

116TH CONGRESS
1ST SESSION

H. R. 4241

To amend the Higher Education Act of 1965 to rename master promissory notes for loans made under part D to student loan contracts.

IN THE HOUSE OF REPRESENTATIVES

SEPTEMBER 6, 2019

Ms. UNDERWOOD (for herself, Mr. LEVIN of California, and Mrs. LURIA) 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 rename master promissory notes for loans made under part D to student loan contracts.

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 “Student Loan Contract
5 Act of 2019”.

6 **SEC. 2. STUDENT LOAN CONTRACT AND LOAN DISCLO-**
7 **SURES.**

8 (a) STUDENT LOAN CONTRACT.—Section
9 432(m)(1)(D) of the Higher Education Act of 1965 (20

1 U.S.C. 1082(m)(1)(D)) is amended by adding at the end
2 the following:

3 “(iv) STUDENT LOAN CONTRACT.—

4 “(I) IN GENERAL.—Any master
5 promissory note form described in this
6 subparagraph that is developed or
7 used for loans made under part D for
8 periods of enrollment beginning on or
9 after the date of enactment of the
10 Student Loan Contract Act of 2019
11 shall be referred to as a ‘student loan
12 contract’.

13 “(II) CLARIFICATION ON USE.—

14 A student loan contract for loans
15 made under part D for a student shall
16 only be used with respect to loans
17 made under part D for the periods of
18 enrollment that are in the same award
19 year for which the initial loans for
20 which the contract is used were
21 made.”.

22 (b) CONFORMING AMENDMENTS.—Section
23 485(l)(2)(B) of the Higher Education Act of 1965 (20
24 U.S.C. 1092(l)(2)(B)) is amended by inserting before the

1 period at the end the following: “or the student loan con-
2 tract”.

3 (c) EFFECTIVE DATE.—The amendments made by
4 this section shall take effect with respect to academic year
5 2019–2020 and each succeeding academic year.

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