AMENDMENT TO RULES COMMITTEE PRINT 116–57

OFFERED BY MR. TAKANO OF CALIFORNIA

At the end of subtitle F of title V, add the following new section:

SEC. 5. LIMITATION ON ELIGIBILITY OF FOR-PROFIT INSTITUTIONS TO PARTICIPATE IN EDUCATIONAL ASSISTANCE PROGRAMS OF THE DEPARTMENT OF DEFENSE.

(a) IN GENERAL.—Section 2006a of title 10, United States Code, is amended—

(1) in subsection (b)—

(A) in paragraph (3), by striking “and” at the end;

(B) in paragraph (4), by striking the period at the end and inserting “; and”; and

(C) by adding at the end the following new paragraph:

“(5) in the case of program offered by a proprietary institution of higher education, the institution derives not less than ten percent of such institution’s revenues from sources other than Federal edu-
cational assistance funds as required under sub-
section (e).”.

(2) by redesignating subsection (c) as sub-
section (d);

(3) by inserting after subsection (b) the fol-
lowing new subsection:

“(c) LIMITATION ON PARTICIPATION OF PROPRI-
ETARY INSTITUTIONS.—The Secretary of Defense may
not approve an educational program offered by a propri-
etary institution of higher education, and no educational
assistance under a Department of Defense educational as-
sistance program or authority covered by this section may
be provided to such an institution, unless the institution
derives not less than ten percent of such institution’s reve-
nues from sources other than Federal educational assist-
ance funds.”;

(4) in subsection (d), as so redesignated, by
adding at the end the following new paragraphs:

“(3) The term ‘Federal educational assistance
funds’ means any Federal funds provided under this
title, the Higher Education Act of 1965 (20 U.S.C.
1001 et seq.), or any other Federal law, through a
grant, contract, subsidy, loan, guarantee, insurance,
or other means to a proprietary institution of higher
education, including Federal financial assistance
that is disbursed or delivered to an institution or on behalf of a student or to a student to be used to attend the institution, except that such term shall not include any monthly housing stipend provided under the Post-9/11 Educational Assistance Program under chapter 33 of title 38.

“(4) The term ‘proprietary institution of higher education’ has the meaning given that term in section 102(b) of the Higher Education Act of 1965 (20 U.S.C. 1002(b)).”.

(b) EFFECTIVE DATE.—The amendment made by subsection (a) shall take effect 180 days after the date of the enactment of this Act.