

DEPARTMENT OF HEALTH & HUMAN SERVICES

Public Health Service

and

Health Resources

Administration

Services

20857

Rockville, MD

Bureau of Health Professions

JUN 9 1992

TO: Lenders Participating in the Health Education Assistance Loan (HEAL) Program

Subject: HEAL Insurance Premium checks to the Secretary HEAL lender
Memorandum 92-4

The Federal Credit Reform Act of 1990 requires that insurance premium receipts by year of disbursement be placed in separate accounts so that claims arising from that year's loan disbursements may be paid from that year's premium income. In order to implement this it is required that lenders include in the memorandum section on all original insurance premium checks to the Secretary the disbursement date range for which the insurance premiums apply. Furthermore, it is requested that insurance premium checks include only premium amounts for disbursements made in one fiscal year, we are asking that this additional information be included on the check, not in a separate cover letter, since cover letters can get separated from the checks.

We regret any inconvenience caused by this requirement, but the Health Resources and Services Administration, Division of Fiscal Services, Debt Management Branch considers this the only mechanism for assuring compliance with this requirement.

Please contact Terri M. Ehrenfeld of the HEAL Branch at (301) 443-1540 if there are any questions regarding this policy memorandum. Thank you.

Michael Heningburg
Director
Division of Student Assistance