AMENDMENT TO THE RULES COMMITTEE PRINT
OF H.R. 1911
OFFERED BY MS. EDDIE BERNICE JOHNSON OF
TEXAS

Redesignate section 3 as section 4, and insert after section 2 the following:

SEC. 3. EXPANDED PAY AS YOU EARN.

(a) INCOME-BASED REPAYMENT TERMS.—

(1) AMENDMENT.—Section 493C of the Higher Education Act of 1965 (20 U.S.C. 1098e) is amended—

(A) in subsection (a)(3)(B), by striking “15 percent” and inserting “10 percent”; (B) in subsection (b)(7)(B), by striking “25 years” and inserting “20 years”; and (C) by striking subsection (e).

(2) APPLICABILITY.—The amendments made by paragraph (1) shall apply with respect to all borrowers participating in income-based repayment under section 493C of the Higher Education Act of 1965 (20 U.S.C. 1098e) before, on, and after the date of the enactment of this Act.

(b) APPLICATION OF SAVINGS.—
(1) IN GENERAL.—Any reduction of Federal expenditures in an award year resulting from the amendments made by section 2 of this Act shall be used first to fully offset any increase in Federal expenditures resulting from the amendments made by subsection (a)(1).

(2) DETERMINATION OF SAVINGS.—For each award year beginning on or after the date of enactment of this Act, the Director of the Office of Management and Budget, in consultation with the Secretary of Education, shall determine the amount of the reduction and increase of Federal expenditures described in paragraph (1) for such award year.

(3) DEFINITION.—For purposes of this subsection, the term “award year” has the meaning given the term in section 481(a) of the Higher Education Act of 1965 (20 U.S.C. 1088(a)).