Awards, 5600 Fishers Lane, Room 8-37, Rockville, Maryland 20857, or (c) by fax to 301-998-7377. If the applicant withdraws his/her application before the applicant’s contract is signed by the Secretary or his/her designee, the applicant will be eligible to apply to the NELRP-NF in the future.

4. If the applicant’s contract is signed by the Secretary or his/her designee prior to NELRP-NF’s receipt of the applicant’s written request for withdrawal, the application can no longer be withdrawn. If such applicant fails to commence service on the effective date of the contract at the school of nursing
identified in the application, the applicant will be in breach of the contract and will be permanently disqualified from receiving future awards under the NELRP-NF and some other Federal Programs.

B. Loan Consolidation Changes During the Application Process

1. Loan consolidations/refinances before the application deadline are acceptable, provided that the applicant submits a Loan Information and Verification Form (Loan Form) for the consolidated/refinanced loans by the application deadline and before the submission of the online application. If the Loan Form is not received or postmarked by the application deadline and the consolidated/refinanced loans do not appear on the online application, the consolidated/refinanced loans will not be considered for loan repayment under the NELRP-NF. If the applicant has consolidated otherwise qualifying educational loans with any other debt or consolidated his/her loans with loans of another individual, the entire consolidated loan is ineligible.

2. If loans are consolidated/refinanced between the application deadline and prior to the date an award is made, those loans will not be considered for loan repayment. Therefore, applicants are encouraged to consolidate/refinance their loans, if desired, either before the application deadline or after receipt of an award.

3. All loan balances submitted for loan repayment consideration will be verified to determine whether they are eligible for repayment under the NELRP-NF by contacting lenders or holders and checking the applicant’s credit report.

C. Application Status

1. Applicants will receive a receipt of submission once the online application has been successfully submitted.

2. The application review process occurs over a two to three-month period. We will not be able to provide status updates during this time.

3. Applicants selected to receive an award will receive written notice no later than September 30, 2010. Applicants not selected for an award will be notified no later than October 31, 2010.

4. If you are being considered for an award, you will be asked to sign and fax back a NELRP-NF contract. If you no longer wish to participate in the NELRP-NF, you should not sign the contract and you should withdraw your application. In addition, you will be asked to electronically submit your banking information to facilitate electronic transfer of funds.

Receiving an Award

1. NELRP-NF payments will be made monthly over the period of 24 months.

2. The HHS disburses each monthly payment through an electronic funds transfer to the participant’s checking or savings account identified on the banking information submitted through the online process by applicants who are selected for an award.

3. The first direct deposit is made approximately 30 days after the effective date of the contract. Participants are required to use the NELRP-NF payments (the amounts received by the participant after Federal tax withholding) to pay the lenders or holders of their qualifying nursing education loans, as indicated on a Payment Authorization Worksheet that will be provided to participants with their award notice. Periodically, the NELRP-NF will contact a participant’s lenders or holders to verify that payments have been made.

Download the Nursing Education Loan Repayment Program 2010 Application Checklist and Forms in fillable PDF at http://www.hrsa.gov/loanscholarships/repayment/nursefaculty/forms.pdf
APPENDIX

**Definition of Terms**

**Amendment Contract** – An optional 1-year extension of a 2-year NELRP-NF contract.

**Base Annual Salary** – The minimum annual compensation received or the standard annual gross salary which an employee receives for doing a specific job, before deductions for taxes, health/dental insurance, retirement contributions, etc. (excludes overtime or shift differential pay).

**Basic Registered Nurse (RN) Education** – The nursing education that qualifies the individual to take the RN licensing examination (NCLEX-RN).

**Commercial Loans** – Loans made by banks, credit unions, savings and loan associations, insurance companies, schools, and other financial or credit institutions which are subject to examination and supervision in their capacity as lenders by an agency of the United States or of the State in which the lender has its principal place of business.

