

NORTH CAROLINA LEGAL EDUCATION ASSISTANCE FOUNDATION (NC LEAF)
LOAN REPAYMENT ASSISTANCE PROGRAM

MEMORANDUM OF UNDERSTANDING
2010/2011 Funding Year

I. CONTRIBUTIONS OF PARTICIPANT AND NC LEAF

As shown in Section VI and the Table on the reverse side, NC LEAF has determined that _____ (the "Participant") has an Eligibility Determination Income, calculated under NC LEAF's 2010/2011 Loan Repayment Assistance Program Guidelines, (the "Guidelines"), of _____. Accordingly, under the Guidelines, Participant's contribution to his/her annual law school education debt repayment obligation equals \$_____ and NC LEAF's contribution to Participant's annual law school education debt repayment will be approximately \$_____. NC LEAF will pay its contribution to Participant in quarterly installments of \$_____, subject to the provisions of the Guidelines. Participant will pay all of the money received from NC LEAF plus his/her contribution stated above to the appropriate lenders in a timely manner.

II. LOAN FORGIVENESS SCHEDULE

As shown in Section V., NC LEAF has determined that as of January 1, 2010, Participant had completed year(s) _____ of Eligible Employment. Accordingly, for NC LEAF funds disbursed for 2010, NC LEAF considers Participant to be in year _____ of Eligible Employment under the Loan Forgiveness Schedule described in the Guidelines. As of January 1, 2011, Participant will have completed _____ year(s) of Eligible Employment. Accordingly, for NC LEAF funds disbursed for 2011, NC LEAF will consider Participant to be in year _____ of Eligible Employment under the Loan Forgiveness Schedule described in the Guidelines.

III. ONGOING OBLIGATIONS OF PARTICIPANT

The ongoing obligations of the Participant are set forth in the Guidelines and include, but are not limited to notifying NC LEAF within 30 days of changes in employment, finances, loan(s), loan repayment/forgiveness status, contact information for the Participant and/or domestic partner. Failure to do so shall result in termination from the Program and will trigger an immediate repayment obligation of any NC LEAF assistance that has been provided to Participant that is not considered forgiven according to the terms of the Guidelines and Promissory Note.

IV. INCORPORATION OF PROGRAM GUIDELINES

Participant acknowledges and agrees that the terms of the 2010/2011 NC LEAF Loan Repayment Assistance Program Guidelines are incorporated herein by reference into this Memorandum of Understanding.

V. PARTICIPANT'S JOB HISTORY SINCE GRADUATION FROM LAW SCHOOL:

VI. CALCULATIONS: The calculations to determine Participant's loan obligations, Participant's contribution and NC LEAF's contribution are shown on the reverse side of this Memorandum of Understanding. By signing this Memorandum, the Participant acknowledges that he/she has reviewed these calculations and agrees that the data used for these calculations is correct to the best of his/her knowledge.

Participant's Signature (SEAL)

Date

For NC LEAF

Date

SAMPLE CALCULATIONS PAGE	2010/2011 Participant Calculations		
Participant Name	State employee		
Annual gross salary, from employer form	\$41,140.00		
Additional Gross Income from 2 nd job, etc.	\$0.00		
Additional Income from investments, dividends etc.	\$0.00		
Deduct 6% for state employee retirement contribution	\$2468.40		
Not State employee but contributes to Retirement / IRA / 401K	\$0.00		
Family health insurance premiums, \$5000 annual max.	\$0.00		
Dependents as defined by Program Guidelines		0	
Dependent Allowance = \$5,000/dependent		\$0.00	
Child Care Expenses, up to max \$5000 annual			
Participant's Adjusted Income		\$38,671.60	
Domestic Partner(DP)			
Annual gross salary, from employer form	0		
Additional Income including bonuses, investments etc	0		
Educational Loans payments, verified	0		
Joint Adjusted Income		\$38,671.60	
Divided by 2		\$19,335.80	
Eligibility Determination Income (EDI)		\$38,671.60	
Used for remainder of calculations			
Participant Minimum Contribution to Loans		\$1546.86	
		4.00%	
Eligible loans, monthly payment obligations:			
(Payments must be based on a 10 year or greater repayment plan)	\$269.05	\$0.00	\$0.00
Total per month/monthly payment loan obligations		\$269.05	
Eligible loans, quarterly payment obligations:			
(Payments must be based on a 10 year or greater repayment plan)	\$0.00	\$0.00	
Total per quarter/quarterly payment loan obligations			
Eligible Loans: Annual Amount Due			\$3228.60
Participant's Employer and/or other Irap assistance			\$0.00
Contributions to Educational Loan Debt:			
Eligible Debt Remaining			\$3228.60
Participant's Minimum Contribution			\$1546.86
Difference			\$1681.74
(NC LEAF Maximum Contribution if full funding)			\$9,000.00
Amount eligible for NC LEAF assistance			\$1681.74
Projected NCLEAF+other Irap assistance			\$1681.74
Debt overage (not covered by NC LEAF)			\$0.00
NCLEAF annual contribution to Loans			\$1681.74
Participant's annual contribution to loans			\$1546.86
NC LEAF Quarterly Payment			\$420.43