

104TH CONGRESS
2D SESSION

S. 2054

To amend the Higher Education Act of 1965 to exempt certain small lenders from the audit requirements of the guaranteed student loan program.

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 4, 1996

Mr. COCHRAN introduced the following bill; which was read twice and referred to the Committee on Labor and Human Resources

A BILL

To amend the Higher Education Act of 1965 to exempt certain small lenders from the audit requirements of the guaranteed student loan program.

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. EXEMPTION FROM AUDIT REQUIREMENT.**

4 Section 428(b)(1)(U)(iii) of the Higher Education
5 Act of 1965 (20 U.S.C. 1078(b)(1)(U)(iii)) is amended—

6 (1) by inserting “in the case of any lender that
7 originates or holds more than \$10,000,000 in prin-
8 cipal on loans made under this part in any fiscal
9 year” before “for (I)”;

- 1 (2) in subclause (I), by inserting “such” before
2 “lender at least once”;
- 3 (3) in subclause (II), by inserting “such” before
4 “a lender that is audited”; and
- 5 (4) by striking “if the lender” and inserting “if
6 such lender”.

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