109TH CONGRESS 1ST SESSION

H. R. 3802

To provide student loan forgiveness to the surviving spouses and parents of the victims of Hurricane Katrina.

IN THE HOUSE OF REPRESENTATIVES

September 15, 2005

Mrs. McCarthy (for herself, Mr. George Miller of California, Mr. Pascrell, Ms. Linda T. Sánchez of California, Mr. Israel, Mr. Bishop of New York, Mr. Miller of North Carolina, Ms. Schwartz of Pennsylvania, Mr. Brady of Pennsylvania, Mr. Watt, Mr. Payne, Mr. Jefferson, Mr. Hinojosa, Mr. Davis of Illinois, Mr. Kildee, and Mr. Owens) introduced the following bill; which was referred to the Committee on Education and the Workforce

A BILL

To provide student loan forgiveness to the surviving spouses and parents of the victims of Hurricane Katrina.

- 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.
- 4 This Act may be cited as the "Hurricane Katrina
- 5 Surviving Spouse Student Loan Relief Act".
- 6 SEC. 2. CANCELLATION OF STUDENT LOAN INDEBTEDNESS
- 7 FOR SPOUSES AND PARENTS.
- 8 (a) Definitions.—For purposes of this section:

- 1 (1) ELIGIBLE VICTIM.—The term "eligible vic2 tim" means an individual who died (or dies) or be3 came (or becomes) permanently and totally disabled
 4 due to injuries caused by Hurricane Katrina, or
 5 caused by the flood or other consequences of Hurri6 cane Katrina, as determined in accordance with reg7 ulations prescribed by the Secretary.
 - (2) ELIGIBLE SPOUSE.—The term "eligible spouse" means the spouse of an eligible victim.
 - (3) ELIGIBLE PARENT.—The term "eligible parent" means an individual who is the parent of an eligible victim and who is the borrower of a Federal PLUS loan under section 428B, or a Federal Direct PLUS loan under part D of title IV, of the Higher Education Act of 1965, that was obtained and used for the cost of attendance of such eligible victim. Such an individual is an eligible parent for purposes of this Act only with repect to the amounts owed on such loan.
 - (4) Secretary.—The term "Secretary" means the Secretary of Education.
 - (5) FEDERAL STUDENT LOAN.—The term "Federal student loan" means any loan made, insured, or guaranteed under part B, D, or E of title IV of the Higher Education Act of 1965.

- 1 (b) In General.—The Secretary shall provide for
- 2 the discharge or cancellation of the Federal student loan
- 3 indebtedness of an eligible spouse or an eligible parent in
- 4 the same manner that the Federal student loan indebted-
- 5 ness of an eligible victim is required to be discharged or
- 6 canceled under sections 437(a), 455(a)(1), and
- 7 464(c)(1)(F) of the Higher Education Act of 1965 (20)
- 8 U.S.C. 1087(a), 1087e(a)(1), 1087dd(c)(1)(F), as the
- 9 case may be. Such discharge or cancellation shall apply
- 10 to the principal and accrued unpaid interest outstanding
- 11 on the date of the injury causing the death or disability
- 12 of the eligible victim.
- 13 (c) Facilitation of Claims.—The Secretary
- 14 shall—
- 15 (1) by regulation, establish procedures for the
- filing of applications for discharge or cancellation
- under this section, which regulations shall be pre-
- scribed and published within 30 days after the date
- of enactment of this Act and without regard to the
- requirements of section 553 of title 5, United States
- 21 Code; and
- 22 (2) take such actions as may be necessary to
- publicize the availability of discharge or cancellation
- of Federal student loan indebtedness for eligible
- spouses and eligible parents under this section.

- 1 (d) Availability of Funds for Payments.—
- 2 Funds available for the purposes of making payments to
- 3 lenders in accordance with section 437(a) for the dis-
- 4 charge of indebtedness of eligible victims shall be available
- 5 for making payments under section 437(a) to the spouses
- 6 and parents of such individuals as required by this section.
- 7 (e) No Delay in Regulations.—Sections 482(c)
- 8 and 492 of the Higher Education Act of 1965 (20 U.S.C.
- 9 1089(c), 1098a) shall not apply to the regulations re-
- 10 quired by this section.

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