#### 108TH CONGRESS 1ST SESSION

# H. R. 12

To make changes to the Higher Education Act of 1965 incorporating the results of the FED UP Initiative, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

January 7, 2003

Mr. McKeon (for himself, Mr. Boehner, Mr. Isakson, Mr. Petri, Mrs. McCarthy of New York, Mr. Ballenger, Mr. Souder, Mr. Kind, Mr. Tiberi, Mr. Keller, Mr. Wu, Mr. Osborne, Mr. Wilson of South Carolina, and Mr. Boyd) introduced the following bill; which was referred to the Committee on Education and the Workforce

# A BILL

To make changes to the Higher Education Act of 1965 incorporating the results of the FED UP Initiative, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
- 4 (a) Short Title.—This Act may be cited as the
- 5 "Fed Up Higher Education Technical Amendments Act
- 6 of 2003".
- 7 (b) Table of Contents.—
  - Sec. 1. Short title; table of contents.
  - Sec. 2. Reference; effective date; implementation.

#### TITLE I—TECHNICAL AMENDMENTS

- Sec. 101. Technical amendments.
- Sec. 102. Clerical amendments.
- Sec. 103. Study of teacher preparation.

#### TITLE II—STUDENT LOAN FORGIVENESS

Sec. 201. Cancellation of student loan indebtedness for spouses, surviving joint debtors, and parents.

# TITLE III—OPPORTUNITIES FOR HIGHER EDUCATION VIA TELECOMMUNICATIONS

- Sec. 301. Exception to 50 percent correspondence course limitations.
- Sec. 302. Evaluation and report.

#### 1 SEC. 2. REFERENCE; EFFECTIVE DATE; IMPLEMENTATION.

- 2 (a) Reference.—Except as otherwise expressly pro-
- 3 vided in this Act, whenever in this Act an amendment or
- 4 repeal is expressed in terms of an amendment to, or repeal
- 5 of, a section or other provision, the reference shall be con-
- 6 sidered to be made to a section or other provision of the
- 7 Higher Education Act of 1965 (20 U.S.C. 1001 et seq.).
- 8 (b) Effective Date.—Except as otherwise provided
- 9 in this Act, the amendments made by this Act shall take
- 10 effect on the date of enactment of this Act.
- 11 (c) Implementation.—Sections 482(c) and 492 of
- 12 the Higher Education Act of 1965 (20 U.S.C. 1089(c),
- 13 1098a) shall not apply to the regulations implementing the
- 14 amendments made by this Act.

# 15 TITLE I—TECHNICAL

### 16 **AMENDMENTS**

- 17 SEC. 101. TECHNICAL AMENDMENTS.
- 18 (a) Amendments to Title I.—

1	(1) Section $101(a)(1)$ (20 U.S.C. $1001(a)(1)$ ) is
2	amended by inserting before the semicolon at the
3	end the following: ", or students who meet the re-
4	quirements of section 484(d)(3)".
5	(2)(A) Section $102(a)(2)(A)$ (20 U.S.C.
6	1002(a)(2)(A)) is amended to read as follows:
7	"(A) In general.—For the purpose of
8	qualifying as an institution under paragraph
9	(1)(C), the Secretary shall establish criteria by
10	regulation for the approval of institutions out-
11	side the United States and for the determina-
12	tion that such institutions are comparable to an
13	institution of higher education as defined in
14	section 101 (except that a graduate medical
15	school, or a veterinary school, located outside
16	the United States shall not be required to meet
17	the requirements of section 101(a)(4)). Such
18	criteria shall include a requirement that a stu-
19	dent attending such school outside the United
20	States is ineligible for loans made, insured, or
21	guaranteed under part B of title IV unless—
22	"(i) in the case of a graduate medical
23	school located outside the United States—
24	"(I)(aa) at least 60 percent of
25	those enrolled in, and at least 60 per-

1	cent of the graduates of, the graduate
2	medical school outside the United
3	States were not persons described in
4	section 484(a)(5) in the year pre-
5	ceding the year for which a student is
6	seeking a loan under part B of title
7	IV; and
8	"(bb) at least 60 percent of the
9	individuals who were students or
10	graduates of the graduate medical
11	school outside the United States or
12	Canada (both nationals of the United
13	States and others) taking the exami-
14	nations administered by the Edu-
15	cational Commission for Foreign Med-
16	ical Graduates received a passing
17	score in the year preceding the year
18	for which a student is seeking a loan
19	under part B of title IV; or
20	"(II) the institution has a clinical
21	training program that was approved
22	by a State as of January 1, 1992; or
23	"(ii) in the case of a veterinary school
24	located outside the United States that does
25	not meet the requirements of section

1	101(a)(4), the institution's students com-
2	plete their clinical training at an approved
3	veterinary school located in the United
4	States.".
5	(B) The amendment made by subparagraph (A)
6	shall be effective as if enacted on October 7, 1998.
7	(3) Section $102(a)(3)(A)$ (20 U.S.C.
8	1002(a)(3)(A)) is amended by striking "section
9	521(4)(C) of the Carl D. Perkins Vocational and
10	Applied Technology Education Act" and inserting
11	"section 3(3)(C) of the Carl D. Perkins Vocational
12	and Technical Education Act of 1998".
13	(4) Paragraph (7) of section 103 (20 U.S.C.
14	1003) is amended to read as follows:
15	"(7) New Borrower.—The term 'new bor-
16	rower' when used with respect to any date for any
17	loan under any provision of—
18	"(A) part B or part D of title IV means
19	an individual who on that date has no out-
20	standing balance of principal or interest owing
21	on any loan made, insured, or guaranteed under
22	either such part; and
23	"(B) part E of title IV means an indi-
24	vidual who on that date has no outstanding bal-