**Contract** – A written contract pursuant to Section 846(a) of the Public Health Service Act, as amended, under which (1) the participant agrees to engage in a 2-year period of full-time service as a nurse faculty member at an eligible school of nursing and (2) the Secretary agrees to repay, in consideration of such service, a percentage of the amount which is outstanding on the participant's qualifying educational loans on the effective date of the initial 2-year contract.

**Default on payment obligation** – Being more than 120 days past due on the payment of a financial obligation.

**Default on service obligation** – Failure for any reason to begin or complete a contractual service commitment.

**Division of Applications and Awards (DAA)** – A division of the Bureau of Clinician Recruitment and Service, Health Resources and Services Administration.

**Eligible School of Nursing** - A public or private nonprofit school of nursing.

**Existing Service Obligation** – An obligation to work as an RN which is owed to and provided for under an agreement with a school of nursing, Federal, State, or local government or any other entity, (e.g., an active duty military obligation or existing commitment to an institution for educational pay back service or a sign-on bonus).

**Full-Time Service** – Employment as a full-time nurse faculty member, as defined by the participant’s employing school of nursing.

**Funding Preference** – The funding of a specific category or group of approved applicants ahead of other categories or groups of approved applicants. See Program Overview in this Guidance.

**Fiscal Year (FY)** – The Federal FY is October 1 through September 30.

**Greatest Financial Need** – The greatest financial need funding preference is met by applicants whose total qualifying educational loans are 40% or greater than their base annual salary.

**Government Loans** – Loans made by Federal, State, county or city agencies authorized by law to make such loans.

**Health Resources and Services Administration (HRSA)** – An operating agency of the Department of Health and Human Services.
**Holder** – The commercial or Government institution that currently holds the promissory note for the qualifying educational loan (e.g., Sallie Mae, PHEAA, etc.).

**Federal Judgment Lien** – A lien that is placed against an individual’s home or property when a court-ordered judgment is entered against the individual for an unpaid Federal debt (e.g., a Federal student loan or Federally-insured home mortgage). An IRS tax lien that is not created pursuant to a court-ordered judgment is not a Federal judgment lien.

**Lender** – The commercial or Government institution that initially made the qualifying educational loan (e.g., Department of Education).

**Nurse Licensure Compact** – The mutual recognition model of nurse licensure that allows a nurse to have a license in one State and to practice in other States subject to each State’s practice law and regulation. Under mutual recognition, an RN may practice in several States unless otherwise restricted.

**Nursing Education Loan Repayment Program for Nurse Faculty (NELRP-NF)** – The NELRP-NF is authorized by Section 846(a) of the Public Health Service Act, as amended. Under the NELRP-NF, the U.S. Department of Health and Human Services provides financial assistance to qualified applicants to repay a portion of their qualifying educational loans, in exchange for their full-time service as nurse faculty at an eligible school of nursing.

**Post-Master’s Nursing Certificate Program** – A formal, post-graduate program that admits RNs with master’s degrees in nursing and, at completion, awards a certificate and academic credit.

**Qualified Applicant** – A person who meets all of the eligibility requirements set forth in this Guidance.

**Qualifying Educational Loans** – Government and commercial loans for actual costs paid for tuition and reasonable educational and living expenses incurred (1) while attending a school of nursing where the applicant obtained his/her qualifying nursing education, and (2) while taking only nursing prerequisite courses at schools other than the school(s) of nursing where the applicant obtained his/her qualifying nursing education, provided that the applicant received academic credit for those courses from the school of nursing where the applicant obtained his/her qualifying nursing education. Participants will receive funds for repayment of qualifying educational loans that are still owed. If the applicant has consolidated otherwise qualifying educational loans with any other debt or consolidated his/her loans with loans of another individual, the consolidated loan is ineligible. See Program Overview of the Guidance for additional information on which loans qualify for the NELRP-NF.

**Qualifying Nursing Education** – The completed undergraduate basic RN education and completed graduate nursing education (including post-master’s nursing certificate programs) resulting in a baccalaureate or associate degree in nursing (or an equivalent degree), a diploma in nursing or a graduate degree in nursing from an accredited school of nursing in a State.

