



Health Careers Loans Branch FY 2021 **Grantee** Webinar

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Public Health Analyst

Bureau of Health Workforce

Health Resources and Services Administration



AGENDA

- ▶ **Opening Remarks by CAPT Madelyn Reyes**
- ▶ **Benefits of the HPSL, LDS, NSL & PCL Program(s)**
- ▶ **Obligations of the HPSL, LDS, NSL & PCL Program(s)**
 - PCL Participation Requirements
 - Default Rate Performance Standard
 - Annual Operating Report (AOR) Follow-Up
- ▶ **HPSL, LDS, NSL & PCL Grant Awards & Funds**
 - FY 2021 Changes to the NSL Program
 - Disability Claims & Write Offs
 - Covid-19 Update
- ▶ **Closing Remarks by Juan Gordon, Sr.**
- ▶ **Q&A?**



Opening Remarks from CAPT Madelyn Reyes, Acting Director/Deputy Director Division of Health Careers and Financial Support



BENEFITS OF THE HPSL, LDS, NSL & PCL PROGRAMS



BENEFITS OF THE HPSL, LDS, NSL & PCL PROGRAMS - 1

▶ **Long-term, Low Interest Loans**

Students who have need for financial assistance

- 5% interest rate per annum

▶ **Grace Period(s)**

Follows completion/termination of full-time status

- 1 year – HPSL, LDS, and PCL
- 9 months – NSL (full and part-time status)
 - Interest does not accrue



BENEFITS OF THE HPSL, LDS, NSL & PCL PROGRAMS - 2

► **Consolidation of Prior Loans (Super PCL)**

3rd – and 4th-year students are eligible

- Less favorable loans consolidated beyond cost of attendance limit

BENEFITS OF THE HPSL, LDS, NSL & PCL PROGRAMS - 3

▶ **Deferment**

▶ Deferments are only available for participation in certain activities prescribed in statute and regulations.

- Deferment periods do not count against the borrower's right to repay the loan within the 10-25 years.
- Borrowers are allowed to move in and out of deferment and repayment.

▶ **Extended Repayment Period**

- HPSL, LDS & PCL, Not less than 10 years or more than 25 years
- NSL, not more than 10 years
- At the discretion of the institution



OBLIGATIONS OF THE HPSL, LDS, NSL & PCL PROGRAMS



OBLIGATIONS OF THE HPSL, LDS, NSL & PCL PROGRAMS - 1

▶ **Institution Obligations**

- Maintain a revolving fund at school
- 1/9th institutional match
- Maintain default rate that does not exceed 5%
- Perform due diligence on loans
- Designate a PD in EHB to respond to HRSA inquiries
- Send medical graduates into primary care (PCL)
- Track graduates in primary care residencies/practices (PCL)

▶ **Borrower Obligation**

- Follow the terms of the promissory note signed (All)
- Practice in acceptable primary care for ten years, including years in residency training; or until the loan is paid in full, whichever occurs first (PCL)
- Submit self-certification in primary care practice to school annually (PCL)



PCL PARTICIPATION REQUIREMENTS

▶ **Graduates in Primary Care**

- Not less than 50% of medical school graduates in primary care; or
- Not less than 25% of medical school graduates in primary care, and improve percent by 5% each year; or
- Rank in the top 25th percentile of participating school's percentages of graduates in primary care

▶ **Non-compliant Penalty**

- Based on recently submitted AOR
- 30% of income during the reporting period
- PCL assessment notice sent to non-compliant grantees before end of September
- PCL penalty assessment payment due by December 31

DEFAULT RATE PERFORMANCE STANDARD

► **Default Rate > 5%**

- Must reduce default rate below 5% or by 50% of non-compliant rate within 6-month's period
- By the end of each succeeding 6-month period reduce the default rate below 5% or by 50% of the previous non-compliant rate
- Default rates brought down below 5% are reinstated to compliant status

► **Non-compliant Categories**

- Probation Status: may still make and disburse loans
- Suspension Status: may not make loans and disburse funds
- Termination Status: must close program and return funds to federal government
- Reinstatement Status: restoration of ability to make and disburse loans

