

117TH CONGRESS
1ST SESSION

H. R. 4725

To provide for the relief of interest on certain Federal student loans.

IN THE HOUSE OF REPRESENTATIVES

JULY 27, 2021

Mr. SWALWELL (for himself, Ms. ESHOO, and Mr. MCNERNEY) introduced the following bill; which was referred to the Committee on Education and Labor

A BILL

To provide for the relief of interest on certain Federal student loans.

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 “No Student Loan In-
5 terest Act”.

6 **SEC. 2. ZERO-INTEREST RATES FOR BORROWERS OF FED-**
7 **ERAL STUDENT LOANS.**

8 (a) INTEREST RATE FOR FFEL LOANS.—Section
9 427A of the Higher Education Act of 1965 (20 U.S.C.
10 1077a) is amended by adding at the end the following:

1 “(o) ZERO-INTEREST RATES.—Notwithstanding any
2 other provision of this section or this Act, with respect
3 to any loan made, insured, or guaranteed under this part
4 for which the first disbursement is made on or before July
5 1, 2010, the applicable rate of interest shall be zero on
6 the unpaid principal balance of the loan.”.

7 (b) INTEREST RATE FOR DIRECT LOANS.—Section
8 455(b) of the Higher Education Act of 1965 (20 U.S.C.
9 1087e(b)) is amended by adding at the end the following:

10 “(11) ZERO-INTEREST RATE.—

11 “(A) NEW LOANS.—Notwithstanding the
12 preceding paragraphs of this subsection or any
13 other provision of this Act, with respect to any
14 loan made under this part for which the first
15 disbursement is made on or after July 1, 2022,
16 the applicable rate of interest shall be zero, and
17 shall be fixed for the period of the loan.

18 “(B) EXISTING LOANS.—Notwithstanding
19 the preceding paragraphs of this subsection or
20 any other provision of this Act, with respect to
21 any loan made under this part for which the
22 first disbursement is made before July 1, 2022,
23 the applicable rate of interest shall be zero on
24 the unpaid principal balance of the loan.”.

1 (c) EFFECTIVE DATE.—The amendments made by
2 this section shall take effect on July 1, 2022.

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