**Reasonable Educational Expenses** – The costs for books, supplies, laboratory expenses, educational equipment and materials for qualifying nursing education which do not exceed the school’s estimated standard student budget for educational expenses for the participant’s degree program or nursing prerequisites courses and for the year(s) of that participant’s enrollment.

**Reasonable Living Expenses** – The costs of room and board, transportation and commuting costs, and other costs which do not exceed the school’s estimated standard student budget for living expenses at that school for the participant’s degree program or nursing prerequisite courses and for the year(s) of that participant’s enrollment.
School of Nursing — An accredited collegiate, associate degree or diploma school of nursing in a State where graduates are 1) authorized to sit for the NCLEX-RN or 2) licensed RNs who will receive a graduate or equivalent degree or training to become an advanced education nurse. Collegiate and associate degree schools of nursing are a department, division, or other administrative unit in the educational institution which provides primarily or exclusively a program of education in professional nursing. A diploma school of nursing means a school affiliated with a hospital or university, or an independent school, which provides primarily or exclusively a program of education in professional nursing. See section 801 of the Public Health Service Act for a full and complete definition of these terms. The school of nursing must be accredited by a national nursing accrediting agency or state approval agency recognized by the Secretary of the U.S. Department of Education (ED).

The Secretary — The Secretary of Health and Human Services and any other officer or employee of the U.S. Department of Health and Human Services to whom the authority to administer the NELRP-NF has been delegated.

State — As used in this Guidance, State includes the 50 States, the District of Columbia, the Commonwealth of Puerto Rico, the Commonwealth of the Northern Mariana Islands, the U.S. Virgin Islands, Territory of American Samoa, Territory of Guam, Republic of Palau, Republic of the Marshall Islands, and Federated States of Micronesia.

Unencumbered License — A license that is not revoked, suspended, or made probationary or conditional by the State licensing or registering authority as the result of disciplinary action.
FREQUENTLY ASKED QUESTIONS

General Questions

1. What is the Nursing Education Loan Repayment Program (NELRP-NF)?
   The purpose of Nursing Education Loan Repayment Program for Nurse Faculty (NELRP-NF) is to assist in the recruitment and retention of Nurse Faculty at accredited eligible nursing schools. The program offers nurse faculty substantial economic assistance to repay a portion of their qualifying educational loans in exchange for a minimum of 2-years of full-time employment as a nurse faculty member at an eligible school of nursing.

   NELRP-NF will pay 30 percent of the participant's total qualifying educational loan balance each year for the first 2 years of service (total of 60 percent). A participant may be eligible to amend his/her two-year NELRP-NF Contract to serve for a third (optional) consecutive year at an eligible school of nursing. If a participant works full-time for a third year at an eligible school of nursing, NELRP-NF will pay an additional 25 percent of the participant's original qualifying loan balance. By statute NELRP-NF payments cannot exceed 85% of participant's original qualifying loan balance.

2. Should I read and retain the entire Application and Program Guidance (Guidance) and Frequently Asked Questions (FAQ's)?
   NELRP-NF recommends that you read the entire Guidance and FAQ's before you submit an application and that you retain these materials for future reference. These documents will assist you with applying to NELRP-NF and provide information that is useful during your participation in the program should you receive an award. For example, they provide instructions on what to do if you need to transfer to another service site, and contain information regarding how to request a suspension of your service obligation, and what to do if you have a change in banking information. Following proper procedures in dealing with a given situation during participation in the program may help prevent a delay or temporary stop in payments, or a default action being taken.

3. How do I apply to NELRP-NF?
   The NELRP-NF FY 2010 application cycle opened May 13, 2010 and will close on June 15, 2010.

   The application is submitted in two parts:

   a. Supplemental forms and supporting documentation must be faxed or postmarked by 5 p.m. ET on June 15, 2010.

   b. The online application must be submitted electronically by 5:00 PM ET on June 15, 2010.

   NOTE: Before you begin your application, read the Guidance, which contains detailed information on eligibility, benefits, service obligation, application process, etc. Please note that applicants must be employed full-time as nurse faculty at an accredited public or private nonprofit school of nursing to be eligible.