ANNUAL OPERATING REPORT (AOR) FOLLOW-UP

- ▶ **AOR season is from 07/01 to 08/15 every year.**
- ▶ **Notification regarding the AOR is emailed to the Program Director (PD), Authorizing Official (AO) and Business Official (BO) when the AOR goes live.**
- ▶ **All questions in the AOR are required.**
- ▶ **All AOR revisions must be requested during the AOR season or before the C&E AOR review process is closed.**



ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 2

LDS Specific Requirements

- ▶ **The LDS AOR has an extra page to collect recruitment and retention data.**
- ▶ **Schools must have a specific program for recruiting and retaining students from disadvantaged backgrounds.**
- ▶ **Schools must have an active program for recruiting and retaining minority faculty.**
- ▶ **In addition to a curricula that includes public health issues, schools must ensure that adequate instruction about minority health issues is offered as well.**



ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 3

Page 1A: Questions 1 – 2:

Number of Loan and Loaned Amount to students.

Page 1A:

Student/Graduate Data	Cumulative (Previous Years)	Cumulative (includes current year)	Current Year
1. Number of Loans for the Dentistry discipline	729	732	3
2. Total Dollar Amount of Loans Awarded for the Dentistry discipline	6,066,193	6,231,439	165,246

Page 2:

D. Cash Disbursements	Cumulative (\$) (Previous Years)	Cumulative (\$) (includes current year)	Current Year (\$)
1. Loaned to Students	6,003,898	6,169,144	165,246



ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 4

▶ Page 1A: Questions 9 – 15:

▶ Student/Graduate Data

9. Total Graduates (NSL - Nursing - Baccalaureate Only)	60	61	1
10. Number of NSL loan students including those who graduated during this reporting period that indicate an intention to serve in a medically underserved community			0
11. Number of NSL students including those that graduated during this reporting period that indicate an intention to practice in primary care			0
12. Number of NSL students and graduates during this reporting period from rural backgrounds			0
Current Year Graduate Special Data		Number of Graduates	
13. Total number of full time graduates (NSL loan recipients and Non-NSL) at your school during the current reporting period		19	
13a. Of the total number in question 13, how many are URM graduates		4	
13b. Of the total number in question 13, how many are non-URM graduates		15	
14. Total number of full time NSL graduates during the current reporting period who indicate intent to serve in a rural area		0	
Prior Year Graduate Special Data for 2018 - 2019 Academic Year		Number of Graduates	
15a. Total Number of NSL - Nursing - Baccalaureate Loan Recipients who graduated in academic year 2018 - 2019		1	
15b. Of the Total Graduates reported in question 15a, the Number of Full-Time NSL - Nursing - Baccalaureate Graduates in academic year 2018 - 2019 serving in Medically Underserved Communities		1	
15c. Of the Total Graduates reported in question 15a, the Number of Full-Time NSL - Nursing - Baccalaureate Graduates in academic year 2018 - 2019 serving in Primary Care		1	
15d. Of the Total Graduates in question 15a, the Number of Full-Time NSL - Nursing - Baccalaureate Graduates in academic year 2018 - 2019 who entered the field for which they received their degree		1	
15e. Of the Total Graduates reported in question 15a, the Number of NSL - Nursing - Baccalaureate Graduates in academic year 2018 - 2019 who entered service in a rural area		1	

NSL ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 5

▶ Page 1A Questions 13 – 15e

▶ Current & Prior Year Special Data

Current Year Graduate Special Data	Number of Graduates
13. Total number of full time graduates (NSL loan recipients and Non-NSL) at your school during the current reporting period	0
13a. Of the total number in question 13, how many are URM graduates	0
13b. Of the total number in question 13, how many are non-URM graduates	0
14. Total number of full time NSL graduates during the current reporting period who indicate intent to serve in a rural area	0
Prior Year Graduate Special Data for 2018 - 2019 Academic Year	Number of Graduates
15a. Total Number of NSL - Nursing - Associate Loan Recipients who graduated in academic year 2018 - 2019	0
15b. Of the Total Graduates reported in question 15a, the Number of Full-Time NSL - Nursing - Associate Graduates in academic year 2018 - 2019 serving in Medically Underserved Communities	0
15c. Of the Total Graduates reported in question 15a, the Number of Full-Time NSL - Nursing - Associate Graduates in academic year 2018 - 2019 serving in Primary Care	0
15d. Of the Total Graduates in question 15a, the Number of Full-Time NSL - Nursing - Associate Graduates in academic year 2018 - 2019 who entered the field for which they received their degree	0
15e. Of the Total Graduates reported in question 15a, the Number of NSL - Nursing - Associate Graduates in academic year 2018 - 2019 who entered service in a rural area	0



ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 6

PCL Specific Requirement

- ▶ **Page 1A Questions 15a - 15d**
- ▶ **Graduates in Primary Care (Justification now needed)**

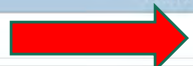
Prior Year Graduate Special Data for 2015 - 2016 Academic Year	Number of Graduates
15a. Total Number of PCL - Allopathic Medicine Loan Recipients who graduated in academic year 2015 - 2016	0
15b. Of the Total Graduates reported in question 15a, the Number of Full-Time PCL - Allopathic Medicine Graduates in academic year 2015 - 2016 serving in Medically Underserved Communities	0
15c. Of the Total Graduates reported in question 15a, the Number of Full-Time PCL - Allopathic Medicine Graduates in academic year 2015 - 2016 serving in Primary Care	0
15d. Of the Total Graduates reported in question 15a, the Number of PCL - Allopathic Medicine Graduates in academic year 2015 - 2016 serving in a Rural Area	0



ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 7

▶ Page 2: Ending cash balance

6. Repayments to Institution, Principal	51,041	60,791	9,750
7. Repayments to Institution, Interest	0	0	0
8. Repayments to Institution, Other Income	0	0	0
9. Collection Agent Costs, Principal	7,239	7,254	15
10. Collection Agent Costs, Interest	1,388	1,388	0
11. Litigation Costs, Principal	1,035	1,035	0
12. Litigation Costs, Interest	100	100	0
13. Credit Bureau Fees	0	0	0
14. Other Costs	-88	-88	0
D. Total	6,558,006	7,596,117	1,038,111
E. Cash Balance - End of Report Period			Current Year (\$)
Cash Balance – End of Report Period			58,170



OMB Number: 0915-0047
Expiration Date: 03/31/2021



ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 8

► Page 4: Excess Cash Worksheet Section

I. Projected Expenditures as of 6/30/2021	
1. Projected Expenditures (G+H)	215,234
J. Projected Cash Balance as of 6/30/2021	
1. Projected Cash Balance (F-I)	169,508
K. Less Projected Expenditures for 7/1/2021 - 6/30/2023	
1. Less Projected Expenditures	0
L. Excess Cash	
1. Excess Cash (J – K)	169,508
M. General Ledger Ending Cash Balance as of 6/30/2020	
1. General Ledger Ending Cash Balance	181,879



NSL ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 9

▶ Page 5: Program Accounts Section

Page 5: Program Accounts Section

Program Accounts Section

H. Default Rate (Pre-populated. No entry required)

1. Default Rate (%) 0.10

For Active Schools

2. Excess cash(\$) from report page 4 that was or will be returned to PMS 0

3. Excess cash(\$) from report page 4 that was or will be returned to the Division of Financial Operations 0

For Closing Schools

4. Amount of cash(\$) determined to be due to the federal Government and remitted separately to the division of Financial Operations 0

I. Checklist/Questions

1. What is the total amount (\$) of interest that is past due? 8,990

2. Does your institution provide for a biennial audit of the loan and/or scholarship funds by a qualifying independent auditor? **Yes**

Yes (provide the detail below) No (proceed to the next question)

Audits

	MM	YYYY
a. Period of last audit - Start Date	10	2016
b. Period of last audit - End Date	9	2017
c. Date audit submitted to Regional Audit Agency	6	2018



NSL ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 10

- ▶ **Page 1A Questions 13 – 15e**
- ▶ **Current & Prior Year Special Data**

Primary Care Disciplines

PROGRAM	DISCIPLINE NAME
LDS	Allopathic Medicine
LDS	Osteopathic Medicine
LDS	Dentistry
HPSL	Dentistry
NSL	Nursing - Graduate



NSL ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 11

▶ Page 1A Questions 13 – 15e

▶ Current & Prior Year Special Data

Underrepresented Minorities

- ▶ **American Indian or Alaska Native:** A person having origins in any of the original peoples of North America, and who maintains cultural identification through tribal affiliation of community recognition.
- ▶ **Black or African American:** A person having origins in any of the black racial groups of Africa.
- ▶ **Hispanic or Latino:** A person of Mexican, Puerto Rican, Cuban, Central or South American, or other Spanish culture or origin without regard to race.
- ▶ **Native Hawaiian or Other Pacific Islander:** A person having origins in any of the original peoples of Hawaii, Guam, Samoa, or other Pacific Islands