1	ance of principal or interest owing on any loan
2	made under such part.".
3	(5) Section 131 (20 U.S.C. 1015) is amended—
4	(A) in subsection (a)(3)(A)(iii)—
5	(i) by striking "an undergraduate"
6	and inserting "a full-time undergraduate";
7	and
8	(ii) in subclause (I), by striking "sec-
9	tion 428(a)(2)(C)(i)" and inserting "sec-
10	tion 428(a)(2)(C)(ii)";
11	(B) in subsection (b), by striking "the
12	costs for typical" and inserting "the prices for,
13	and financial aid provided to, typical";
14	(C) in subsection (c)(2)(B), by striking
15	"costs" and inserting "prices"; and
16	(D) in subsection $(d)(1)$ , by striking "3
17	years" and inserting "4 years".
18	(6) Section 141 (20 U.S.C. 1018) is amended—
19	(A) in subsection (a)(2)(B)—
20	(i) by inserting "unit" after "to re-
21	duce the"; and
22	(ii) by inserting "and, to the extent
23	practicable, the total costs of administering
24	those programs" after "those programs";
25	(B) in subsection (c)—

1	(i) in paragraph $(1)(A)$ , by striking
2	"Each year" and inserting "Each fiscal
3	year'';
4	(ii) in paragraph (1)(B), by inserting
5	"secondary markets, guaranty agencies,"
6	after "lenders,"; and
7	(iii) in paragraph (2)(B), by striking
8	"Chief Financial Officer Act of 1990 and"
9	and inserting "Chief Financial Officers Act
10	of 1990," and by inserting before the pe-
11	riod at the end the following: ", and other
12	relevant statutes";
13	(C) in subsection (f)(3)(A), by striking
14	"paragraph (1)(A)" and inserting "paragraph
15	(1)"; and
16	(D) in subsection (g)(3), by adding at the
17	end the following new sentence: "The names
18	and compensation for those individuals shall be
19	included in the annual report under subsection
20	(e)(2).".
21	(b) Amendments to Title II.—Section 207(f)(2)
22	(20 U.S.C. 1027(f)(2)) is amended by inserting ", includ-
23	ing by electronic means," after "sent".
24	(c) Amendments to Title III.—

1	(1) Section $316(b)(3)$ (20 U.S.C. $1059c(b)(3)$ )
2	is amended by striking "give" and inserting "given".
3	(2) Section 326(e)(1) (20 U.S.C. 1063b(e)(1))
4	is amended, in the matter preceding subparagraph
5	(A), by inserting a colon after "the following".
6	(3) Section 342(5)(C) (20 U.S.C. 1066a(5)(C))
7	is amended—
8	(A) by inserting a comma after "equip-
9	ment" the first place it appears; and
10	(B) by striking "technology,," and insert-
11	ing "technology,".
12	(4) Section 343(e) (20 U.S.C. 1066b(e)) is
13	amended by inserting after the subsection designa-
14	tion the following: "SALE OF QUALIFIED
15	Bonds.—".
16	(5) Section 351(a) (20 U.S.C. 1067a(a)) is
17	amended by striking "of 1979".
18	(6) Section 1024 (20 U.S.C. 1135b-3), as
19	transferred by section 301(a)(5) of the Higher Edu-
20	cation Amendments of 1998 (Public Law 105–244;
21	112 Stat. 1636), is repealed.
22	(d) AMENDMENTS TO PART A OF TITLE IV.—
23	(1) Section 402A (20 U.S.C. 1070a-11) is
24	amended—
25	(A) in subsection (e)—

1	(i) in paragraph (1), by striking
2	" $(g)(2)$ " and inserting " $(g)(4)$ "; and
3	(ii) in paragraph (2), by striking
4	" $(g)(2)$ " and inserting " $(g)(4)$ "; and
5	(B) in subsection (g)—
6	(i) by redesignating paragraphs (1)
7	through (4) as paragraphs (3) through (6),
8	respectively; and
9	(ii) by inserting before paragraph (3),
10	as redesignated, the following:
11	"(1) DIFFERENT CAMPUS.—The term 'different
12	campus' means an institutional site that—
13	"(A) is geographically apart from the main
14	campus of the institution;
15	"(B) is permanent in nature; and
16	"(C) offers courses in educational pro-
17	grams leading to a degree, certificate, or other
18	recognized educational credential.
19	"(2) DIFFERENT POPULATION.—The term 'dif-
20	ferent population' means a group of individuals, with
21	respect to whom an entity seeks to serve through an
22	application for funding under this chapter, that is—
23	"(A) separate and distinct from any other
24	population that the entity seeks to serve

1	through an application for funding under this
2	chapter; or
3	"(B) while sharing some of the same char-
4	acteristics as another population that the entity
5	seeks to serve through an application for fund-
6	ing under this chapter, has distinct needs for
7	specialized services.".
8	(2)(A) Section 404A(b) (20 U.S.C. 1070a-
9	21(b)) is amended by adding at the end thereof the
10	following new paragraph:
11	"(3) Duration.—An award made by the Sec-
12	retary under this chapter to an eligible entity de-
13	scribed in paragraph (1) or (2) of subsection (c)
14	shall be for the period of 6 years.".
15	(B) The amendment made by subparagraph (A)
16	shall apply to awards made either before or after the
17	date of enactment of this Act.
18	(3) Section 407E (20 U.S.C. 1070a–35) is re-
19	designated as section 406E.
20	(4) Section 419C(b)(1) (20 U.S.C. 1070d-
21	33(b)(1)) is amended by inserting "and" after the
22	semicolon at the end thereof.
23	(5) Section 419D(d) (20 U.S.C. 1070d–34(d))
24	is amended by striking "Public Law 95–1134" and
25	inserting "Public Law 95–134".

1	(e) Amendments to Part B of Title IV.—
2	(1) Section 428(a)(2)(A) (20 U.S.C.
3	1078(a)(2)(A)) is amended—
4	(A) by striking "and" at the end of sub-
5	clause (II) of clause (i); and
6	(B) by moving the margin of clause (iii)
7	two ems to the left.
8	(2) Section 428(b)(1)(G) (20 U.S.C.
9	1078(b)(1)(G)) is amended by inserting before the
10	semicolon at the end the following: "and 100 percent
11	of the unpaid principal amount of exempt claims as
12	defined in subsection $(c)(1)(G)$ ".
13	(3) Section 428(c) (20 U.S.C. 1078(c)) is
14	amended—
15	(A) in paragraph (1)—
16	(i) by redesignating subparagraph (G)
17	as subparagraph (H), and moving such
18	subparagraph 2 em spaces to the left; and
19	(ii) by inserting after subparagraph
20	(F) the following new subparagraph:
21	"(G)(i) Notwithstanding any other provisions of
22	this section, in the case of exempt claims, the Sec-
23	retary shall apply the provisions of—

