

#	Subject	Summary of Change to Common Manual	Type of Update	Effective Date
1258	Teacher Loan Forgiveness Interruptions in Qualifying Teaching Service	<p><b>13.9.A Teacher Loan Forgiveness Program</b></p> <p>Adds information regarding the Department's waiver of the statutory and regulatory requirements for an interruption in required teaching service for the Teacher Loan Forgiveness Program due to the borrower being affected by Hurricane Katrina or Hurricane Rita. The waiver applies to any period beginning on the date of the relevant hurricane and continues through June 30, 2006.</p>	Federal	Interruptions in required Teacher Loan Forgiveness Program teaching service for an affected borrower for any period beginning on the date of the relevant hurricane, Katrina or Rita, continuing through June 30, 2006.
1259	Medical or Dental Internship of Residency Forbearance	<p><b>11.24.B Medical or Dental Internship of Residency Forbearance</b></p> <p>Removes the language that states that a borrower in any internship or residency program is eligible to receive a mandatory forbearance for the length of time remaining in the borrower's internship or residency that is being required for the borrower to successfully complete their degree or to begin professional practice or service as this benefit is only available to borrowers in a medical or dental internship or residency program.</p>	Correction	Retroactive to the implementation of the <i>Common Manual</i> .

Batch 182 (Out for Comment)

# COMMON MANUAL - FEDERAL POLICY PROPOSAL

Date: October 7, 2011

X	DRAFT	Comments Due	Oct 28
	FINAL	Consider at GB meeting	
	APPROVED	with changes/no changes	

**SUBJECT:** Teacher Loan Forgiveness Interruptions in Qualifying Teaching Service

**AFFECTED SECTIONS:** 13.9.A Teacher Loan Forgiveness Program

**POLICY INFORMATION:** 1258/Batch 182

**EFFECTIVE DATE/TRIGGER EVENT:** Interruptions in required Teacher Loan Forgiveness Program teaching service for an affected borrower for any period beginning on the date of the relevant hurricane, Katrina or Rita, and continuing through June 30, 2006.

**BASIS:**

*Dear Colleague Letter* GEN-06-07.

**CURRENT POLICY:**

Current policy does not include information regarding the Department's waiver of the statutory and regulatory requirements for an interruption in required teaching service for the Teacher Loan Forgiveness Program due to the borrower being affected by Hurricane Katrina or Hurricane Rita.

**REVISED POLICY:**

Revised policy adds information regarding the Department's waiver of the statutory and regulatory requirements for an interruption in required teaching service for the Teacher Loan Forgiveness Program due to the borrower being affected by Hurricane Katrina or Hurricane Rita. The waiver applies to any period beginning on the date of the relevant hurricane and continues through June 30, 2006.

**REASON FOR CHANGE:**

This change is being made to update Teacher Loan Forgiveness Program information regarding the Department's waiver of the statutory and regulatory requirements for an interruption in required teaching service due to the borrower being affected by Hurricane Katrina or Hurricane Rita.

**PROPOSED LANGUAGE - COMMON MANUAL:**

Revise Subsection 13.9.A, page 60, column 2, paragraph 1, as follows:

## **Interruptions in Qualifying Teaching Service**

A lender should not consider the time that a borrower is on active duty as a result of a military mobilization as an interruption in the borrower's qualifying teaching service. This applies to a borrower who is a member of a reserve component of the Armed Forces and is called or ordered to active duty for more than 30 days, and to a borrower who is a regular active duty member of the Armed Forces and is reassigned to a different duty station for more than 30 days.

Completion of one-half of an academic year is considered to be one academic year if the borrower's employer considers the borrower to have fulfilled his or her contract requirements for the academic year for the purposes of salary increases, tenure, and retirement, and the borrower is unable to complete the academic year due to any one of the following:

- A return to postsecondary education on at least a half-time basis in a program directly related to the borrower's teaching service.
- A condition covered under the Family and Medical Leave Act of 1993.
- An order to active duty status for more than 30 days as a member of a reserve component of the Armed Forces.

