

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 2886

To amend the Higher Education Act of 1965 to exempt Federal Family Education Loans from the Federal Trade Commission's holder rule.

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## IN THE HOUSE OF REPRESENTATIVES

AUGUST 5, 1993

Mr. GOODLING (for himself, Mr. FAWELL, Mr. SANTORUM, and Mr. DEUTSCH) introduced the following bill; which was referred jointly to the Committees on Education and Labor and Energy and Commerce

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## A BILL

To amend the Higher Education Act of 1965 to exempt Federal Family Education Loans from the Federal Trade Commission's holder rule.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. AMENDMENT TO THE HIGHER EDUCATION ACT**  
4 **OF 1965.**

5 Section 433 of the Higher Education Act of 1965 (20  
6 U.S.C. 1083) is amended by adding at the end the follow-  
7 ing new subsection:

8 “(f) LOANS NOT SUBJECT TO FEDERAL TRADE  
9 COMMISSION HOLDER RULE.—No loan made under this

1 part shall be subject to the regulation regarding preserva-  
2 tion of consumer's claims and defenses prescribed by the  
3 Federal Trade Commission pursuant to section 5 of the  
4 Federal Trade Commission Act (15 U.S.C. 45; 16 C.F.R.  
5 433.1).”.

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