1	``(I) the fourth sentence of subparagraph
2	(A) by substituting '100 percent' for '95 per-
3	cent';
4	"(II) subparagraph (B)(i) by substituting
5	'100 percent' for '85 percent'; and
6	"(III) subparagraph (B)(ii) by substituting
7	'100 percent' for '75 percent'.
8	"(ii) For purposes of clause (i) of this subpara-
9	graph, the term 'exempt claims' means claims with
10	respect to loans for which it is determined that the
11	borrower (or the student on whose behalf a parent
12	has borrowed), without the lender's or the institu-
13	tion's knowledge at the time the loan was made, pro-
14	vided false or erroneous information or took actions
15	that caused the borrower or the student to be ineli-
16	gible for all or a portion of the loan or for interest
17	benefits thereon.".
18	(B) in paragraph (3)(A)(i), by striking "in
19	writing"; and
20	(C) by adding at the end the following new
21	paragraph:
22	"(10) Documentation of forbearance
23	AGREEMENTS.—For the purposes of paragraph (3),
24	the terms of forbearance agreed to by the parties
25	shall be documented by confirming the agreement of

1	the borrower by notice to the borrower from the
2	lender, and by recording the terms in the borrower's
3	file.".
4	(4) Section 428C(a)(3)(B) (20 U.S.C. 1078–
5	3(a)(3)(B)) is amended by adding at the end the fol-
6	lowing new clause:
7	"(ii) Loans made under this section shall, to
8	the extent used to discharge loans made under this
9	title, be counted against the applicable limitations on
10	aggregate indebtedness contained in sections
11	425(a)(2), $428(b)(1)(B)$ , $428H(d)$ , $455$ , and
12	464(a)(2)(B).".
13	(5) Section 428H(e) (20 U.S.C. 1078–8(e)) is
14	amended—
15	(A) by striking paragraph (6); and
16	(B) by redesignating paragraph (7) as
17	paragraph (6).
18	(6) Section 428I(g) (20 U.S.C. 1078–9(g)) is
19	amended by striking "Code," and inserting "Code".
20	(7) Section 432(m)(1)(B) (20 U.S.C.
21	1082(m)(1)(B)) is amended—
22	(A) in clause (i), by inserting "and" after
23	the semicolon at the end; and
24	(B) in clause (ii), by striking "; and" and
25	inserting a period.

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1
             (8) Section 439(d) (20 U.S.C. 1087–2(d)) is
 2
        amended—
 3
                  (A) by striking paragraph (3); and
 4
                  (B) by redesignating paragraphs (4) and
 5
             (5) as paragraphs (3) and (4), respectively.
 6
        (f) AMENDMENT TO PART D OF TITLE IV.—Section
 7
    457(a)(1) (20 U.S.C. 1087g(a)(1)) is amended by striking
   "431" and inserting "437".
 8
 9
        (g) AMENDMENTS TO PART E OF TITLE IV.—
10
             (1)
                  Section 462(g)(1)(E)(i)(I)
                                               (20
                                                     U.S.C.
11
        1087bb(g)(1)(E)(i)(I) is amended by inserting
        "monthly" after "consecutive".
12
13
             (2)
                                              (20)
                   Section
                              464(c)(1)(D)
                                                     U.S.C.
14
        1087dd(c)(1)(D)) is amended by redesignating sub-
15
        clauses (I) and (II) as clauses (i) and (ii), respec-
16
        tively.
17
             (3) Section 464(h)(1)(A) is amended—
18
                 (A) by inserting ", if practicable (as deter-
19
             mined in accordance with regulations of the
             Secretary)," after "the loan shall"; and
20
                 (B) by inserting ", if such loan is consid-
21
22
             ered rehabilitated," after "the
                                                 Secretary)
23
             shall".
24
             (4) Section 465(a)(2) (20 U.S.C. 1087ee(a)(2))
25
        is amended—
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1	(A) in subparagraph (A), by striking "sec-
2	tion 111(c)" and inserting "section
3	1113(a)(5)"; and
4	(B) in subparagraph (C), by striking
5	"With Disabilities" and inserting "with Disabil-
6	ities".
7	(5) Section 467(b) (20 U.S.C. 1087gg(b)) is
8	amended by striking "(5)(A), (5)(B)(i), or (6)" and
9	inserting " $(4)(A)$ , $(4)(B)$ , or $(5)$ ".
10	(6) Section 469(c) (20 U.S.C. 1087ii(c)) is
11	amended—
12	(A) by striking "sections 602(a)(1) and
13	672(1)" and inserting "sections $602(3)$ and
14	632(5)";
15	(B) by striking "qualified professional pro-
16	vider of early intervention services" and insert-
17	ing "early intervention services"; and
18	(C) by striking "section 672(2)" and in-
19	serting "section 632(4)".
20	(h) Amendments to Part F of Title IV.—
21	(1) Section 478(h) (20 U.S.C. 1087rr(h)) is
22	amended—
23	(A) by striking "476(b)(4)(B),"; and
24	(B) by striking "meals away from home,
25	apparel and upkeep, transportation, and house-

1	keeping services" and inserting "food away
2	from home, apparel, transportation, and house-
3	hold furnishings and operations".
4	(2) Section 479A(a) (20 U.S.C. 1087tt(a)) is
5	amended—
6	(A) by striking "(a) In General.—" and
7	inserting the following:
8	"(a) Authority To Make Adjustments.—
9	"(1) Adjustments for special cir-
10	CUMSTANCES.—";
11	(B) by inserting before "Special cir-
12	cumstances may" the following:
13	"(2) Special circumstances defined.—";
14	(C) by inserting "a student's status as a
15	ward of the court at any time prior to attaining
16	18 years of age," after "487,".
17	(D) by inserting before "Adequate docu-
18	mentation" the following:
19	"(3) Documentation and use of supple-
20	MENTARY INFORMATION.—"; and
21	(E) by inserting before "No student" the
22	following:
23	"(4) Fees for supplementary information
24	PROHIBITED —"

