

**AMENDMENT TO H.R. 1635**  
**OFFERED BY MR. WELCH OF VERMONT**

After section 5 insert the following new section:

1 **SEC. \_\_\_\_.** **DISCLOSURES REQUIRED DURING LOAN REPAY-**  
2 **MENT.**

3 (a) **CONTRACTOR REQUIRED DISCLOSURES.**—Section  
4 455(p) of the Higher Education Act of 1965 (20 U.S.C.  
5 1087e(p)) is amended—

6 (1) by striking “Each institution” and inserting  
7 the following:

8 “(1) **IN GENERAL.**—Each institution”; and

9 (2) by adding at the end the following:

10 “(2) **ANNUAL REQUIRED DISCLOSURES.**—

11 “(A) **ANNUAL DISCLOSURE.**—In addition  
12 to the disclosures required under paragraph (1),  
13 each contractor described in such paragraph  
14 shall provide the borrower of a loan made under  
15 this part with a disclosure each year in which  
16 a payment is due to such contractor on such  
17 loan that includes—

18 “(i) a description of the repayment  
19 plans available to the borrower, including

1           how the borrower should request a change  
2           in repayment plan;

3           “(ii) a description of repayment plans  
4           available to public service employees;

5           “(iii) a general description of the  
6           terms and conditions under which the bor-  
7           rower may obtain full or partial forgiveness  
8           or cancellation of the principal and interest  
9           of a loan made under this part;

10          “(iv) with respect to—

11                 “(I) a borrower repaying a loan  
12                 under an income contingent repay-  
13                 ment plan under subsection (e), a re-  
14                 minder to provide the Secretary the  
15                 income information necessary to de-  
16                 termine the borrower’s annual repay-  
17                 ment obligation under such sub-  
18                 section; and

19                 “(II) a borrower repaying a loan  
20                 under an income-based repayment  
21                 plan under section 493C, a reminder  
22                 to provide the Secretary with the in-  
23                 come information necessary to deter-  
24                 mine the borrower’s annual repayment  
25                 obligation under such section; and

1           “(v) recommendations on where to ob-  
2           tain more detailed information on repay-  
3           ment plans and loan forgiveness, including  
4           a link to the appropriate page of the  
5           website of the Department with respect to  
6           such information.

7           “(B) REQUIREMENTS.—The information  
8           included in a disclosure required under sub-  
9           paragraph (A) shall—

10           “(i) be provided to the borrower of a  
11           loan made under this part not later than  
12           March 1 of each year in which a payment  
13           is due on such loan;

14           “(ii) be correctly labeled to indicate  
15           that such information is available from the  
16           Department;

17           “(iii) not be labeled to indicate that  
18           such information is created by the con-  
19           tractor; and

20           “(iv) to the extent practicable, be dis-  
21           seminated in both physical and electronic  
22           form to the borrower.

23           “(C) CONSUMER TESTED INFORMATION.—  
24           The Secretary shall ensure that the Department  
25           information provided to borrowers under sub-

1 paragraph (A)(iii) is consumer tested and up-  
2 dated periodically.”.

3 (b) DEPARTMENT GUIDANCE.—Not later than 180  
4 days after the date of the enactment of this Act, the Sec-  
5 retary shall issue guidance with respect to the information  
6 required to be disclosed under paragraph (2) of section  
7 455(p) of the Higher Education Act of 1965 (20 U.S.C.  
8 1087e(p)), as amended by this section.

