

M__ . __ moves to recommit the bill H.R. 1911 to the Committee on Education and the Workforce with instructions to report the same back to the House forthwith, with the following amendment:

Redesignate section 3 as section 4.

Insert after section 2, the following new section:

1 **SEC. 3. PROTECTING STUDENTS FROM TEASER INTEREST**
2 **RATES THAT LEAD TO HIGHER LONG-TERM**
3 **COSTS.**

4 Nothing in this Act shall be construed to—

5 (1) authorize a student or parent borrower to
6 be charged a teaser interest rate that entices the
7 borrower with an initially low-interest rate that sub-
8 sequently skyrockets, dramatically increasing the
9 total amount of interest due on a Federal student
10 loan for the student;

11 (2) authorize an increase in the total cost of
12 postsecondary education for students;

13 (3) authorize false advertising that hides the
14 true cost of any Federal student loan to a student
15 or parent borrower, including possible interest rate
16 increases from year-to-year, the total amount of in-

1 terest that a borrower may owe on such loan, and
2 the number of years that a borrower may take to
3 repay such loan; or

4 (4) limit the authority of the Secretary of Edu-
5 cation to include in any disclosure related to interest
6 rates that the Secretary is required to provide to a
7 borrower for a loan made under part D of the High-
8 er Education Act of 1965 (20 U.S.C. 1087a) at or
9 prior to the disbursement of such loan—

10 (A) an explanation that the applicable rate
11 of interest for the loan is a variable interest
12 rate and how such variable rate may affect the
13 borrower's total cost of attending an institution
14 of higher education; or

15 (B) estimations of the total amount of in-
16 terest payments that a borrower may owe under
17 all possible interest rate scenarios under this
18 paragraph for each repayment option and
19 length of repayment that is typical for bor-
20 rowers under such Act.