1	(i) Amendments to Parts G and H of Title
2	IV.—
3	(1) Section 483(d) (20 U.S.C. 1090(d)) is
4	amended by striking "that is authorized under sec-
5	tion $685(d)(2)(C)$ " and inserting ", or another ap-
6	propriate provider of technical assistance and infor-
7	mation on postsecondary educational services, that is
8	supported under section 685".
9	(2) Section 484 (20 U.S.C. 1091) is amended—
10	(A) in subsection (a)(4), by striking "cer-
11	tification,," and inserting "certification,";
12	(B) in subsection $(b)(2)$ —
13	(i) in the matter preceding subpara-
14	graph (A), by striking "section 428A" and
15	inserting "section 428H";
16	(ii) in subparagraph (A), by inserting
17	"and" after the semicolon at the end
18	thereof;
19	(iii) in subparagraph (B), by striking
20	"; and" and inserting a period; and
21	(iv) by striking subparagraph (C); and
22	(C) in subsection (l)(1)(B)(i), by striking
23	"section 521(4)(C) of the Carl D. Perkins Vo-
24	cational and Applied Technology Education
25	Act" and inserting "section 3(3)(C) of the Carl

1	D. Perkins Vocational and Technical Education
2	Act of 1998".
3	(3)(A) Section $484(r)(1)$ (20 U.S.C.
4	1091(r)(1)) is amended by striking everything pre-
5	ceding the table and inserting the following:
6	"(1) In general.—A student who is convicted
7	of any offense under any Federal or State law in-
8	volving the possession or sale of a controlled sub-
9	stance for conduct that occurred during a period of
10	enrollment for which the student was receiving any
11	grant, loan, or work assistance under this title shall
12	not be eligible to receive such grant, loan, or work
13	assistance from the date of that conviction for the
14	period of time specified in the following table:".
15	(B) The amendment made by subparagraph (A)
16	shall be effective on July 1, 2003.
17	(4)(A) Section 484B (20 U.S.C. 1091b) is
18	amended—
19	(i) in subsection (a)(1), by inserting "sub-
20	part 4 of part A or" after "received under";
21	(ii) in subsection (a)(3)(B)(ii), by inserting
22	"(as determined in accordance with subsection
23	(d))" after "student has completed";
24	(iii) in subsection (b)(2), by amending sub-
25	paragraph (C) to read as follows:

1	"(C) Grant overpayment require-
2	MENTS.—
3	"(i) In General.—Notwithstanding
4	subparagraphs (A) and (B), a student
5	shall only be required to return grant as-
6	sistance in the amount (if any) by which—
7	"(I) the amount to be returned
8	by the student (as determined under
9	subparagraphs (A) and (B)), exceeds
10	"(II) 50 percent of the total
11	grant assistance received by the stu-
12	dent under this title for the payment
13	period or period of enrollment.
14	"(ii) Minimum.—A student shall not
15	be required to return amounts of \$50 or
16	less."; and
17	(iv) in subsection (d), by striking
18	" $(a)(3)(B)(i)$ " and inserting " $(a)(3)(B)$ ".
19	(B) The amendments made by subparagraph
20	(A) shall be effective for academic years beginning
21	on or after July 1, 2003, except that, in the case of
22	an institution of higher education that chooses to
23	implement such amendments prior to that date, such
24	amendments shall be effective on the date of such
25	institution's implementation.

1	(5) Section $485(a)(1)$ (20 U.S.C. $1092(a)(1)$ ) is
2	amended—
3	(A) in the second sentence, by striking
4	"mailings, and" and inserting "mailings, or";
5	(B) by striking "and" at the end of sub-
6	paragraph (N);
7	(C) by striking the period at the end of
8	subparagraph (O) and inserting "; and; and
9	(D) by adding at the end the following new
10	subparagraph:
11	"(P) the penalties contained in subsection
12	484(r) regarding suspension of eligibility for
13	drug related offenses.".
14	(6) Section 485B(a) (20 U.S.C. 1092b(a)) is
15	amended—
16	(A) by redesignating paragraphs (6)
17	through (10) as paragraphs (7) through (11),
18	respectively;
19	(B) by redesignating the paragraph (5) (as
20	added by section 2008 of Public Law 101–239)
21	as paragraph (6); and
22	(C) in paragraph (5) (as added by section
23	204(3) of the National Community Service Act
24	of 1990 (Public Law 101–610))—

1	(i) by striking "(22 U.S.C. 2501 et
2	seq.))," and inserting "(22 U.S.C. 2501 et
3	seq.),"; and
4	(ii) by striking the period at the end
5	thereof and inserting a semicolon.
6	(7) Section 487(a) (20 U.S.C. 1094(a)) is
7	amended—
8	(A) in paragraph (22), by striking "refund
9	policy" and inserting "policy on the return of
10	title IV funds"; and
11	(B) in paragraph (23)—
12	(i) by moving subparagraph (C) two
13	em spaces to the left; and
14	(ii) by adding after such subpara-
15	graph the following new subparagraph:
16	"(D) An institution shall be considered in com-
17	pliance with the requirements of subparagraph (A)
18	for any student to whom the institution electroni-
19	cally transmits a message containing a voter reg-
20	istration form acceptable for use in the State in
21	which the institution is located, or an Internet ad-
22	dress where such a form can be downloaded, pro-
23	vided such information is in an electronic message
24	devoted to voter registration.".

