

105TH CONGRESS
1ST SESSION

H. R. 2311

To amend section 435(d)(1)(A)(ii) of the Higher Education Act of 1965
with respect to the definition of an eligible lender.

IN THE HOUSE OF REPRESENTATIVES

JULY 30, 1997

Mr. BOB SCHAFFER (for himself, Mr. CUNNINGAM, Ms. DEGETTE, Mr. HEFLEY, Mr. MCINNIS, Mr. DAN SCHAEFER of Colorado, and Mr. SKAGGS) introduced the following bill; which was referred to the Committee on Education and the Workforce

A BILL

To amend section 435(d)(1)(A)(ii) of the Higher Education Act of 1965 with respect to the definition of an eligible lender.

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. SHORT TITLE.**

4 This Act maybe cited as the “Kid’s Bank Act.”

5 **SEC. 2. DEFINITION OF ELIGIBLE LENDER.**

6 Section 435(d)(1)(A)(ii) of the Higher Education Act
7 of 1965 (20 U.S.C. 1085(d)(1)(A)(ii)) is amended—

8 (1) in subclause (I), by striking “or” after
9 “1992,”; and

1 (2) by striking the semicolon at the end and in-
2 serting “, or (III) it is a bank that is a wholly owned
3 subsidiary of a nonprofit foundation, the foundation
4 is described in section 501(c)(3) of the Internal Rev-
5 enue Code of 1986 and exempt from taxation under
6 section 501(a) of such Code, and the bank makes
7 loans under this part only to undergraduate students
8 who are age 22 or younger and has a portfolio of
9 such loans that is not more than \$10,000,000;”.

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