

SB0429/404133/1

BY: Education, Health, and Environmental Affairs Committee

AMENDMENTS TO SENATE BILL 429
(First Reading File Bill)

AMENDMENT NO. 1

On page 1, strike beginning with the comma in line 5 down through “and” in line 8 and substitute “; providing that certain information may be included in a certain notice; providing that certain information”; in line 8, after “include” insert “a”; in the same line, strike “statements” and substitute “statement”; in line 9, after “liability” insert “; under certain circumstances”; and in line 10, after “term,” insert “providing for a delayed effective date;”.

AMENDMENT NO. 2

On page 1, in line 21, after “(A)” insert “**(1)**”; strike beginning with “OR” in line 21 down through “PROGRAM” in line 22 and substitute “**ADMINISTERED BY THE U.S. DEPARTMENT OF EDUCATION**”; after line 23, insert:

“(2) ‘‘EDUCATION LOAN’’ DOES NOT INCLUDE A PARENT PLUS LOAN OR A PRIVATE STUDENT LOAN.”

On page 2, in line 4, strike “FOR A STUDENT ENROLLED IN THE INSTITUTION” and substitute “**FROM THE U.S. DEPARTMENT OF EDUCATION**”; strike beginning with “THE” in line 5 down through “AND” in line 16 and substitute “**EACH UNDERGRADUATE STUDENT ENROLLED IN THE INSTITUTION WHO APPLIES FOR FEDERAL STUDENT AID IN THE APPLICABLE AWARD YEAR:**”

(1) THE INFORMATION REPORTED ON THE STUDENT’S STUDENT AID REPORT ISSUED BY THE U.S. DEPARTMENT OF EDUCATION FROM THE MOST RECENT AWARD YEAR, INCLUDING:

(Over)

(I) THE TOTAL AMOUNT OF OUTSTANDING LOANS; AND

(II) THE MONTHLY PAYMENT AMOUNT FOR A 10-YEAR PERIOD FOR EVERY \$1,000 OWED BY THE BORROWER;

(2) THE LIFETIME LOAN LIMIT FOR UNDERGRADUATE STUDENT BORROWERS;

(3) A STATEMENT THAT THE ACTUAL REPAYMENT AMOUNT IS DEPENDENT ON THE FOLLOWING FACTORS:

(I) THE TOTAL AMOUNT A STUDENT BORROWS;

(II) THE INTEREST RATE AT THE TIME THE FUNDS ARE BORROWED AND THE AMOUNT OF INTEREST THAT ACCRUES OVER THE COURSE OF THE LOAN;

(III) THE LENGTH OF THE REPAYMENT TERM OF THE LOAN;

AND

(IV) THE DECISIONS A STUDENT MAKES RELATING TO:

1. INCOME-BASED REPAYMENT PLANS;

2. DEFERMENTS; AND

3. LOAN FORGIVENESS;

(4) A LINK TO THE NATIONAL STUDENT LOAN DATA SYSTEM FOR STUDENTS WEB SITE AND AN INCOME-DRIVEN REPAYMENT PLAN WEB SITE; AND;

in line 17, strike “(4)” and substitute “(5)”; strike beginning with the comma in line 21 down through “AND” in line 30 and substitute “**ON RECEIPT OF A STUDENT’S FREE APPLICATION FOR FEDERAL STUDENT AID.**”

(2) THE INFORMATION REQUIRED UNDER SUBSECTION (C) OF THIS SECTION MAY BE INCLUDED WITH THE STUDENT’S FINANCIAL AID AWARD NOTICE.

(E) THE INFORMATION PROVIDED UNDER THIS SECTION MAY INCLUDE THE FOLLOWING STATEMENT:

“THE INFORMATION PROVIDED BY THE INSTITUTION OF HIGHER EDUCATION WAS OBTAINED FROM YOUR STUDENT AID REPORT ISSUED BY THE U.S. DEPARTMENT OF EDUCATION FOR THE MOST RECENT AWARD YEAR. IT IS BASED ON ASSUMPTIONS MADE BY THE U.S. DEPARTMENT OF EDUCATION AS REPORTED IN YOUR STUDENT AID REPORT AND IS”;

and in line 31, after “PROMISE.” insert “**THIS INFORMATION DOES NOT INCLUDE PARENT PLUS LOANS OR PRIVATE STUDENT LOANS.**”.

On page 3, in line 1, strike “AN” and substitute “**IF AN INSTITUTION OF HIGHER EDUCATION INCLUDES THE STATEMENT UNDER SUBSECTION (E) OF THIS SECTION WITH THE INFORMATION REQUIRED UNDER SUBSECTION (C) OF THIS SECTION, THE**”; in line 2, after “ANY” insert “**INACCURATE**”; in the same line, after “SECTION” insert “**IF THE REPRESENTATIONS WERE:**”

**SB0429/404133/1 Education, Health, and Environmental Affairs Committee
Amendments to SB 429
Page 4 of 4**

**(1) MADE BASED ON INCORRECT INFORMATION PROVIDED BY THE
U.S. DEPARTMENT OF EDUCATION; AND**

**(2) REASONABLY RELIED ON IN GOOD FAITH BY THE INSTITUTION
OF HIGHER EDUCATION**";

and in line 4, strike "2017" and substitute "2018".