4. Should I review the supplemental forms before I mail them to NELRP-NF?
   Yes. It is important to review supplemental forms for completeness and accuracy before you submit them to NELRP-NF. Forms must be clearly printed in their entirety on separate sheets of white 8 ½” x 11” paper. Incomplete forms and inaccurate information on forms will result in the application being deemed incomplete and the applicant will not be considered for a NELRP-NF award.
5. Should I make a copy of my supplemental forms and supporting documentation before I mail them to NELRP-NF?
   Yes. A copy of the application documents that you mail or fax to NELRP-NF should be maintained for your records and for future reference if needed.

6. Will application materials submitted after the deadline be considered?
   No. All required forms and supplemental documentation must be postmarked or faxed by June 15, 2010. The electronically submitted application must be transmitted by 5:00 PM ET on June 15, 2010.

7. Can I apply to this program more than once?
   Yes. If you applied in a previous year and did not receive an award and you meet the current eligibility requirements, you may apply again. Or, if you received a NELRP award in the past, but have obtained an additional and/or higher level nursing degree and have qualifying educational loans incurred for obtaining that degree, you may apply again. Each year an applicant wishes to apply to NELRP-NF, he/she must submit a new application, supplemental forms, and supporting documentation.

8. I applied (submitted an application and forms) to NELRP in FY 2009 but did not receive funding. Must I complete an application and resubmit all the required supplemental forms and supporting documentation again for FY 2010 to apply to the NELRP-NF?
   Yes.

9. Will NELRP-NF conduct a credit check?
   As part of the application review process, NELRP-NF obtains a credit report on the applicant to assess his/her eligibility, creditworthiness and suitability to participate in NELRP-NF and to verify his/her educational loans.

10. How can I obtain help with my NELRP-NF application or additional information about NELRP-NF and other nursing scholarship and loan repayment programs?
    For help with your NELRP-NF application, e-mail CallCenter@hrsa.gov or phone toll-free 1-800-221-9393. For additional information about NELRP-NF and other nursing programs, see HRSA financial aid programs for nurses and nursing students at http://www.hrsa.gov/help/healthprofessions.htm

11. What are the general eligibility requirements?
    To be considered for the FY 2010 NELRP-NF application cycle you must meet the following eligibility requirements by the application deadline date of June 15, 2010:
    a. Have received a baccalaureate or associate degree in nursing (or an equivalent degree), a diploma in nursing, or a graduate degree in nursing from an accredited school of nursing in a State;
    b. Have outstanding qualifying educational loans obtained for qualifying nursing education leading to a degree or diploma in nursing as specified above;
    c. Have completed the nursing education program(s) for which the loan balance applies;
    d. Be a U. S. citizen, U. S. national, or a lawful permanent resident of the United States;
    e. Be employed full-time as a nurse faculty member at a public or private nonprofit school of nursing;
    f. Have a current, full, permanent, unencumbered, unrestricted license as an RN in the State in which you intend to practice or be authorized to practice in the State pursuant to the Nurse License Compact (Please refer to the Nurse License Compact State listing at https://www.ncsbn.org/158.htm); and retain such license as an RN during the 2-year service obligation.
Eligibility: Degrees & Licensure

1. What type of nursing degree must I have to be eligible?
   You must have received a diploma in nursing, associate or baccalaureate degree in nursing (or an equivalent degree), or a graduate degree in nursing from an accredited school of nursing in a State.

2. Would someone with a non-nursing but nursing-related degree such as a Masters of Public Health (MPH) or Masters of Health Administration (MHA) be eligible to apply?
   No. This program applies only to an individual who has received a qualifying degree in nursing as indicated above.

3. Are Licensed Practical Nurses (LPNs) eligible for this program?
   No. NELRP-NF is limited to Registered Nurses.

4. Is there a date by which I must graduate and pass my NCLEX?
   Yes, June 15, 2010. You must have received your nursing degree and have a current, full, permanent, unencumbered, unrestricted RN license in the State in which you intend to serve, or in a State that participates in a Nurse Licensure Compact with the State in which you intend to serve, by the application deadline date.