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1
             (8) Section 491(c) (20 U.S.C. 1098(c)) is
 2
        amended by adding at the end the following new
 3
        paragraph:
        "(3) The appointment of members under subpara-
 4
 5
    graphs (A) and (B) of paragraph (1) shall be effective
   upon publication of the appointment in the Congressional
 7
   Record.".
 8
             (9) Section 493A (20 U.S.C. 1098c) is re-
 9
        pealed.
10
             (10) Section 498 (20 U.S.C. 1099c) is amend-
11
        ed—
12
                 (A) in subsection (c)(2), by striking "for
13
             profit," and inserting "for-profit,";
14
                 (B) in subsection (d)(1)(B), by inserting
             "and" after the semicolon at the end thereof.
15
16
        (j) AMENDMENTS TO TITLE V.—Section 504(a) (20
    U.S.C. 1101c(a)) is amended—
18
             (1) by striking the following:
19
        "(a) Award Period.—
             "(1) IN GENERAL.—The Secretary"
20
21
        and inserting the following:
        "(a) AWARD PERIOD.—The Secretary"; and
22
23
             (2) by striking paragraph (2).
        (k) AMENDMENTS TO TITLE VII.—
24
```

1	(1) Section $714(c)$ (20 U.S.C. $1135c(c)$ ) is
2	amended—
3	(A) by striking "section 716(a)" and in-
4	serting "section 715(a)"; and
5	(B) by striking "section 714(b)(2)" and in-
6	serting "section 713(b)(2)".
7	(2) Section 721(e) (20 U.S.C. 1136(e)) is
8	amended—
9	(A) by striking "and" at the end of para-
10	graph (4);
11	(B) by striking the period at the end of
12	paragraph (5) and inserting a semicolon; and
13	(C) by adding at the end the following new
14	paragraphs:
15	"(6) to assist such students with the develop-
16	ment of analytical skills and study methods to en-
17	hance their success in entry into and completion of
18	law school; and
19	"(7) to award Thurgood Marshall Fellowships
20	to eligible law school students—
21	"(A) who participated in summer institutes
22	authorized by subsection (d) and who are en-
23	rolled in an accredited law school; or
24	"(B) who are eligible law school students
25	who have successfully completed a comparable

1	summer institute program certified by the
2	Council on Legal Educational Opportunity.".
3	(l) Amendment to Higher Education Amend-
4	MENTS OF 1998.—Section 422(d) of the Higher Edu-
5	cation Amendments of 1998 (Public Law 105–244; 112
6	Stat. 1696) is amended by striking ", and ending on Sep-
7	tember 30, 2002".
8	SEC. 102. CLERICAL AMENDMENTS.
9	(a) Definition.—Section 103 (20 U.S.C. 1003) is
10	amended—
11	(1) by redesignating paragraphs (1) through
12	(16) as paragraphs (2) through (17), respectively;
13	and
14	(2) by inserting before paragraph (2) (as so re-
15	designated) the following new paragraph:
16	"(1) AUTHORIZING COMMITTEES.—The term
17	'authorizing committees' means the Committee on
18	Health, Education, Labor, and Pensions of the Sen-
19	ate and the Committee on Education and the Work-
20	force of the House of Representatives.".
21	(b) Committees.—
22	(1) The following provisions are each amended
23	by striking "Committee on Labor and Human Re-
24	sources of the Senate and the Committee on Edu-
25	cation and the Workforce of the House of Rep-

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resentatives" and inserting "authorizing commit-
 1
 2
        tees":
 3
                  (A) Section
                                131(a)(3)(B) (20)
                                                    U.S.C.
             1015(a)(3)(B).
 4
 5
                  (B)
                        Section
                                  131(c)(4)
                                               (20)
                                                     U.S.C.
 6
             1015(c)(4)).
                  (C) Section 206(d) (20 U.S.C. 1026(d)).
 7
 8
                  (D)
                        Section
                                  207(c)(1)
                                               (20)
                                                     U.S.C.
 9
             1027(c)(1).
10
                  (E) Section 428(g) (20 U.S.C. 1078(g)).
11
                  (F) Section 428A(a)(4) (20 U.S.C. 1078–
12
             1(a)(4)).
13
                  (G) Section 428A(c)(2) (20 U.S.C. 1078–
14
             1(e)(2).
15
                  (H) Section 428A(c)(3) (20 U.S.C. 1078–
             1(e)(3)).
16
17
                  (I) Section 428A(c)(5) (20 U.S.C. 1078–
18
             1(c)(5).
19
                  (\mathbf{J})
                       Section
                                455(b)(8)(B) (20
                                                     U.S.C.
20
             1087e(b)(8)(B).
21
                  (K) Section 483(c) (20 U.S.C. 1090(c)).
22
                  (L) Section 486(e) (20 U.S.C. 1093(e)).
23
                  (M) Section 486(f)(3)(A) (20 U.S.C.
24
             1093(f)(3)(A).
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1
                        Section
                  (N)
                                 486(f)(3)(B)
                                                (20)
                                                     U.S.C.
 2
             1093(f)(3)(B).
 3
                  (O)
                                  487A(a)(5)
                                               (20)
                                                      U.S.C.
                        Section
 4
             1094a(a)(5)).
 5
                  (P)
                        Section
                                               (20)
                                                      U.S.C.
                                  487A(b)(2)
 6
             1094a(b)(2).
 7
                  (Q) Section 487A(b)(3)(B) (20)
                                                     U.S.C.
 8
             1094a(b)(3)(B).
 9
                  (R) Section 498B(d)(1) (20 U.S.C. 1099c–
10
             2(d)(1).
11
                  (S) Section 498B(d)(2) (20 U.S.C. 1099c-
12
             2(d)(2).
13
             (2) The following provisions are each amended
14
        by striking "Committee on Education and the Work-
15
        force of the House of Representatives and the Com-
16
        mittee on Labor and Human Resources of the Sen-
17
        ate" and inserting "authorizing committees".
18
                       Section
                                 141(d)(4)(B) (20)
                                                      U.S.C.
                  (A)
19
             1018(d)(4)(B).
20
                  (B)
                        Section
                                               (20)
                                                      U.S.C.
                                  428(n)(4)
21
             1078(n)(4)).
22
                  (C) The last sentence of section 432(n) (20
23
             U.S.C. 1082(n)).
24
                  (D)
                        Section
                                 485(f)(5)(A)
                                                (20)
                                                      U.S.C.
25
             1092(f)(5)(A).
```

1  $(\mathbf{E})$ Section 485(g)(4)(B)(20)U.S.C. 2 1092(g)(4)(B)). 3 (3) Section 206(a) (20 U.S.C. 1026(a)) is amended by striking ", the Committee on Labor and 4 5 Human Resources of the Senate, and the Committee 6 on Education and the Workforce of the House of 7 Representatives" and inserting "and the authorizing 8 committees". 9 (4) Section 401(f)(3) (20 U.S.C. 1070a(f)(3)) is amended by striking "Committee on Appropria-10 11 tions and the Committee on Labor and Human Re-12 sources of the Senate and the Committee on Appro-13 priations and the Committee on Education and the 14 Workforce of the House of Representatives" and in-15 serting "Committees on Appropriations of the Sen-16 ate and House of Representatives and the author-17 izing committees". 18 428(c)(9)(K)(20)U.S.C. (5)Section 19 1078(c)(9)(K)) is amended by striking "House Com-20 mittee on Education and the Workforce and the 21 Senate Committee on Labor and Human Resources" 22 and inserting "authorizing committees". 23 (6) Section 428I(h) (20 U.S.C. 1078–9(h)) is 24 amended by striking "Chairman of the Senate Labor

