

S 821

Repay Act of 2021

Congress: 117 (2021–2023, Ended)

Chamber: Senate

Policy Area: Education

Introduced: Mar 18, 2021

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

Latest Action: Read twice and referred to the Committee on Health, Education, Labor, and Pensions. (Sponsor introductory remarks on measure: CR S1647) (Mar 18, 2021)

Official Text: <https://www.congress.gov/bill/117th-congress/senate-bill/821>

Sponsor

Name: Sen. Burr, Richard [R-NC]

Party: Republican • **State:** NC • **Chamber:** Senate

Cosponsors (4 total)

Cosponsor	Party / State	Role	Date Joined
Sen. King, Angus S., Jr. [I-ME]	I · ME		Mar 18, 2021
Sen. Cassidy, Bill [R-LA]	R · LA		Jun 14, 2021
Sen. Collins, Susan M. [R-ME]	R · ME		Jun 14, 2021
Sen. Portman, Rob [R-OH]	R · OH		Sep 12, 2022

Committee Activity

Committee	Chamber	Activity	Date
Health, Education, Labor, and Pensions Committee	Senate	Referred To	Mar 18, 2021

Subjects & Policy Tags

Policy Area:

Education

Related Bills

No related bills are listed.

Repay Act of 2021

This bill directs the Department of Education (ED) to carry out a simplified income-driven repayment program for new borrowers of Federal Direct Loans. *New borrower* refers to a borrower who, as of July 1, 2022, has no outstanding balance on Federal Direct Loans.

Under current law, a borrower may choose from three traditional repayment plans, including a fixed 10-year repayment plan, and five income-driven plans. Under the bill, a new borrower may choose either the fixed 10-year repayment plan or a simplified income-driven repayment plan. ED must direct servicers of loans to notify borrowers of these repayment options. ED must cancel the outstanding loan balance after a borrower makes payments under the simplified income-driven repayment plan for 20 or 25 years, depending on the balance of the loan at the time the initial repayment period began.

Further, the bill allows payments made by a borrower under the simplified income-driven repayment plan to become qualifying payments under the Public Service Loan Forgiveness program.

Finally, the Government Accountability Office must study and provide recommendations for streamlining income and employment verification and administering income-based repayment programs.

Actions Timeline

- **Mar 18, 2021:** Introduced in Senate
- **Mar 18, 2021:** Read twice and referred to the Committee on Health, Education, Labor, and Pensions. (Sponsor introductory remarks on measure: CR S1647)