

**AMENDMENT TO THE AMENDMENT IN THE
NATURE OF A SUBSTITUTE
TO H.R. 9609
OFFERED BY M^RS MCBATH**

Add at the end the following:

1 SEC. 12. SERVICER ERROR RECOURSE.

2 Not later than 60 days after the date of enactment
3 of this Act, the Secretary of Education shall establish a
4 procedure to ensure that, upon receipt by the Secretary
5 of the Education or the Secretary of the Treasury of a
6 report of an error made by a servicer of a Federal student
7 loan, with respect to each outstanding Federal student
8 loan of each borrower who is affected by such error—

9 (1) the borrower shall be granted a period of
10 forbearance, beginning on the date of the report of
11 such error and renewable at 12-month intervals,
12 during which period no interest, administrative fee,
13 or other fee may be charged to the borrower on any
14 such loan; and

15 (2) no information is disclosed by the Secretary
16 or the servicer regarding the status of the borrower's

- 1 account on such a loan during the period of forbear-
- 2 ance described in paragraph (1).