and Human Resources Committee and the House

- 1 Committee on Education and Labor" and inserting 2 "chairpersons of the authorizing committees".
- 3 (7) Section 432(f)(1)(C) (20 U.S.C. 4 1082(f)(1)(C)) is amended by striking "Committee 5 on Education and the Workforce of the House of 6 Representatives on the Committee on Labor and
- 6 Representatives or the Committee on Labor and
- 7 Human Resources of the Senate" and inserting "ei-
- 8 ther of the authorizing committees".
- 9 (8) Section 439(d)(1)(E)(iii) (20 U.S.C. 1087– 10 2(d)(1)(E)(iii)) is amended by striking "Chairman 11 and the Ranking Member on the Committee on 12 Labor and Human Resources of the Senate and the 13 Chairman and the Ranking Member of the Com-14 mittee on Education and Labor of the House of 15 Representatives" and inserting "chairpersons and 16 ranking minority members of the authorizing com-
  - (9) Paragraphs (3) and (8)(C) of section 439(r) (20 U.S.C. 1087–2(r)) are each amended by striking "Chairman and ranking minority member of the Committee on Labor and Human Resources of the Senate, the Chairman and ranking minority member of the Committee on Education and Labor of the House of Representatives," and inserting "chair-

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mittees".

- persons and ranking minority members of the authorizing committees".
- (10) Paragraphs (5)(B) and (10) of section 439(r) (20 U.S.C. 1087–2(r)) are each amended by striking "Chairman and ranking minority member of the Senate Committee on Labor and Human Re-sources and to the Chairman and ranking minority member of the House Committee on Education and Labor" and inserting "chairpersons and ranking mi-nority members of the authorizing committees".
  - (11) Section 439(r)(6)(B) (20 U.S.C. 1087–2(r)(6)(B)) is amended by striking "Chairman and ranking minority member of the Committee on Labor and Human Resources of the Senate and to the Chairman and ranking minority member of the Committee on Education and Labor of the House of Representatives" and inserting "chairpersons and ranking minority members of the authorizing committees".
  - (12) Section 439(s)(2)(A) (20 U.S.C. 1087–2(s)(2)(A)) is amended by striking "Chairman and Ranking Member of the Committee on Labor and Human Resources of the Senate and the Chairman and Ranking Member of the Committee on Economic and Educational Opportunities of the House

- of Representatives" and inserting "chairpersons and ranking minority members of the authorizing committees".
- 4 (13) Section 439(s)(2)(B) (20 U.S.C. 1087– 5 2(s)(2)(B)) is amended by striking "Chairman and 6 Ranking Minority Member of the Committee on 7 Labor and Human Resources of the Senate and 8 Chairman and Ranking Minority Member of the 9 Committee on Economic and Educational Opportu-10 nities of the House of Representatives" and insert-11 ing "chairpersons and ranking minority members of 12 the authorizing committees".
  - (14) Section 482(d) (20 U.S.C. 1089(d)) is amended by striking "Committee on Labor and Human Resources of the Senate and the Committee on Education and Labor of the House of Representatives" and inserting "authorizing committees".
  - (c) Additional Clerical Amendments.—
- 19 (1) Clauses (i) and (ii) of section 425(a)(2)(A)
- 20 (20 U.S.C. 1075(a)(2)(A)) are each amended by
- 21 striking "428A or 428B" and inserting "428B or
- 22 428H".

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- 23 (2) Section 428(a)(2)(E) (20 U.S.C.
- 1078(a)(2)(E)) is amended by striking "428A or".

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1
             (3) Clauses (i) and (ii) of section 428(b)(1)(B)
 2
        (20 \text{ U.S.C. } 1078(b)(1)(B)) are each amended by
 3
        striking "428A or 428B" and inserting "428B or
        428H".
 4
 5
             (4)
                             428(b)(1)(Q)
                                             (20)
                                                    U.S.C.
                   Section
 6
        1078(b)(1)(Q)) is amended by striking "sections
        428A and 428B" and inserting "section 428B or
 7
 8
        428H".
 9
             (5)
                   Section
                             428(b)(7)(C)
                                             (20)
                                                    U.S.C.
10
        1078(b)(7)(C) is amended by striking "428A,
11
        428B," and inserting "428B".
12
                Section 428G(c)(2) (20 U.S.C.
                                                   1078 -
13
        7(c)(2)) is amended by striking "428A" and insert-
14
        ing "428H".
15
             (7) The heading for section 433(e) (20 U.S.C.
        1083(e)) is amended by striking "SLS Loans and".
16
17
            (8) Section 433(e) (20 U.S.C. 1083(e)) is
18
        amended by striking "428A, 428B," and inserting
19
        "428B".
20
             (9) Section 435(a)(3) (20 U.S.C. 1085(a)(3)) is
21
        amended—
                 (A) by inserting "or" at the end of sub-
22
23
            paragraph (A);
24
                 (B) by striking subparagraph (B); and
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1	(C) by redesignating subparagraph (C) as
2	subparagraph (B).
3	(10) Section $435(d)(1)(G)$ (20 U.S.C.
4	1085(d)(1)(G)) is amended by striking "428A(d),
5	428B(d), 428C," and inserting "428B(d), 428C,
6	428H,".
7	(11) Section $435(m)$ (20 U.S.C. $1085(m)$ ) is
8	amended—
9	(A) in paragraph (1)(A), by striking ",
10	428A,"; and
11	(B) in paragraph (2)(D), by striking
12	"428A" each place it appears and inserting
13	"428H".
14	(12) Section 438(c)(6) (20 U.S.C. 1087–
15	1(e)(6)) is amended—
16	(A) by striking "SLS AND PLUS" in the
17	heading and inserting "Plus"; and
18	(B) by striking "428A or".
19	(13) Section $438(c)(7)$ (20 U.S.C. 1087–
20	1(c)(7)) is amended by striking "428A or".
21	(14) Nothing in the amendments made by this
22	subsection shall be construed to alter the terms, con-
23	ditions, and benefits applicable to Federal supple-
24	mental loans for students ("SLS loans") under sec-

- 1 tion 428A as in effect prior to July 1, 1994 (20
- 2 U.S.C. 1078–1).

