

UNCLASSIFIED//

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MSGID/GENADMIN/N1//

SUBJ/NAVY COLLEGE FUND (NCF) AND LOAN REPAYMENT PROGRAM (LRP)//

REF/A/MSG/GENADMIN/082052ZDEC2005//

REF/B/DOC/CNRC/11MAR2005//

REF/C/MSG/GENADMIN/052050ZJUL2006//

REF/D/DOC/BUPERS/05OCT04//

REF/E/DOC/MILPERSMAN 1133-080/30OCT03// NARR// REF A IS THE EFFECTIVE NAVY COLLEGE FUND (NCF)/LOAN REPAYMENT

(LRP) MESSAGE REPLACED BY THIS MESSAGE. REF B IS CNRCINST 1130.8G (NAVY RECRUITING MANUAL- ENLISTED). REF C IS THE CURRENT ENLISTMENT BONUS (EB) MESSAGE. REF D IS BUPERSINST 1780.1A (GI BILL EDUCATION BENEFITS PROGRAMS). REF E IS THE NATIONAL CALL TO SERVICE (NCS) PROGRAM POLICY// RMKS//1. THIS MESSAGE SUPERSEDES REF A FOR INDIVIDUALS ENTERING THE DELAYED ENTRY PROGRAM(DEP) ON OR AFTER 17 SEPTEMBER 2006. THOSE ALREADY IN DEP ARE NOT AFFECTED BY THIS MESSAGE.

2. POLICY.

A. WHILE IN DEP, THE AMOUNT OF INCENTIVE THAT MAY BE OFFERED IS DETERMINED BY THE EFFECTIVE MESSAGE. THE EFFECTIVE MESSAGE IS DETERMINED BY WHEN THE MEMBER ENTERS THE DEP. IF A MEMBER CHANGES THE PROGRAM OR RATING FOR WHICH THEY ARE CONTRACTED OR CHANGES INCENTIVE PROGRAMS WHILE IN DEP, THE ORIGINAL EFFECTIVE MESSAGE AT THE TIME OF ENROLLMENT INTO THE DEP REMAINS APPLICABLE. DO NOT DISCHARGE AND RE-CONTRACT A MEMBER FROM THE DEP TO CHANGE AWARD LEVELS. POLICIES AND PROCEDURES CONCERNING ELIGIBILITY, APPLICATION, AND BENEFITS ARE CONTAINED IN REF B.

B. NCF: WHILE AT RECRUIT TRAINING COMMAND (RTC), THE AMOUNT OF INCENTIVE THAT MAY BE OFFERED IS DETERMINED BY THE EFFECTIVE MESSAGE AT THE TIME OF RECLASSIFICATION. IN RECLASSIFICATION CASES, A NEW CONTRACT (ENLISTMENT GUARANTEE ANNEX (1133/52)) MUST BE GENERATED THAT REPLACES THE PREVIOUS CONTRACT. IF A MEMBER CHANGES PROGRAM OR RATING, THE MEMBER CAN KEEP NCF PER THE ORIGINAL CONTRACT (NAVCRUIT FORM 1133/52). IF MEMBER HAS NCF IN THE ORIGINAL CONTRACT AND THE NEW PROGRAM-RATING OFFERS AN EB, THEN THE MEMBER MUST SELECT EITHER TO KEEP THE NCF OR SELECT THE EB, UNLESS A COMBINATION IS ALLOWED BY THE CURRENT ENLISTMENT BONUS MESSAGE (REF C). IF NCF IS NOT IN THE ORIGINAL CONTRACT, MEMBER MAY APPLY IF THEY MEET ELIGIBILITY REQUIREMENTS.

C. LRP: WHILE AT RECRUIT TRAINING COMMAND (RTC), IF MEMBER DOES NOT HAVE LRP IN THE ORIGINAL CONTRACT, MEMBER MAY NOT APPLY FOR THIS PROGRAM. IN RECLASSIFICATION CASES, IF A MEMBER CHANGES PROGRAM OR RATING, THE MEMBER CAN KEEP LRP PER THE ORIGINAL CONTRACT (NAVCRUIT FORM 1133/52).

