

119TH CONGRESS
1ST SESSION

S. _____

To amend the Higher Education Act of 1965 to eliminate origination fees
on Federal Direct loans.

IN THE SENATE OF THE UNITED STATES

Mr. BANKS 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 eliminate
origination fees on 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 “Student Loan Tax
5 Elimination Act”.

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

8 (a) REPEAL OF ORIGINATION FEES.—Subsection (c)
9 of section 455 of the Higher Education Act of 1965 (20
10 U.S.C. 1087e(c)) is repealed.

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