

NURSING EDUCATION LOAN REPAYMENT PROGRAM
Continuation Contract for Nurse Faculty
Fiscal Year (FY) 2012

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
Health Resources and Services Administration
Bureau of Clinician Recruitment and Service

Consistent with paragraph 6 of the initial Nursing Education Loan Repayment Program (NELRP) Contract (“Initial Contract”), the Secretary of Health and Human Services (“Secretary”) and the undersigned participant (“Participant”) agree to amend the Participant’s Initial Contract for a third year. The terms and conditions of this amendment are set forth in the Initial Contract, this Continuation Contract, section 846 of the Public Health Service Act (42 United States Code (U.S.C.) section 297n), and 42 Code of Federal Regulations (C.F.R.) section 57.312.

The Participant agrees to provide a third consecutive year of full-time service as a nurse faculty member at a public or private nonprofit accredited school of nursing. Full-time service is working full-time (as defined by the employer) as a nurse faculty member for a minimum of 9 months per service year.

In return, subject to the availability of funds, the Secretary agrees to pay, to or on behalf of the Participant, an amount equal to 25 percent of the Participant’s qualifying educational loans for nursing education which were unpaid on the effective date of the Participant’s Initial Contract. The Participant agrees to apply all NELRP payments received under this Continuation Contract after Federal tax withholding to repay his or her qualifying educational loans for nursing education. No portion of the NELRP payments shall be used to pay taxes due to Federal, State, or local authorities.

If the Participant fails to begin or complete a third year of full-time service as a nurse faculty member at the school of nursing that has been approved by the Secretary, he or she shall repay all the NELRP funds received under this Continuation Contract (including the amounts withheld for Federal taxes), plus interest at the maximum legal prevailing rate from the date of the Participant’s breach of the service obligation, as required under 42 U.S.C. section 297n(g)(1)(B). The funds owed to the Federal Government must be repaid within 3 years of the service breach date.

The Participant agrees to permit the Secretary to collect any debt owed by the Participant as a result of an overpayment of NELRP payments, through the administrative offset of subsequent NELRP payments to the Participant under this Continuation Contract, until the debt is paid in full. An overpayment of NELRP payments may occur, for example, due to administrative error or when payments are made during any period when the Participant is not providing full-time service as a nurse faculty member at the school of nursing approved by the Secretary.

The Participant agrees to comply with 2 C.F.R. Part 180, Subpart C (2006), as supplemented by Subpart C of 2 C.F.R. Part 376 (2007), regarding disclosure requirements for covered transactions between a Federal agency and a person.

This Continuation Contract will not be effective (1) until it has been signed and dated by the Participant and the Secretary, (2) until the Participant has completed 2 years of full-time service as required under his or her Initial Contract, and (3) unless the Participant has applied all NELRP payments received under his or her Initial Contract to reduce his or her original qualifying educational loan balances, prior to the completion of service under the Initial Contract.

Print Full Name of Participant (First, Middle, Last)

Signature of Participant Date

Secretary of Health and Human Services or Designee Date