Eligibility: Educational Loans

1. What types of loans are considered to be eligible?
   Government and commercial loans obtained by the participant, contemporaneous with the participant’s completed undergraduate RN and/or graduate nursing education, to pay for:
   a. School tuition and required fees;
   b. Other reasonable educational expenses (see Definition of Terms in this Guidance); and
   c. Reasonable living expenses (see Definition of Terms in this Guidance).

2. What are some examples of eligible loans?
   a. Nursing Student Loans
   b. Stafford Loans
   c. Supplemental Loans for Students

3. What are some examples of loans that are not eligible for repayment?
   Examples of loans or other financial obligations that do not qualify for repayment by NELRP-NF include but are not limited to:
   a. Loans for which the applicant incurred a service obligation to serve as a nurse, which will not be fulfilled by NELRP-NF application deadline;
   b. Loans obtained for training in vocational or practical nursing (LVN/LPN);
   c. Loans obtained from family members, or from private institutions or other entities that are not subject to Federal or State examination and supervision as lenders;
   d. Loans made prior to or after the applicant’s qualifying nursing education;
   e. Loans obtained for non-nursing education;
   f. Loans that have been paid in full;
   g. Parent PLUS Loans (made to parents);
   h. Any portion of an educational loan that is not clearly identified as being for reasonable educational expenses and reasonable living expenses incurred by the applicant for qualifying nursing education (see Definition of Terms in this Guidance);
   i. Consolidated/refinanced education loans that include any debt other than qualifying educational loans of the applicant;
   j. Credit card charges or personal lines of credit used for nursing education expenses;
   k. Federal Perkins Loans (unless the applicant can provide documentation from the school or lender that the loan is not subject to cancellation); or
I. Loans obtained for non-nursing education or for courses taken toward a non-nursing degree that may later qualify as a prerequisite for a nursing program.

4. Why is a Parent Plus Loan ineligible for repayment under NELRP-NF?
   Parent Plus Loans are ineligible because the parent is liable for repayment of the loan.

5. I consolidated my nursing loans. Are they still eligible for repayment?
   Yes, under certain circumstances. See the How to Apply section of this Guidance.

Eligibility: Employment

1. Can you provide a list of schools of nursing where I could fulfill the service obligation?
   No. Service obligations may be fulfilled at a public or private nonprofit school of nursing that is accredited by a U.S. Secretary of Education nationally recognized nursing accrediting agency or State accredited nursing agency. To find out if your school of nursing is accredited by an agency recognized by the U.S. Secretary of Education, please go to: http://ope.ed.gov/accreditation and do a search.
   A brief listing of U.S. Secretary of Education nationally recognized nursing accrediting agencies are listed below.
   a. Commission on Collegiate Nursing Education
   b. National League for Nursing Accrediting Commission
   c. American College of Nurse-Midwives, Division of Accreditation
   d. National Association of Nurse Practitioners in Women’s Health, Council on Accreditation
   e. Council on Accreditation of Nurse Anesthesia Educational Programs

2. I work as nurse faculty at a private for-profit nursing school. Is my institution eligible?
   No. Only nonprofit and public schools of nursing are statutorily eligible service sites for NELRP-NF participants.

3. Will I be paid for my work in addition to the loan repayment?
   Yes. The Contract for loan repayment is between the participant and NELRP-NF. An employer will know that the nurse is participating in NELRP-NF; however, the employer will not be informed of the specific payments NELRP-NF is making to the participant. Therefore, when future compensation packages are negotiated between the nurse and the institution, loan repayments should not be part of the salary negotiations.

4. What is full-time employment at a school of nursing?
   A participant must meet the requirements of full-time nurse faculty employment established by his/her employing school of nursing and must maintain full-time nurse faculty employment throughout the duration of the NELRP-NF Contract.

5. If I am working part-time, am I eligible for the program?
   No. Part-time employment will not satisfy the NELRP-NF service obligation.