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#### 3 SEC. 103. STUDY OF TEACHER PREPARATION.

- 4 Within six months after the date of enactment of this
- 5 Act, the Comptroller General shall conduct a study of and
- 6 submit to Congress a report on—
- 7 (1) which States and which institutions of high8 er education require passage on State teacher licen9 sure exams in order for candidates to be admitted
  10 to a teacher preparation program or to declare an
  11 education major;
  - (2) which States and which institutions of higher education award diplomas, degrees, or other certificates to students in any subject area, but subsequently only consider them to have successfully completed a teacher preparation or other education program if they pass one or more State licensure exams;
  - (3) which States and which institutions of higher education award diplomas, degrees, or other certificates to students in education or teaching, but subsequently only consider them to have successfully completed a teacher preparation or education program if they pass one or more State licensure exams;

1	(4) the extent to which States and institutions
2	of higher education, through means other than (1),
3	(2), or (3), are, for the purposes of section
4	207(f)(1)(A) of the Higher Education Act of 1965
5	(20 U.S.C. 1027(f)(1)(A)), treating as completing
6	their teacher preparation programs only those stu-
7	dents who pass State teacher licensure or certifi-
8	cation assessments;
9	(5) the extent to which the practices described
10	in paragraphs (1) through (4) may mislead or in-
11	completely inform students and policymakers con-
12	cerning the quality of such teacher preparation pro-
13	grams; and
14	(6) what assistance, if any, the States or insti-
15	tutions described in paragraphs (1) through (4) give
16	to enrolled students and graduates who take but do
17	not pass one or more teacher licensing exams.
18	TITLE II—STUDENT LOAN
19	FORGIVENESS
20	SEC. 201. CANCELLATION OF STUDENT LOAN INDEBTED
21	NESS FOR SPOUSES, SURVIVING JOINT DEBT-
22	ORS, AND PARENTS.
23	(a) Definitions.—For purposes of this section:
24	(1) ELIGIBLE PUBLIC SERVANT.—The term "el-
25	igible public servant" means an individual who—

1	(A) served as a police officer, firefighter,
2	other safety or rescue personnel, or as a mem-
3	ber of the Armed Forces; and
4	(B) died (or dies) or became (or becomes)
5	permanently and totally disabled due to injuries
6	suffered in the terrorist attack on September
7	11, 2001;
8	as determined in accordance with regulations of the
9	Secretary.
10	(2) Eligible victim.—The term "eligible vic-
11	tim" means an individual who died (or dies) or be-
12	came (or becomes) permanently and totally disabled
13	due to injuries suffered in the terrorist attack on
14	September 11, 2001, as determined in accordance
15	with regulations of the Secretary.
16	(3) Eligible Parent.—The term "eligible
17	parent" means the parent of an eligible victim if—
18	(A) the parent owes a Federal student loan
19	that is a consolidation loan that was used to
20	repay a PLUS loan incurred on behalf of such
21	eligible victim; or
22	(B) the parent owes a Federal student loan
23	that is a PLUS loan incurred on behalf of an
24	eligible victim who became (or becomes) perma-
25	nently and totally disabled due to injuries suf-

1	fered in the terrorist attack on September 11,
2	2001.
3	(4) Secretary.—The term "Secretary" means
4	the Secretary of Education.
5	(5) Federal Student Loan.—The term
6	"Federal student loan" means any loan made, in-
7	sured, or guaranteed under part B, D, or E of title
8	IV of the Higher Education Act of 1965.
9	(b) Relief From Indebtedness.—
10	(1) In general.—The Secretary shall provide
11	for the discharge or cancellation of—
12	(A) the Federal student loan indebtedness
13	of the spouse of an eligible public servant, as
14	determined in accordance with regulations of
15	the Secretary, including any consolidation loan
16	that was used jointly by the eligible public serv-
17	ant and his or her spouse to repay the Federal
18	student loans of the spouse and the eligible
19	public servant;
20	(B) the portion incurred on behalf of the
21	eligible victim (other than an eligible public
22	servant), of a Federal student loan that is a
23	consolidation loan that was used jointly by the
24	eligible victim and his or her spouse, as deter-

mined in accordance with regulations of the

1	Secretary, to repay the Federal student loans of
2	the eligible victim and his or her spouse;
3	(C) the portion of the consolidation loan
4	indebtedness of an eligible parent that was in-
5	curred on behalf of an eligible victim; and
6	(D) the PLUS loan indebtedness of an eli-
7	gible parent that was incurred on behalf of an
8	eligible victim.
9	(2) Method of discharge or cancella-
10	TION.—A loan required to be discharged or canceled
11	under paragraph (1) shall be discharged or canceled
12	by the method used under section 437(a), 455(a)(1),
13	or $464(c)(1)(F)$ of the Higher Education Act of
14	1965 (20 U.S.C. $1087(a)$ , $1087e(a)(1)$ ,
15	1087dd(c)(1)(F)), whichever is applicable to such
16	loan.
17	(c) Facilitation of Claims.—The Secretary
18	shall—
19	(1) establish procedures for the filing of appli-
20	cations for discharge or cancellation under this sec-
21	tion by regulations that shall be prescribed and pub-
22	lished within 90 days after the date of enactment of
23	this Act and without regard to the requirements of
24	section 553 of title 5. United States Code: and

1	(2) take such actions as may be necessary to
2	publicize the availability of discharge or cancellation
3	of Federal student loan indebtedness under this sec-
4	tion.
5	(d) Availability of Funds for Payments.—
6	Funds available for the purposes of making payments to
7	lenders in accordance with section 437(a) for the dis-
8	charge of indebtedness of deceased or disabled individuals
9	shall be available for making payments under section
10	437(a) to lenders of loans as required by this section.
11	(e) APPLICABLE TO OUTSTANDING DEBT.—The pro-
12	visions of this section shall be applied to discharge or can-
13	cel only Federal student loans (including consolidation
14	loans) on which amounts were owed on September 11,
15	2001. Nothing in this section shall be construed to author-
16	ize any refunding of any repayment of a loan.
17	TITLE III—OPPORTUNITIES FOR
18	HIGHER EDUCATION VIA
19	TELECOMMUNICATIONS
20	SEC. 301. EXCEPTION TO 50 PERCENT CORRESPONDENCE
21	COURSE LIMITATIONS.
22	(a) Definition of Institution of Higher Edu-
23	CATION FOR TITLE IV PURPOSES.—Section 102(a) (20
24	U.S.C. 1002(a)) is amended by adding at the end the fol-
25	lowing new paragraph:

