

116TH CONGRESS
1ST SESSION

H. R. 3674

To amend the Higher Education Act of 1965 to eliminate origination fees
for Federal Direct Loans.

IN THE HOUSE OF REPRESENTATIVES

JULY 10, 2019

Mrs. DAVIS of California (for herself, Mr. SMUCKER, and Ms. DAVIDS of Kansas) introduced the following bill; which was referred to the Committee on Education and Labor

A BILL

To amend the Higher Education Act of 1965 to eliminate
origination fees for Federal Direct Loans.

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 may be cited as the “Eliminating the Hid-
5 den Student Loan Tax Act”.

6 **SEC. 2. ELIMINATION OF ORIGINATION FEES FOR FEDERAL**
7 **DIRECT LOANS.**

8 (a) SENSE OF CONGRESS.—It is the sense of Con-
9 gress that no origination fees should be charged on any
10 future Federal Direct Loans.

1 (b) REPEAL OF ORIGINATION FEES.—Subsection (c)
2 of section 455 of the Higher Education Act of 1965 (20
3 U.S.C. 1087e(c)) is repealed.

4 (c) EFFECTIVE DATE.—The amendment made by
5 subsection (b) shall apply with respect to loans made
6 under part D of title IV of the Higher Education Act of
7 1965 (20 U.S.C. 1087a et seq.) for which the first dis-
8 bursement of principal is made, or, in the case of a Fed-
9 eral Direct Consolidation Loan, the application is received,
10 on or after July 1, 2020.

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