118TH CONGRESS 1ST SESSION S.

To amend the Higher Education Act of 1965 to require the standards for accreditation of an institution of higher education to assess the institution's adoption of admissions practices that refrain from preferential treatment in admissions based on an applicant's relationship to alumni of, or donors to, the institution, to authorize a feasibility study on data collection, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. YOUNG (for himself and Mr. KAINE) introduced the following bill; which was read twice and referred to the Committee on ______

A BILL

- To amend the Higher Education Act of 1965 to require the standards for accreditation of an institution of higher education to assess the institution''s adoption of admissions practices that refrain from preferential treatment in admissions based on an applicant''s relationship to alumni of, or donors to, the institution, to authorize a feasibility study on data collection, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

1	SECTION 1. SHORT TITLE.
2	This Act may be cited as the "Merit-Based Edu-
3	cational Reforms and Institutional Transparency Act" or
4	the "MERIT Act".
5	SEC. 2. ASSESSMENT OF ADMISSIONS PRACTICES.
6	(a) IN GENERAL.—
7	(1) STANDARDS FOR ACCREDITATION.—Section
8	496(a)(5) of the Higher Education Act of 1965 (20
9	U.S.C. 1099b(a)(5)) is amended—
10	(A) by redesignating subparagraphs (G),
11	(H), (I), and (J), as subparagraphs (H), (I),
12	(J), and (K), respectively;
13	(B) by inserting after subparagraph (F)
14	the following:
15	"(G) adoption of admissions practices that
16	refrain from any manner of preferential treat-
17	ment in the admission process to applicants on
18	the basis of the applicant's relationship to—
19	"(i) alumni of the institution; or
20	"(ii) donors to the institution;";
21	(C) in subparagraph (H), as redesignated
22	under subparagraph (A), by striking "and ad-
23	missions"; and
24	(D) in the flush matter at the end, by
25	striking "subparagraphs (A), (H), and (J)" and
26	inserting "subparagraphs (A), (I), and (K)".

(2) PREFERENTIAL TREATMENT DEFINITION.—
 Section 496 of the Higher Education Act of 1965
 (20 U.S.C. 1099b) is amended by adding at the end
 the following:

5 "(r) PREFERENTIAL TREATMENT.—For the purpose 6 of subsection (a)(5)(G), the term 'preferential treatment' 7 means making an admissions decision or awarding tan-8 gible education benefits where an applicant's relationship 9 with an alumni of, or donor to, the deciding institution 10 serves as the determinative factor.".

(b) RULE OF CONSTRUCTION.—Section 496(p) of the
Higher Education Act of 1965 (20 U.S.C. 1099b(p)) is
amended—

(1) by redesignating paragraphs (1) and (2) as
subparagraphs (A) and (B), respectively, and moving the margins of such subparagraphs (as so redesignated) 2 ems to the right;

18 (2) by striking "Nothing in subsection (a)(5)
19 shall be construed to restrict the ability of" and in20 serting the following:

21 "(1) IN GENERAL.—Nothing in subsection
22 (a)(5) shall be construed to restrict the ability of";
23 and

24 (3) by adding at the end of the following:

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1	"(2) DEMONSTRATED INTEREST.—Nothing in
2	subparagraph (G) of subsection $(a)(5)$ shall be con-
3	strued to prevent institutions from considering the
4	demonstrated interest of an applicant as a factor in
5	admissions decisions if—
6	"(A) the criteria for assessing dem-
7	onstrated interest are clearly defined and made
8	publicly available;
9	"(B) the applicant is provided the oppor-
10	tunity to explain why they have a demonstrated
11	interest in the institution, which may be in-
12	formed by lived experiences, values, attributes,
13	and faith; and
14	"(C) the opportunities to demonstrate in-
15	terest are equally accessible to all applicants,
16	regardless of their financial resources, alumni
17	affiliation, or donor affiliation.
18	"(3) FAITH-BASED INSTITUTIONS.—Nothing in
19	subparagraph (G) of subsection $(a)(5)$ shall be con-
20	strued to inhibit the right of a religious institution
21	to make admissions decisions consistent with the in-
22	stitution's faith-based values.".
23	(c) Report.—
24	(1) IN GENERAL.—Not later than 180 days
25	after the date of completion of the negotiated rule-

AEG23653 L6J

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1	making process under section 492 of the Higher
2	Education Act of 1965 (20 U.S.C. 1098a) with re-
3	spect to the amendments made by this section, and
4	biennially thereafter, the Secretary of Education
5	shall submit to the Committee on Health, Edu-
6	cation, Labor, and Pensions of the Senate and the
7	Committee on Education and the Workforce of the
8	House of Representatives a report that identifies the
9	efforts taken to ensure compliance with the require-
10	ments of this section and the amendments made by
11	this section, including—
12	(A) any technical assistance the Secretary
13	has provided;
14	(B) any regulatory guidance the Secretary
15	has issued; and
16	(C) any compliance monitoring the Sec-
17	retary has conducted.
18	(2) PUBLIC AVAILABILITY.—Each report de-
19	scribed under paragraph (1) shall be made available
20	to the public.
21	SEC. 3. FEASIBILITY STUDY TO IMPROVE DATA COLLEC-
22	TION.
23	(a) IN GENERAL.—Not later than 2 years after the
24	date of enactment of this Act, the Secretary of Education
25	shall explore the feasibility of working with the National

AEG23653 L6J

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Student Clearinghouse to establish a third-party method
 to collect and produce institution-level analysis of data on
 the impact of an admissions decision based on an appli cant's relationship with an alumni of, or donor to, the de ciding institution, and how such data reported to the Na tional Student Clearinghouse could be secured, while con sidering the following:

8 (1) Whether data reported to the National Stu-9 dent Clearinghouse can accurately capture the im-10 pact and prevalence of admitting students with 11 alumni or donor affiliations at various institutions.

(2) Whether institutions have clear and defined
policies regarding admitting students with alumni or
donor affiliations that can be transparently reported
to the National Student Clearinghouse.

(3) Whether this new data stream can be integrated with reporting to the Integrated Postsecondary Education Data System (IPEDS) while ensuring that the quality of data remains consistent or
improves compared to the data provided through
IPEDS.

(4) Whether reporting this new data might
alter the current interaction between institutions and
the National Student Clearinghouse.

(5) Whether reporting such data can maintain
 confidentiality, especially regarding private dona tions and donor identities, while still producing accu rate measures of institutional practices.

5 (6) Whether the National Student Clearing6 house can satisfy data reporting requirements with7 out transferring any disaggregated data that would
8 be personally identifiable to the Department of Edu9 cation.

10 (7) Whether the data can be reported in such
11 a way that it separates students with familial ties to
12 alumni from those admitted due to direct donor af13 filiations.

14 (8) Whether there's a distinction in admissions
15 criteria for legacy and donor-affiliated applicants
16 compared to traditional applicants.

(b) RULE OF CONSTRUCTION.—Nothing in this section shall be construed to authorize the development of
a nationwide database of personally identifiable information on individuals involved in studies or other collections
of data under this Act or an amendment made by this
Act.