

HR 3786

Student Loan Fair Prepayment Act

Congress: 114 (2015–2017, Ended)

Chamber: House

Policy Area: Education

Introduced: Oct 21, 2015

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

Latest Action: Referred to the Subcommittee on Higher Education and Workforce Training. (Mar 23, 2016)

Official Text: <https://www.congress.gov/bill/114th-congress/house-bill/3786>

Sponsor

Name: Rep. Davis, Susan A. [D-CA-53]

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

Cosponsors (6 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Peters, Scott H. [D-CA-52]	D · CA		Oct 21, 2015
Rep. Farr, Sam [D-CA-20]	D · CA		Oct 26, 2015
Rep. Hastings, Alcee L. [D-FL-20]	D · FL		Oct 26, 2015
Rep. Takano, Mark [D-CA-41]	D · CA		Oct 26, 2015
Rep. Garamendi, John [D-CA-3]	D · CA		Oct 28, 2015
Rep. Wilson, Frederica S. [D-FL-24]	D · FL		Dec 15, 2015

Committee Activity

Committee	Chamber	Activity	Date
Education and Workforce Committee	House	Referred to	Mar 23, 2016
Financial Services Committee	House	Referred To	Oct 21, 2015

Subjects & Policy Tags

Policy Area:

Education

Related Bills

No related bills are listed.

Student Loan Fair Prepayment Act

This bill amends title IV (Student Assistance) of the Higher Education Act of 1965 to require a student loan borrower's prepayment amount on a Federal Family Education Loan, Federal Direct Loan, or Federal Perkins Loan to be applied first toward outstanding fees and then, unless a borrower requests otherwise, in the following order: (1) toward the principle due on the loan with the highest interest rate, if multiple loans have different interest rates; and (2) toward the principle due on the loan with the highest balance, if multiple loans have the same interest rate.

Additionally, it amends the Truth in Lending Act to require a borrower's prepayment amount on a private education loan to be applied first toward outstanding fees and then, unless a borrower requests otherwise, in the following order: (1) toward the principle due on the loan with the highest interest rate, if multiple loans have different interest rates; and (2) toward the principle due on the loan with the highest balance, if multiple loans have the same interest rate.

Actions Timeline

- **Mar 23, 2016:** Referred to the Subcommittee on Higher Education and Workforce Training.
- **Oct 21, 2015:** Introduced in House
- **Oct 21, 2015:** Referred to the Committee on Education and the Workforce, and in addition to the Committee on Financial Services, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.