PERKINS LOAN - PARTIAL CANCELLATION

General Information

Partial Cancellations are granted on an annual basis for one completed 12 month period of full-time work or service. Cancellations cannot be granted for less than a full 12 months of completed work or service although the work or service may be performed for more than one employer or agency. If the work or service is performed for multiple employers or agencies, the borrower must provide certified documentation from each employer or agency for the period worked or served.

At the end of the completed 12-month period of full-time work or service, which is properly documented, the borrower may receive a cancellation of a percentage of the original amount of the principal borrowed plus accrued interest. The percentage canceled each year and the number of years of cancellation that are allowed depends on the type of cancellation.

<table>
<thead>
<tr>
<th>Cancellation Rates for Medical Professionals</th>
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<tbody>
<tr>
<td>15% for 1st and 2nd year</td>
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<tr>
<td>20% for 3rd and 4th year</td>
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<tr>
<td>30% for 5th year</td>
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<td>Maximum cancellation of 100% of original loan</td>
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Eligibility Guidelines

In order to receive a postponement or partial cancellation, the borrower’s account must be current to the beginning date of the qualifying work or service.

The borrower must apply for partial cancellation for his or her loan by submitting a postponement/deferral form at the beginning of the 12 month period and a cancellation form at the end of the 12 month period of work or service, yearly.

The borrower must provide any documentation the school requests to show that he or she qualifies for the partial cancellation.

No portion of any loan may be canceled for services the borrower performed before the date the loan was disbursed, or during the same period he or she received the loan.

Defaulted loan accounts are not eligible for cancellation unless the only reason for the default was the borrower’s failure to file a cancellation request on a timely basis.

No payments made during a period for which a borrower qualified for a cancellation may be refunded, unless the borrower made the payment because of an institutional error.
**Nurse or Medical Technician**

To be eligible for this type of partial cancellation, the borrower must be a full-time nurse or medical technician providing health care services.

**Nurse:** A licensed practical nurse, a registered nurse, or other individual who is licensed by the appropriate state agency to provide nursing services.

**Medical Technician:** A health professional providing specialized medical services who is certified, registered, or licensed by the appropriate state agency in the state in which he or she provides the services. The medical services provided by members of the Allied Health Professions, as well as the medical services provided by physical therapists, speech and language pathologists, and audiologists are included in this definition.

**Allied Health Professions:** The American Medical Association defines an allied health professional as one engaged in the following types of services:

- Anesthesiology
- Assistant Athletic Trainer
- Blood Bank Technology
- Cardiovascular Technologist Cytotechnology
- Diagnostic Medical Sonography
- Electroneurodiagnostic Technology
- Emergency Medical Services
- Medical Assisting
- Medical Illustration
- Medical Laboratory Technology
- Health Information Management
- Nuclear Medicine Technology
- Occupational Therapy
- Ophthalmic Medical Technology
- Perfusion
- Physical Assistant Practice
- Radiologic Technology

Additional medical services included in the partial cancellation for Medical Technician are:

- Audiologist
- Physical Therapist
- Speech and Language Pathologist

**Perkins loans are reportable to Credit Bureaus. Paperwork must be filed timely.**