

116TH CONGRESS
1ST SESSION

S. _____

To amend the Higher Education Act of 1965 to provide for institutional shared responsibility for student loan default.

IN THE SENATE OF THE UNITED STATES

_____ introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To amend the Higher Education Act of 1965 to provide for institutional shared responsibility for student loan default.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Skin in the Game Act”.

5 **SEC. 2. INSTITUTIONS OF HIGHER EDUCATION REPAYING A**
6 **PORTION OF STUDENT LOAN DEBTS.**

7 Section 454 of the Higher Education Act of 1965 (20
8 U.S.C. 1087d) is amended by adding at the end the fol-
9 lowing:

1 “(d) INSTITUTIONS OF HIGHER EDUCATION REPAY-
2 ING A PORTION OF STUDENT LOAN DEBTS.—

3 “(1) IN GENERAL.—Each institution of higher
4 education participating in the direct student loan
5 program under this part for a fiscal year shall be
6 liable for 50 percent of any student loan balance
7 that is in default for a loan made under this part
8 that was used towards the cost of attendance at the
9 institution.

10 “(2) NO OFFSET.—An institution of higher
11 education shall not increase the costs of tuition at
12 the institution, charge any additional fee to stu-
13 dents, or otherwise increase the cost of attendance
14 at the institution in order to offset the liability of
15 the institution under paragraph (1).”.