IF MEMBER HAS LRP AND EB IN THE ORIGINAL CONTRACT, THEN MEMBER CAN COMBINE ANY EB WITH LRP (REF C). IF MEMBER HAS LRP AND NO EB IN THE ORIGINAL CONTRACT, THEN THE MEMBER MUST CHOOSE EITHER TO KEEP THE LRP OR SELECT THE EB, UNLESS A COMBINATION IS ALLOWED BY THE CURRENT ENLISTMENT BONUS MESSAGE (REF C). THE AMOUNT OF LRP THAT MAY BE OFFERED IS DETERMINED BY THE EFFECTIVE MESSAGE AT THE TIME OF RECLASSIFICATION. A NEW CONTRACT (ENLISTMENT GUARANTEE ANNEX (1133/52)) MUST BE GENERATED THAT REPLACES THE PREVIOUS CONTRACT AND MUST BE FAXED TO CNRC N531 (FAX: 901-874-9327). D. AFTER RTC, IF MEMBER CHANGES PROGRAM OR RATING, MEMBER CAN KEEP NCF OR LRP PER CONTRACT.

E. INCENTIVE COMBINATIONS ARE POSSIBLE AS STIPULATED HEREIN. MEMBERS CANNOT COMBINE LRP AND NCF. THE EFFECTIVE EB MESSAGE IDENTIFIES THE POSSIBLE COMBINATIONS OF NCF OR LRP AND EB FOR SELECTED PROGRAMS AND RATINGS. REF C IS THE CURRENT EB MESSAGE.

3. NCF PROGRAM:

A. NCF ELIGIBILITY. WITH THE EXCEPTION OF NATIONAL CALL TO SERVICE (NCS) AND NEW ACCESSION TRAINING (NAT), ALL PROGRAMS AND RATINGS WITH OBLIGATIONS FOUR YEARS OR MORE ARE ELIGIBLE FOR NCF FOR ALL SHIPPING MONTHS. B. AN NCF AMOUNT OF \$950 IS AVAILABLE TO NUCLEAR FIELD (NF) PROGRAM APPLICANTS WHO ARE IN TEST SCORE CATEGORY I (TSC I) FOR ALL SHIPPING MONTHS (EXPECTED 36 MONTH BENEFIT IS \$72,900). THE NF \$950 NCF AMOUNT IS NOT AVAILABLE TO APPLICANTS SELECTING THE ENLISTMENT BONUS/ NCF COMBO FOUND IN REF C. NCF AMOUNTS FOR THE FOLLOWING SHIPPING MONTHS ARE:

SHIPPING MONTHS ENROLLMENT)	PER MONTH	BENEFIT (AT FULL TIME
NOVEMBER - JANUARY	\$450	(EXPECTED 36 MONTH BENEFIT IS \$54,900)
FEBRUARY - MAY	\$550	(EXPECTED 36 MONTH BENEFIT IS \$58,500)
JUNE - OCTOBER	\$350	(EXPECTED 36 MONTH BENEFIT IS \$51,300)

C. TO BE ELIGIBLE FOR NCF BENEFITS, MEMBERS MUST RETAIN ELIGIBILITY FOR THEIR MONTGOMERY GI BILL (MGIB) PROGRAM BENEFITS PER REF D. MGIB RATES ARE PUBLISHED ANNUALLY BY THE DEPARTMENT OF VETERANS AFFAIRS (DVA). RATES VARY DEPENDING ON ENROLLMENT STATUS (E.G., FULL TIME, PART TIME, ETC.). THE NCF PER MONTH AMOUNT IS COMBINED WITH THE CURRENT MGIB BASIC MONTHLY RATE AT THE TIME OF TRAINING TO DETERMINE TOTAL BENEFIT. FOR EXAMPLE, PARTICIPANTS SELECTING THE \$550 PER MONTH BENEFIT WHO ARE FULL TIME STUDENTS

COMPLETING

36 MONTHS OF EDUCATION WOULD RECEIVE OVER \$58,000 IN NON-TAXABLE PAYMENTS. EACH YEAR THE MGIB BENEFIT INCREASES.

D. NCF FOR FULL TIME SUPPORT (FTS). ALL PROGRAMS AND RATINGS WITH OBLIGATIONS OF FOUR YEARS OR MORE ARE ELIGIBLE FOR NCF FOR ALL SHIPPING MONTHS. REFER TO AMOUNTS LISTED IN PARAGRAPH 3 (B).