1	"(7) Exception to limitation based on
2	COURSE OF STUDY.—
3	"(A) Exception.—Courses offered via
4	telecommunications (as defined in section
5	484(l)(4)) shall not be considered to be cor-
6	respondence courses for purposes of subpara-
7	graph (A) or (B) of paragraph (3) for any insti-
8	tution that—
9	"(i) is participating in either or both
10	of the loan programs under part B or D of
11	title IV on the date of enactment of the
12	Fed Up Higher Education Technical
13	Amendments Act of 2003;
14	"(ii) has a cohort default rate (as de-
15	termined under section 435(m)) for each of
16	the 3 most recent fiscal years for which
17	data are available that is less than 10 per-
18	cent; and
19	"(iii)(I) has notified the Secretary, in
20	a form and manner prescribed by the Sec-
21	retary (including such information as the
22	Secretary may require to meet the require-
23	ments of subclause (II)), of the election by
24	such institution to qualify as an institution

1	of higher education by means of the provi-
2	sions of this paragraph; and
3	"(II) the Secretary has not, within 90
4	days after such notice, and the receipt of
5	any information required under subclause
6	(i), notified the institution that the election
7	by such institution would pose a significant
8	risk to Federal funds and the integrity of
9	programs under title IV.
10	"(B) Loss of eligibility for cohort
11	DEFAULT RATE.—If an institution qualifies for
12	the exception provided by subparagraph (A),
13	but has a cohort default rate for a subsequent
14	fiscal year that equals or exceeds 10 percent,
15	such institution shall cease to be qualified for
16	such exception at the end of the award year in
17	which that cohort default rate was released.".
18	(b) Definition of Eligible Student.—Section
19	484(l)(1) (20 U.S.C. $1091(l)(1)$ ) is amended by adding
20	at the end the following new subparagraph:
21	"(C) Exception to 50 percent limita-
22	TION.—
23	"(i) Exception.—Notwithstanding
24	the 50 percent limitation in subparagraph
25	(A), a student enrolled in a course of in-

1	struction described in such subparagraph
2	shall not be considered to be enrolled in
3	correspondence courses if the student is
4	enrolled in an institution that—
5	"(I) is participating in either or
6	both of the loan programs under part
7	B or D of title IV on the date of en-
8	actment of the Fed Up Higher Edu-
9	cation Technical Amendments Act of
10	2003;
11	"(II) has a cohort default rate
12	(as determined under section 435(m))
13	for each of the 3 most recent fiscal
14	years for which data are available that
15	is less than 10 percent; and
16	"(III)(aa) has notified the Sec-
17	retary, in form and manner prescribed
18	by the Secretary (including such in-
19	formation as the Secretary may re-
20	quire to meet the requirements of sub-
21	clause (II)), of the election by such in-
22	stitution to qualify its students as eli-
23	gible students by means of the provi-
24	sions of this subparagraph; and

"(bb) the Secretary has not,
within 90 days after such notice, and
the receipt of any information required under subclause (I), notified
the institution that the election by
such institution would pose a significant risk to Federal funds and the integrity of programs under title IV.

"(ii) Loss of Eligibility for co-HORT DEFAULT RATE.—If an institution qualifies for the exception provided by clause (i), but has a cohort default rate for a subsequent fiscal year that equals or exceeds 10 percent, such institution shall cease to be qualified for such exception at the end of the award year in which that cohort default rate was released.".

#### 18 SEC. 302. EVALUATION AND REPORT.

#### (a) Information From Institutions.—

(1) Institutions covered by requirements.—The requirements of paragraph (2) apply to any institution of higher education that has notified the Secretary of Education of an election to qualify for the exception to limitation based on course of study in section 102(a)(7) of the Higher Education

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1	Act of 1965 (20 U.S.C. 1002(a)(7)) or the exception
2	to the 50 percent limitation in section $484(l)(1)(C)$
3	of such Act (20 U.S.C. $1091(l)(1)(C)$ ).
4	(2) REQUIREMENTS.—Any institution of higher
5	education to which this paragraph applies shall com-
6	ply, on a timely basis, with the Secretary of Edu-
7	cation's reasonable requests for information or
8	changes in—
9	(A) the amount or method of instruction
10	offered;
11	(B) the types of programs or courses of-
12	fered;
13	(C) enrollment by type of program or
14	course;
15	(D) the amount and types of grant, loan
16	or work assistance provided under title IV of
17	the Higher Education Act of 1965 that is re-
18	ceived by students enrolled in programs con-
19	ducted in nontraditional formats; and
20	(E) outcomes for students enrolled in such
21	courses or programs.
22	(b) REPORT BY SECRETARY REQUIRED.—The Sec-
23	retary of Education shall conduct by grant or contract a
24	study of, and by March 31, 2005, submit to the Congress,
25	a report on—

1	(1) the effect that the amendments made by
2	section 301 of this Act have had on—
3	(A) the ability of institutions of higher
4	education to provide distance learning opportu-
5	nities to students; and
6	(B) program integrity;
7	(2) with respect to distance education or cor-
8	respondence education courses at institutions of
9	higher education to which the information require-
10	ments of subsection (a)(2) apply, changes from year-
11	to-year in—
12	(A) the amount or method of instruction
13	offered and the types of programs or courses of-
14	fered;
15	(B) the number and type of students en-
16	rolled in distance education or correspondence
17	education courses;
18	(C) the amount of student aid provided to
19	such students, in total and as a percentage of
20	the institution's revenue; and
21	(D) outcomes for students enrolled in dis-
22	tance education or correspondence education
23	courses, including graduation rates, job place-
24	ment rates, and loan delinquencies and defaults;
25	and

1 (3) any further improvements that should be 2 made to the provisions amended by section 301 of 3 this Act (and related provisions), in order to accom-4 modate nontraditional educational opportunities in 5 the Federal student assistance programs while en-6 suring the integrity of those programs.

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