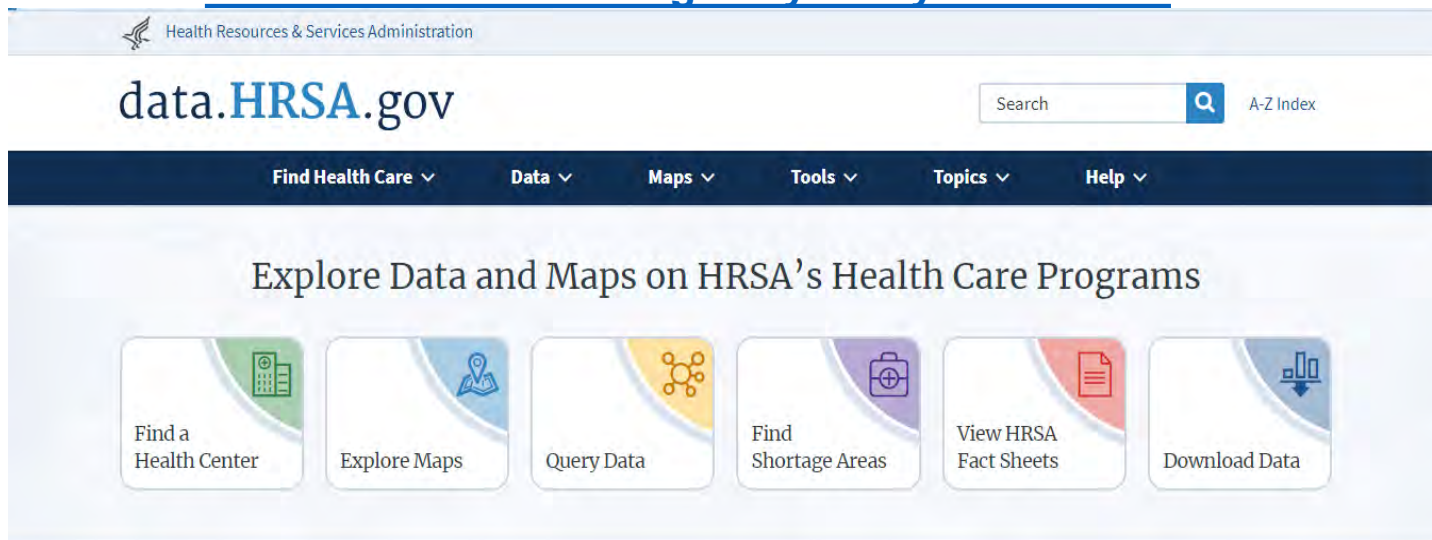
NSL ANNUAL OPERATING REPORT (AOR) FOLLOW-UP - 13

- ▶ **Page 1A Questions 13 – 15e**
- ▶ **Current & Prior Year Special Data**

Rural Areas

Rural Health Grants Eligibility Analyzer

Rural Health Grants Eligibility Analyzer Website



The screenshot shows the website interface for the Rural Health Grants Eligibility Analyzer. At the top, it features the Health Resources & Services Administration logo and the URL data.HRSA.gov. A search bar and an "A-Z Index" link are also present. Below the navigation bar, which includes links for "Find Health Care", "Data", "Maps", "Tools", "Topics", and "Help", is a main heading: "Explore Data and Maps on HRSA's Health Care Programs". This heading is followed by six interactive buttons: "Find a Health Center" (with a building icon), "Explore Maps" (with a location pin icon), "Query Data" (with a network icon), "Find Shortage Areas" (with a medical bag icon), "View HRSA Fact Sheets" (with a document icon), and "Download Data" (with a download icon).

