

Ofc. of Postsecondary Educ., Education

Pt. 675

to injuries suffered in the terrorist attacks on September 11, 2001 for purposes of this section does not qualify the eligible public servant for a discharge based on a total and permanent disability under § 674.61.

(4) The spouse of an eligible public servant may not receive a discharge under this section if the eligible public

servant has been identified as a participant or conspirator in the terrorist-related aircraft crashes on September 11, 2001.

[71 FR 78078, Dec. 28, 2006, as amended at 72 FR 55053, Sept. 28, 2007]

**APPENDIXES A–D TO PART 674
[RESERVED]**

**APPENDIX E TO PART 674—EXAMPLES FOR COMPUTING MAXIMUM PENALTY CHARGES
(6 MONTHS UNPAID OVERDUE PAYMENTS) ON DIRECT LOANS MADE FOR PERIODS
OF ENROLLMENT BEFORE JANUARY 1, 1986**

Monthly repayment schedule	Installment due dates—Missed payments						Separate monthly maximum penalty charges
	Jan. 2	Feb. 2	Mar. 2	Apr. 2	May 2	June 2	
1st Past due installment	\$1 .....	.....	.....	.....	.....	.....	\$1
2nd Past due installment .....	.....	\$1+\$2 .....	.....	.....	.....	.....	3
3rd Past due installment .....	.....	.....	\$3+\$2 .....	.....	.....	.....	5
4th Past due installment .....	.....	.....	.....	\$5+\$2 .....	.....	.....	7
5th Past due installment .....	.....	.....	.....	.....	\$7+\$2 .....	.....	9
6th Past due installment .....	.....	.....	.....	.....	.....	\$9+\$2	11
Cumulative maximum sub-totals	1	4	9	16	25	36	.....

Bimonthly repayment schedule	Installment due dates—Missed payments			Separate bi-monthly maximum penalty charges
	Jan. 2	Mar. 2	May 2	
1st Past due installment	\$3 .....	.....	.....	\$3
2nd Past due installment .....	.....	\$3+\$3 .....	.....	6
3rd Past due installment .....	.....	.....	\$6+\$3	9
Cumulative maximum subtotals	3	9	18	.....

Quarterly repayment schedule	Installment due dates—Missed payments		Separate quarterly maximum penalty charges
	Jan. 2	Apr. 2	
1st Past due installment	\$6 .....	.....	\$6
2nd Past due installment .....	.....	\$6+\$6	12
Cumulative maximum subtotals	6	18	.....

NOTE. In the above table of examples, the Cumulative Maximum Subtotal line contains the maximum penalty charges that can be assessed on an NDSL borrower for any given installment that was missed on its due date. For example, if three borrowers, all on different repayment schedules, owed and missed their first installment payment on January 2 and all three made their next payment on April 10, the maximum penalty charges that could be assessed each individual borrower would be as follows: \$16 to the monthly repayment schedule borrower, \$9 to the bimonthly repayment schedule borrower, and \$18 to the quarterly repayment schedule borrower.

[46 FR 5241, Jan. 19, 1981]

PART 675—FEDERAL WORK-STUDY PROGRAMS

NOTE: An asterisk (*) indicates provisions that are common to parts 674, 675, and 676. The use of asterisks will assure participating institutions that a provision of one regula-

tion is identical to the corresponding provisions in the other two.

Subpart A—Federal Work-Study Program

Sec.
675.1 Purpose and identification of common provisions.
675.2 Definitions.