An interruption in the borrower's teaching service for any one of the above reasons (even if not counted as part of an eligible academic year for the purpose of the forgiveness), along with the time required to return to qualifying teaching service at the beginning of the next regularly scheduled academic year, is not considered an interruption in the required 5 consecutive years of service.  
[§682.216(c)(7)]

The Department waives the statutory and regulatory requirements pertaining to an interruption in a borrower's teaching service if the borrower was affected by Hurricane Katrina or Hurricane Rita. The waiver applies to any period beginning on the date of the relevant hurricane and continues through June 30, 2006.  
[DCL GEN-06-07]

**PROPOSED LANGUAGE - COMMON BULLETIN:**

**Teacher Loan Forgiveness Interruptions in Qualifying Teaching Service**

The *Common Manual* has been revised to include information regarding the Department's waiver of the statutory and regulatory requirements for an interruption in required teaching service if the borrower was affected by Hurricane Katrina or Hurricane Rita. The waiver applies to any period beginning on the date of the relevant hurricane, Katrina or Rita, and continues through June 30, 2006.

**GUARANTOR COMMENTS:**

None.

**IMPLICATIONS:**

*Borrower:*

A borrower will not be penalized for an interruption in teaching service for purposes of the Teacher Loan Forgiveness Program due to the borrower being affected by Hurricane Katrina or Hurricane Rita.

*School:*

None.

*Lender/Service:*

A lender may need to update its policy for processing discharges for the Teacher Loan Forgiveness Program.

*Guarantor:*

A guarantor may need to update its policy for processing discharges for the Teacher Loan Forgiveness Program.

*U.S. Department of Education:*

The Department may need to update its policy for processing discharges for the Teacher Loan Forgiveness Program.

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**To be completed by the Policy Committee**

**POLICY CHANGE PROPOSED BY:**

CM Policy Committee

**DATE SUBMITTED TO CM POLICY COMMITTEE:**

November 19, 2010

**DATE SUBMITTED TO CM GOVERNING BOARD FOR APPROVAL:**

**PROPOSAL DISTRIBUTED TO:**

CM Policy Committee  
CM Guarantor Designees  
Interested Industry Groups and Others

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# COMMON MANUAL – CORRECTION POLICY PROPOSAL

Date: October 7, 2011

X	DRAFT	Comments Due	Oct 28
	FINAL	Consider at GB meeting	
	APPROVED	with changes/no changes	

**SUBJECT:** Medical or Dental Internship of Residency Forbearance

**AFFECTED SECTIONS:** 11.24.B Deferment Documentation – Post-Active Duty Student

**POLICY INFORMATION:** 1259/Batch 182

**EFFECTIVE DATE/TRIGGER EVENT:** Retroactive to the implementation of the *Common Manual*.

**BASIS:**  
§682.211(h)(2).

**CURRENT POLICY:**  
Current policy states that a borrower who is in an internship or residency program other than a medical or dental internship or residency is eligible to receive a mandatory forbearance solely because they are in an internship or residency program.

**REVISED POLICY:**  
Revised policy removes the language that states that a borrower in any internship or residency program is eligible to receive a mandatory forbearance for the length of time remaining in the borrower's internship or residency that is being required for the borrower to successfully complete their degree or to begin professional practice or service as this benefit is only available to borrowers in a medical or dental internship or residency program.

**REASON FOR CHANGE:**  
This change is made to comply with regulation §682.211(h)(2).

**PROPOSED LANGUAGE - COMMON MANUAL:**  
Delete Subsection 11.24.B, page 42, column 2, paragraph 4:

~~For any other internship or residency, the forbearance must cover one of the following:~~

- ~~• The length of time remaining in the borrower's internship or residency that must be successfully completed before the borrower may begin professional practice or service.~~
- The length of time the borrower is serving in an internship or residency program leading to a degree or certificate awarded by an institution of higher education.[HEA §428(c)(3)(A)(i)(I); §682.211(h)]

**PROPOSED LANGUAGE - COMMON BULLETIN:**  
**Medical or Dental Internship or Residency Forbearance**

The *Common Manual* has been revised to reflect that only a borrower who is in a medical or dental internship or residency program is eligible to receive mandatory forbearance on his or her loan.

**GUARANTOR COMMENTS:**

**IMPLICATIONS:**

*Borrower:*

None

*School:*

None

*Lender/Servicer:*

None

*Guarantor:*  
None

*U.S. Department of Education:*  
None

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**To be completed by the Policy Committee**

**POLICY CHANGE PROPOSED BY:**  
CM Policy Committee

**DATE SUBMITTED TO CM POLICY COMMITTEE:**  
June 3, 2010

**DATE SUBMITTED TO CM GOVERNING BOARD FOR APPROVAL:**

**PROPOSAL DISTRIBUTED TO:**  
CM Policy Committee  
CM Guarantor Designees  
Interested Industry Groups and Others

ly/edited- RRL