HPSL, LDS, NSL & PCL PROGRAMS GRANT AWARDS & FUNDS



HPSL, LDS, NSL & PCL PROGRAMS GRANT AWARDS & FUNDS - 1

1. Notice of Grant Award (NOA) are usually sent by email in July
2. Institutions must provide a match of 1/9th the grant award

1. Grant awards should be drawn down throughout the academic year
2. Eighty percent of the award should be drawn down by the end of March
3. Funds in revolving account at institution must be kept in interest bearing account



HPSL, LDS, NSL & PCL PROGRAMS GRANT AWARDS & FUNDS - 2

1. HRSA must be notified immediately of any unwanted grant awards
2. Grant awards expected to be used within the year
3. Fund amounts not used within the year is considered excess cash

1. Institutions are expected to make loans within a three year period
2. Institutions not making loans within a three year period will be considered inactive
3. Inactive programs must return funds back to federal government



FY 2021 CHANGES TO THE NSL PROGRAM

- ▶ **Prior to July 1, 2020, the NSL loan limits were:**
 - First Two Years of Study - \$3,300/Per Year
 - Last Two Years of Study - \$5,200/Per Year
 - Aggregate NSL Maximum - \$17,000

- ▶ **In accordance with statutory authority in PHS Act Section 836(a), after July 1, 2020 the loan limits will be:**
 - First Two Years of Study - \$4,816/Per Year
 - Last Two Years of Study - \$7,575/Per Year
 - Aggregate NSL Maximum - \$24,768



FY 2021 CHANGES TO THE NSL PROGRAM (CONT'D)

► **NSL Loan Limits Will Increase 4.277% Per Year:**

Years	Limit for first Two Years	Limit for Final Two Years	Aggregate Loan Limit
2021-22	\$5,022	\$7,899	\$24,768
2022-23	\$5,236	\$8,237	\$25,825
2023-24	\$5,460	\$8,588	\$26,928
2024-25	\$5,693	\$8,955	\$28,078
2025-26	\$5,936	\$9,338	\$29,277
2026-27	\$6,189	\$9,736	\$30,527
2027-28	\$6,454	\$10,152	\$31,830
2029-30	\$6,729	\$10,586	\$33,189



WRITE OFF & DISABILITY CLAIMS

Write Off:

Due Diligence requirements can be found at [Due Diligence Requirements Link](#). Select Fiscal Management and click on Collections.

Total and Permanent Disability:

Guidance can be found under Student Financial Aid Guidelines within each program guidance at [Student Financial Aid Guidelines Link](#).



WRITE OFF & DISABILITY CLAIM SUBMISSIONS

Due to COVID, write off and disability claims are being received in our office using a Secure Email and File Transfer Service.

To submit a claim, contact Jerry Locklear to receive a secure email link for submitting a claim.

Contact: Jerry Locklear jlocklear@hrsa.gov



COVID-19 UPDATES

BHW Covid-19 FAQs

The screenshot shows the top navigation bar of the HRSA Health Workforce website. The header includes the HRSA logo, a search bar, and social media icons. The main navigation menu has the following items: Health Workforce Analysis, Shortage Designation, Grants, Loans & Scholarships (highlighted), National Practitioner Data Bank, and About BHW. Below the navigation menu, the breadcrumb trail reads: Home > Loans & Scholarships > Health Professions Student Loan and Nurse Faculty Loan Program Grantees: Coronavirus (COVID-19) Frequently Asked Questions. The main heading of the page is "Health Professions Student Loan and Nurse Faculty Loan Program Grantees: Coronavirus (COVID-19) Frequently Asked Questions". Below this is a sub-heading: "Information for Health Professions Student Loan and Nurse Faculty Loan Program Grantees about Loans during Coronavirus Emergency". The page is dated "Updated 6/3/2020". The main text begins with: "In light of the COVID-19 national emergency, the Health Resources and Services Administration (HRSA) is waiving interest and extending the opportunity for administrative forbearance on health professions student loan and Nurse Faculty Loan programs through September 30, 2020. These policies apply to the following programs..."



Remarks from Juan Gordon
Sr.,
Chief
Health Careers Loans and Scholarships
Branch

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QUESTIONS?



CONTACT US

- ▶ **For HPSL Program: Please contact Hai Le; hle1@hrsa.gov**
- ▶ **For LDS Program: Please contact Devonaline Horne; dhorne@hrsa.gov**
- ▶ **For NSL Baccalaureate Program: Please contact Nick Spruill; nspruill@hrsa.gov**
- ▶ **For NSL Diploma, Associate or Graduate Program: Please contact Jerry Locklear; jlocklear@hrsa.gov**
- ▶ **For PCL Program: Please contact Jim Essel; jessel@hrsa.gov**

HCLS Website: <https://bhw.hrsa.gov/loans-scholarships/school-based-loans>



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