6. Does my employer have any role in my applying for this program?
   Yes. Your employer must complete an Employment Verification Form. This form verifies your employment status at the school of nursing, your based annual salary, your licensure status, etc. Your employer must also complete a “Certification of Accreditation Status for School of Nursing Education Programs” which certifies that the school of nursing is accredited. See the How To Apply section of this Guidance.

7. Do the years that I have already worked at my institution count toward my service requirement?
   No. The NELRP-NF service obligation begins on the effective date of the Contract. Previous work does not count.
8. Who should complete the Employment Verification Form?
Authorized personnel of the institution should complete the Employment Verification Form.

After Submitting Your Application

1. How is it determined who will receive an award?
Determination of which qualified applicants will receive an award is based on the financial need of the applicant. See the Funding Preferences in the Program Overview section in this Guidance.

2. Can I withdraw my application? If so, what is the process?
You may withdraw your application by July 30, 2010, or before your contract is signed by the Secretary of Health and Human Services or his/her designee, and still be eligible to apply to NELRP-NF in the future. If your contract is signed by the Secretary's designee prior to NELRP-NF's receipt of your written request for withdrawal, your application can no longer be withdrawn. If you fail to commence service on the effective date of your contract at the school of nursing identified in your application, you will be in breach of your contract and will be permanently disqualified from receiving future awards under NELRP-NF and some other Federal Programs. Applicants who wish to withdraw from competition for an award should notify NELRP-NF, as soon as possible, in writing by one of the following methods:

By mail to Division of Applications and Awards
Nursing Education Loan Repayment Branch
5600 Fishers Lane, Room 8-37
Rockville, MD 20857

By email at CallCenter@hrsa.gov
By fax at 301-998-7377

3. How is the funding preference applied?
A funding preference will be given to qualified applicants based on greatest financial need. Applicants with the greatest financial need have a qualifying loan balance which is equal to or greater than 40 percent of the individual’s base annual salary. You can estimate your financial need by dividing your total qualifying loan balance by your base annual salary to see if the result is 40 percent or greater.

Qualified applicants will be ranked from the greatest financial need (highest percentage) to lowest financial need (lowest percentage). Awards will be made to qualified applicants by decreasing need/percentage until funds are expended.

After Receiving an Award

1. When does the 2-year service obligation begin?
Your service obligation begins when your NELRP-NF contract becomes effective on the date the Secretary or his/her designee signs the contract. No service credit will be given for employment at an eligible school of nursing before the effective date of a NELRP-NF contract. The applicant’s signature alone on the contract does not constitute a contractual agreement.

2. How do I receive my loan repayments?
Monthly payments are disbursed through an electronic funds transfer to your checking or savings account as indicated on the Banking Information you will be asked to submit if your application reaches the Final Review stage. The first direct deposit is made approximately 30 days after the effective date of the contract.

3. What time of the month are payments deposited?
Payments usually are deposited into bank accounts around the middle of the month. However, payments can be delayed due to holidays, network difficulties, heavy workload volume, etc.
4. I am planning to set up an electronic draft of NELRP-NF payments to my lender(s) or holder(s). What time of the month should I do that?  
Because there is no guarantee that payments will be deposited at the same time each month, it is recommended that electronic drafts be scheduled as late in the month as possible.

5. What should I do if I have not received my NELRP-NF deposit by the end of the month?  
Contact the DSCS office as soon as possible at 1-800-221-9393.

6. My checking and/or savings account has changed, what do I need to do?  
To receive instructions for making changes and/or updates to your banking information contact the DSCS office at 1-800-221-9393. It is imperative that you notify the DSCS promptly of all changes to your banking information, since all NELRP-NF payments are credited to your account electronically. Without a correct account number we are unable to make the payment correctly.

7. Do I have to use these monthly payments to repay my educational loans?  
Yes. You MUST use all loan repayments you receive after Federal tax withholding to repay your qualifying educational loan balances, as noted on the Payment Authorization Worksheet that will be included with the award letter. Periodically NELRP-NF may contact your lender(s) or holder(s) to verify that payments have been made.

