AMENDMENT TO THE AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. 6951 OFFERED BY MS. ADAMS OF NORTH CAROLINA

Insert after section 225, the following (and conform the table of contents accordingly):

1 SEC. 226. PROHIBITION ON ADMINISTRATIVE OFFSET.

- 2 (a) IN GENERAL.—Part G of title IV of the Higher
- 3 Education Act of 1965 (20 U.S.C. 1088 et seq.) is amend-
- 4 ed by adding at the end the following:
- 5 "SEC. 493E. PROHIBITION ON ADMINISTRATIVE OFFSET.
- 6 "(a) IN GENERAL.—Notwithstanding any other pro-
- 7 vision of law, no claim arising from a Federal student loan
- 8 may be collected by administrative offset of any payment
- 9 described in section 3716(c)(3)(A)(i) of title 31, United
- 10 States Code.
- 11 "(b) Federal Student Loan Defined.—For pur-
- 12 poses of this section, the term 'Federal student loan'
- 13 means any Federal student loan that is made, insured, or
- 14 guaranteed under this title.".
- (b) Effective Date.—The amendment made by
- 16 subsection (a) shall apply with respect to payments made
- 17 after the date of the enactment of this Act.

