

**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:

1 **SEC. 5\_\_\_ . LIMITATION ON ELIGIBILITY OF FOR-PROFIT IN-**  
2 **STITUTIONS TO PARTICIPATE IN EDU-**  
3 **CATIONAL ASSISTANCE PROGRAMS OF THE**  
4 **DEPARTMENT OF DEFENSE.**

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

7 (1) in subsection (b)—

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

10 (B) in paragraph (4), by striking the pe-  
11 riod at the end and inserting “; and”; and

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

14 “(5) in the case of program offered by a propri-  
15 etary institution of higher education, the institution  
16 derives not less than ten percent of such institution’s  
17 revenues from sources other than Federal edu-

1           cational assistance funds as required under sub-  
2           section (c).”.

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

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

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

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

19          “(3) The term ‘Federal educational assistance  
20          funds’ means any Federal funds provided under this  
21          title, the Higher Education Act of 1965 (20 U.S.C.  
22          1001 et seq.), or any other Federal law, through a  
23          grant, contract, subsidy, loan, guarantee, insurance,  
24          or other means to a proprietary institution of higher  
25          education, including Federal financial assistance

1       that is disbursed or delivered to an institution or on  
2       behalf of a student or to a student to be used to at-  
3       tend the institution, except that such term shall not  
4       include any monthly housing stipend provided under  
5       the Post-9/11 Educational Assistance Program  
6       under chapter 33 of title 38.

7               “(4) The term ‘proprietary institution of higher  
8       education’ has the meaning given that term in sec-  
9       tion 102(b) of the Higher Education Act of 1965  
10       (20 U.S.C. 1002(b)).”.

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

