

AMENDMENT TO H.R. 3221, AS REPORTED
OFFERED BY MR. CARTER OF TEXAS

Termination of FFEL loans

Page 80, after line 22, insert the following new section (and conform the table of contents accordingly):

1 **SEC. 216. POSTPONED TERMINATION.**

2 (a) **VOLUNTARY ELECTION REQUIRED.**—Notwith-
3 standing any termination date with respect to the making
4 of loans under part B of title IV of the Higher Education
5 Act of 1965 contained in any amendment made by, or
6 other provision of, the preceding sections of this subtitle,
7 the authority to make loans under such part shall not be
8 terminated until 60 days after the Secretary of Education
9 has notified the Congress that 80 percent of all institu-
10 tions of higher education that are participating in loan
11 programs under part B or D of such title have voluntarily
12 elected to participate in, and have originated loans under,
13 the loan programs under part D of such title.

14 (b) **PROHIBITION ON INCENTIVES.**—The Secretary is
15 not authorized to offer fees, incentives, or other induce-
16 ments to any institution of higher education or its employ-
17 ees in exchange for electing to participate in, and originate
18 loans under, the loan programs under part D of such title.

1 (c) EXCEPTION.—Nothing in this section shall limit
2 or otherwise affect the amendments made by section 210
3 of this Act.