In order to be considered for an amendment contract, for a third year of service, the participant will be asked to provide a payment history showing how the original funds received under the initial 2-year contract were applied. These funds may not be used to pay Federal, State, or local tax liabilities.

8. Do I have to pay taxes on NELRP-NF payments?  
Yes. NELRP-NF payments made to participants are regarded as income by the U.S. Internal Revenue Service and are subject to Federal taxes. NELRP-NF will withhold Federal income tax and Social Security and Medicare (FICA) taxes from your NELRP-NF award and pay those taxes directly to the IRS on your behalf. NELRP-NF will send an annual statement of these payments (Form W-2) to all participants and to the IRS. These loan repayments may also be subject to State and local income tax. Participants should check with their State or local tax authority concerning their tax liability for these payments.

9. What role does my employer have during my participation in the program?  
To monitor performance of the required service obligation under NELRP-NF, we require your employer to complete an employment verification form every 6 months during your participation in the program. Completing the form requires minimal effort by your employer.

If your employer does not cooperate in completing the employment verification form in its entirety as instructed, your NELRP-NF payments will be immediately stopped. If the problem is not resolved and we cannot verify your compliance with NELRP-NF’s full-time service requirement, you will be placed in default of your NELRP-NF contract and will be liable to repay all NELRP-NF funds received plus interest.

10. I want to transfer to another institution, what do I need to do?  
You are expected to complete your service obligation at your initial service site. However, if you are unable to complete service at the initial site, you may request a transfer to another eligible school of nursing.

You must submit a written request to the DSCS for approval before leaving your existing service site, and transfer to another eligible school of nursing, or you may be recommended for default. See the Changing Jobs section of the Guidance.

11. What must I do if my employment status changes to part time?  
Please contact DSCS as soon as possible at 1-800-221-9393.
12. If I receive a NELRP-NF award, how do I deal with extended time away from my service site during my service period for medical or other personal reasons?

Notify the Division of Scholar and Clinician Support (DSCS) in advance of your expected departure from work date and return to work date. The time away from the school of nursing will be combined with your other absences during the service year. If your cumulative time away from your service site will exceed 7 weeks per service year (12 weeks for maternity/paternity leave), your NELRP-NF payments will be stopped, and you must submit a written request for a suspension of your service obligation. See the Suspension or Waiver section of this Guidance. Contact DSCS in writing or by phone at:

Division of Scholar and Clinician Support
5600 Fishers Lane; Room 8-15
Rockville, MD 20857
1-800-221-9393

13. Who do I contact if I want to submit a request to have my service obligation waived or suspended?

A request for waiver or suspension of a service or payment obligation must be submitted in writing setting forth the basis, circumstances, and causes which support the requested action. See the Suspension or Waiver section of the Guidance. Submit your request to:

Division of Scholar and Clinician Support
5600 Fishers Lane; Room 8-15
Rockville, MD 20857
Or by e-mail to: CallCenter@hrsa.gov or fax to 301-594-4077

14. I am moving to a new address, how do I update my mailing address?

Send a written request for the change to:

Division of Scholar and Clinician Support
5600 Fishers Lane; Room 8-15
Rockville, MD 20857
Or by e-mail to: CallCenter@hrsa.gov or fax to 301-998-7377

15. I was recently married, how do I change my name?

Forward a written request with a copy of your marriage certificate or other legal documentation to:

Division of Scholar and Clinician Support
5600 Fishers Lane; Room 8-15
Rockville, MD 20857

16. I changed my email address, how do I update my information?

Send a written request for the change to:

Division of Scholar and Clinician Support
5600 Fishers Lane; Room 8-15
Rockville, MD 20857
Or by e-mail to: CallCenter@hrsa.gov or fax to 301-998-7377

17. I changed my telephone number, how do I update my information?

Send a written request for the change to:

Division of Scholar and Clinician Support
5600 Fishers Lane; Room 8-15
Rockville, MD 20857
Or by e-mail to: CallCenter@hrsa.gov or fax to 301-998-7377