E. NCS ELIGIBILITY. NCS OFFERS A CHOICE OF FOUR INCENTIVES, TWO OF WHICH ARE EDUCATIONAL BENEFITS. PARTICIPANTS DOCUMENT THEIR IRREVOCABLE INCENTIVE ELECTION ON DD FORM 2863. REF E PROVIDES SPECIFIC DETAILS.

F. PARTICIPANTS CAN SELECT EITHER A 12 OR 36 MONTH BENEFIT OPTION. EFFECTIVE 1OCT 06, THE FULL TIME 12 MONTH BENEFIT IS \$12,900 (\$1,075 PER MONTH) AND THE FULL TIME 36 MONTH BENEFIT IS \$15,714 (\$436.50 PER MONTH). PARTICIPANTS WILL USE THE CURRENT MONTHLY RATE AT THE TIME OF TRAINING TO COMPUTE THEIR ACTUAL BENEFIT.

G. NCS PARTICIPANTS WILL BE AUTOMATICALLY DISENROLLED FROM THE MGIB PROGRAM. THEY DO NOT SIGN A DD FORM 2366. HOWEVER, UPON REENLISTMENT, THEY WILL BE ELIGIBLE TO ELECT THE MGIB PROGRAM.

4. LRP PROGRAM:

A. LRP ELIGIBILITY. WITH THE EXCEPTION OF THE FULL TIME SUPPORT (FTS), NATIONAL CALL TO SERVICE (NCS) AND NEW ACCESSION TRAINING (NAT) PROGRAMS, ALL RATINGS AND PROGRAMS WITH OBLIGATIONS OF FOUR YEARS OR MORE ARE ELIGIBLE FOR LRP FOR ALL SHIPPING MONTHS.

B. APPLICATION PROCEDURES ARE CONTAINED IN REF B. MINIMUM REQUIREMENTS ARE CURRENT NAVCRUIT 1133/52, NAVCRUIT 1133/75, COMPLETED DD FORM 2475, AND PROMISSORY NOTES ON QUALIFYING LOANS. TYPICAL QUALIFYING LOANS ARE STAFFORD, PERKINS, PLUS (RECRUIT MUST BE LISTED AS THE STUDENT), AND FORD LOANS. TYPICAL NON-QUALIFYING LOANS ARE CREDIT BASED LOANS SUCH AS PRIVATE, SIGNATURE, ALTERNATIVE, AND NON-TITLE FOUR LOANS.

LRP PARTICIPANTS WHO ACCESS WITHOUT THE LRP PROGRAM MANAGER (NAVY RECRUITING COMMAND CODE N531) APPROVAL ARE NOT ENROLLED IN THE NAVY'S LRP. LISTING LRP ON THE ENLISTMENT GUARANTEE FORM (NAVCRUIT 1133/52; ANNEX TO DD FORM 4) WITHOUT APPROVAL FROM THE LRP PROGRAM MANAGER DOES NOT CONSTITUTE ENROLLEMENT NOR ENTITLEMENT TO LRP BENEFITS.

C. PAYMENT PROCEDURES ARE CONTAINED IN REF B. THE MAXIMUM BENEFIT IS \$65,000 AND IS APPLIED TO THE LESSER OF THE ORIGINAL LOAN AMOUNT OR PRINCIPAL BALANCE OUTSTANDING AT TIME OF ACCESSION ONTO ACTIVE DUTY FOR ALL QUALIFYING LOANS. MEMBERS MUST SUBMIT A COMPLETED DD FORM 2475 TO THE LRP MANAGER EACH YEAR 90 DAYS IN ADVANCE OF THE ANNIVERSARY OF THEIR ACTIVE DUTY SERVICE DATE. DFAS WILL MAKE THE PAYMENT, LESS FEDERAL AND STATE TAXES, DIRECTLY TO THE LENDER. MEMBERS ARE SENT A SEPARATE IRS FORM W-2 OR 1099 TO DOCUMENT THE WITHHOLDING OF TAXES. THESE FORMS ARE SENT TO THE MEMBER'S UNIT ADDRESS, NOT THEIR HOME ADDRESS.

