

HR 3112

For-Profit Fraud Act

Congress: 116 (2019–2021, Ended)

Chamber: House

Policy Area: Education

Introduced: Jun 5, 2019

Current Status: Referred to the Subcommittee on Economic Opportunity.

Latest Action: Referred to the Subcommittee on Economic Opportunity. (Jun 25, 2019)

Official Text: <https://www.congress.gov/bill/116th-congress/house-bill/3112>

Sponsor

Name: Rep. Waters, Maxine [D-CA-43]

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

Cosponsors

No cosponsors are listed for this bill.

Committee Activity

| Committee | Chamber | Activity | Date |
|-----------------------------------|---------|-------------|--------------|
| Armed Services Committee | House | Referred to | Jun 6, 2019 |
| Education and Workforce Committee | House | Referred To | Jun 5, 2019 |
| Veterans' Affairs Committee | House | Referred to | Jun 25, 2019 |

Subjects & Policy Tags

Policy Area:

Education

Related Bills

No related bills are listed.

For-Profit Fraud Act

This bill modifies requirements for a proprietary (i.e., for-profit) institution of higher education (IHE) to participate in federal student aid programs.

Current law requires a proprietary IHE to derive at least 10% of its revenue from sources other than federal student aid. The bill requires a proprietary IHE to derive at least 15% of its revenue from sources other than federal funds (i.e., it replaces the so-called 90/10 rule with an 85/15 rule).

The bill requires the Department of Education to notify the Department of Defense (DOD) and the Department of Veterans Affairs (VA) when a proprietary institution becomes ineligible to participate in federal student aid programs and when the institution regains such eligibility. Proprietary institutions that lose such eligibility are then ineligible to receive educational assistance from DOD or VA programs.

Actions Timeline

- **Jun 25, 2019:** Referred to the Subcommittee on Economic Opportunity.
- **Jun 6, 2019:** Referred to the Subcommittee on Military Personnel.
- **Jun 5, 2019:** Introduced in House
- **Jun 5, 2019:** Referred to the Committee on Education and Labor, and in addition to the Committees on Armed Services, and Veterans' Affairs, 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.