

AMENDMENT TO H.R. 1635
OFFERED BY MRS. TORRES OF CALIFORNIA

After section 5, insert the following:

1 **SEC. ____ . DISCHARGE OF LOANS PURSUANT TO CLOSURE**
2 **OF INSTITUTION.**

3 Section 437(c) of the Higher Education Act of 1965
4 (20 U.S.C. 1087(c)) is amended by adding at the end the
5 following:

6 “(6) **TIMING REQUIREMENT FOR DISCHARGE OF**
7 **LOANS DUE TO CLOSURE.**—In the case of a borrower
8 who received, on or after January 1, 1986, a loan
9 made, insured, or guaranteed under this part and
10 the student borrower, or the student on whose behalf
11 a parent borrowed, is unable to complete the pro-
12 gram in which such student is enrolled due to the
13 closure of the institution, the Secretary shall dis-
14 charge the borrower’s liability on the loan under
15 paragraph (1) not later than 120 days after such
16 closure.”.