D. MGIB ENTITLEMENT WILL BE AFFECTED BY SELECTING ACTIVE DUTY LRP. MEMBERS, INCLUDING THOSE GUARANTEED LRP, MUST MAKE AN IRREVOCABLE MGIB PROGRAM ELECTION WITHIN FIRST TWO WEEKS OF ACCESSION. THE BASIC PAY OF THOSE WHO ELECT MGIB PROGRAM ENROLLMENT WILL BE REDUCED BY \$100 PER MONTH FOR THE FIRST 12 MONTHS OF ACTIVE DUTY. THESE DEDUCTIONS CANNOT BE STOPPED, SUSPENDED OR REFUNDED. THOSE WHO DECLINE ENROLLMENT CANNOT ENROLL AT A LATER DATE. SINCE THE SAME PERIOD OF ACTIVE DUTY SERVICE CANNOT BE USED TO SATISFY REQUIREMENTS FOR BOTH THE MGIB PROGRAM AND LRP, AN LRP PARTICIPANT WHO ELECTS MGIB PROGRAM ENROLLMENT MUST REENLIST AND SERVE ANOTHER QUALIFYING PERIOD OF SERVICE TO RETAIN ELIGIBILITY TO MGIB ENTITLEMENT.

A MEMBER'S ELECTION IS DOCUMENTED ON DD FORM 2366. REF D PROVIDES GUIDANCE.

E. NCS ELIGIBILITY. NCS OFFERS A CHOICE OF FOUR INCENTIVES, ONE OF WHICH IS A LOAN REPAYMENT. PARTICIPANTS DOCUMENT THEIR IRREVOCABLE INCENTIVE ELECTION ON DD FORM 2863. SEE REF F FOR SPECIFIC DETAILS. F.

APPLICATION PROCEDURES ARE CONTAINED IN REF B. MINIMUM REQUIREMENTS ARE CURRENT NAVCRUIT 1133/52, NAVCRUIT 1133/96, COMPLETED DD FORM 2475, COMPLETED DD FORM 2863, AND PROMISSORY NOTES ON QUALIFYING LOANS. TYPICAL QUALIFYING LOANS ARE STAFFORD, PERKINS, PLUS (RECRUIT MUST BE LISTED AS THE STUDENT), AND FORD LOANS.

TYPICAL NON-QUALIFYING LOANS ARE CREDIT BASED LOANS SUCH AS PRIVATE, SIGNATURE, ALTERNATIVE, AND NON-TITLE FOUR LOANS. SINCE THE CHOICE OF INCENTIVE IS IRREVOCABLE, IT IS VITAL THAT THE LOAN IS IDENTIFIED AS QUALIFYING PRIOR TO ELECTION OF THE BENEFIT ON THE DD FORM 2863.

THE LRP MANAGER MUST APPROVE THE LRP PACKET PRIOR TO THE RECRUIT ACCESSING ONTO ACTIVE DUTY.

G. PAYMENT PROCEDURES: THE MAXIMUM BENEFIT IS \$18,000 AND IS APPLIED TO BALANCE, INCLUDES BOTH PRINCIPAL AND INTEREST. MEMBERS MUST SUBMIT A COMPLETED DD FORM 2475 90 DAYS PRIOR TO THE END OF THEIR ACTIVE DUTY OBLIGATION.

5. FOR QUOTA MANAGEMENT CALL CNRC PRIDE SHOP AT (901) 874-9155/DSN 882. FOR POLICY QUESTIONS AND LRP PACKAGE APPROVAL CALL JENNIFER ROBERSON (901) 874-9225/DSN 882/EMAIL JENNIFER.ROBERSON@NAVY.MIL, OR GARY TON (901) 874-9322/EMAIL GARY.TON@NAVY.MIL OR MR. DON BOHN (901)-874-9298/ EMAIL DON.BOHN@NAVY.MIL. FAX NUMBER IS 901-874-9327/DSN 882. 6. REQUEST WIDEST DISSEMINATION. 7. RELEASED BY RDML J. F. KILKENNY CNRC.// DECL//