

HR 618

Student Loan Default Prevention Act

Congress: 113 (2013–2015, Ended)

Chamber: House

Policy Area: Education

Introduced: Feb 12, 2013

Current Status: Referred to the Subcommittee on Higher Education and Workforce Training.

Latest Action: Referred to the Subcommittee on Higher Education and Workforce Training. (Apr 23, 2013)

Official Text: <https://www.congress.gov/bill/113th-congress/house-bill/618>

Sponsor

Name: Rep. Michaud, Michael H. [D-ME-2]

Party: Democratic • **State:** ME • **Chamber:** House

Cosponsors (5 total)

Cosponsor	Party / State	Role	Date Joined
Del. Bordallo, Madeleine Z. [D-GU-At Large]	D · GU		Feb 12, 2013
Rep. Pingree, Chellie [D-ME-1]	D · ME		Feb 12, 2013
Rep. Price, David E. [D-NC-4]	D · NC		Feb 12, 2013
Rep. McGovern, James P. [D-MA-2]	D · MA		Feb 14, 2013
Rep. Lynch, Stephen F. [D-MA-8]	D · MA		Apr 9, 2013

Committee Activity

Committee	Chamber	Activity	Date
Education and Workforce Committee	House	Referred to	Apr 23, 2013

Subjects & Policy Tags

Policy Area:

Education

Related Bills

No related bills are listed.

Student Loan Default Prevention Act - Amends title IV (Student Assistance) of the Higher Education Act of 1965 to require the Secretary of Education, upon the request of an eligible guaranty agency, to enter into or revise a voluntary, flexible agreement with that agency to provide services to borrowers and potential borrowers of Federal Family Education Loans (FFELs) or Direct Loans (DLs).

Treats guaranty agencies as eligible to participate in such agreements if they have extensive and relevant experience and demonstrated effectiveness in providing such services.

Authorizes those guaranty agencies to provide services that include: (1) delinquency prevention and default aversion activities, (2) collecting defaulted loans, (3) monitoring institutions that participate in the DL program, (4) training financial aid officials, and (5) informational outreach to schools and students that supports access to higher education and financial literacy.

Requires the Secretary to pay fees to such agencies that are cost neutral and take into account the savings projected from the provision of such services.

Actions Timeline

- **Apr 23, 2013:** Referred to the Subcommittee on Higher Education and Workforce Training.
- **Feb 12, 2013:** Introduced in House
- **Feb 12, 2013:** Referred to the House Committee on Education and the Workforce.