

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

**MEMORANDUM OF UNDERSTANDING
2009/2010 Funding Year
(October 1, 2009-September 30, 2010)**

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 2009/2010 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, 2009, Participant had completed ___year(s) of Eligible Employment. Accordingly, for NC LEAF funds disbursed for 2009, NC LEAF considers Participant to be in year ___ of Eligible Employment under the Loan Forgiveness Schedule described in the Guidelines. As of January 1, 2010, Participant will have completed ___year(s) of Eligible Employment. Accordingly, for NC LEAF funds disbursed for 2010, 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/forbearance status, contact information for the Participant and/or domestic partner. Failure to do so shall result in termination from the Program and could 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 2009/2010 NC LEAF Loan Repayment Assistance Program Guidelines are incorporated 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	10/1/09-9/30/10 Participant Calculations		
Participant Name	State employee		
Salary	\$41,140.00		
Additional Income	\$0.00		
Additional Income	\$0.00		
If State employee 6% is deducted from salary	\$2468.40		
Not State employee but contributes to Retirement / IRA / 401K	\$0.00		
Participant's Out of Pocket health insurance premiums	\$0.00		
Dependents		0	
Dependent Allowance = \$5,000/dependent		\$0.00	
Participant's Adjusted Income		\$38,671.60	
Domestic Partner(DP)			
Salary	0		
Additional Income	0		
Educational Loans	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%	
Loans: Individual Monthly Payments Due			
	\$269.05	\$0.00	\$0.00
Loans: Total per month/monthly payment loans		\$269.05	
Loans: Individual Quarterly Payments Due			
	\$0.00	\$0.00	
Loans: Total per quarter/quarterly payment loans			
Loans: Annual Amount Due			\$3228.60
Participant's Employer + law school.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)			\$9,000.00
Amount eligible for NC LEAF assistance			\$1681.74
Projected NCLEAF+Law School assistance			\$1681.74
Debt overage			\$0.00
NCLEAF annual contribution to Loans			\$1681.74
Participant's annual contribution to loans			\$1546.86
NC LEAF Quarterly Payment			\$420.43