

## S 1496

### Empowering Students Through Enhanced Financial Counseling Act

**Congress:** 116 (2019–2021, Ended)

**Chamber:** Senate

**Policy Area:** Education

**Introduced:** May 15, 2019

**Current Status:** Read twice and referred to the Committee on Health, Education, Labor, and Pensions.

**Latest Action:** Read twice and referred to the Committee on Health, Education, Labor, and Pensions. (May 15, 2019)

**Official Text:** <https://www.congress.gov/bill/116th-congress/senate-bill/1496>

### Sponsor

**Name:** Sen. Warner, Mark R. [D-VA]

**Party:** Democratic • **State:** VA • **Chamber:** Senate

### Cosponsors (3 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Gardner, Cory [R-CO]	R · CO		May 15, 2019
Sen. Kaine, Tim [D-VA]	D · VA		May 15, 2019
Sen. Scott, Tim [R-SC]	R · SC		May 15, 2019

### Committee Activity

Committee	Chamber	Activity	Date
Health, Education, Labor, and Pensions Committee	Senate	Referred To	May 15, 2019

### Subjects & Policy Tags

#### Policy Area:

Education

### Related Bills

Bill	Relationship	Last Action
116 HR 4674	Related bill	<b>Dec 28, 2020:</b> Placed on the Union Calendar, Calendar No. 583.
116 HR 3101	Related bill	<b>Jun 24, 2019:</b> Referred to the Subcommittee on Nutrition, Oversight, and Department Operations.
116 HR 2129	Related bill	<b>Apr 8, 2019:</b> Referred to the House Committee on Education and Labor.

## **Empowering Students Through Enhanced Financial Counseling Act**

This bill modifies student loan counseling requirements applicable to institutions of higher education (IHEs).

Currently, an IHE must provide entrance counseling to a student who is a first-time federal student loan borrower. This bill replaces required entrance counseling with required annual financial counseling concerning information on the terms, conditions, and responsibilities of the grant or loan. Also, it expands the required recipients of such annual counseling to include, in addition to student borrowers, Pell Grant recipients and parent PLUS Loan borrowers.

In addition, the bill revises, expands, or establishes specific annual counseling information requirements for student borrowers, Pell Grant recipients, or parent PLUS Loan borrowers.

The bill revises and expands exit counseling information requirements for borrowers to include an outstanding loan balance summary, the anticipated monthly payments under standard and income-based repayment plans, an explanation of the grace period preceding repayment, the option to pay accrued interest before it capitalizes, the right to request an annual credit report, and loan servicer contact information.

It directs the Department of Education to maintain a consumer-tested online counseling tool that provides annual and exit counseling.

The Institute of Education Sciences must study the impact and effectiveness of exit counseling, annual counseling, and the online counseling tool.

## **Actions Timeline**

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- **May 15, 2019:** Introduced in Senate
- **May 15, 2019:** Read twice and referred to the Committee on Health, Education, Labor, and Pensions.