12 Revised

AMENDMENT TO H.R. 1388, AS REPORTED
OFFERED BY MR. SESTAK OF PENNSYLVANIA

In section 1404(13), strike "; and" and insert a semicolon.

In section 1404(14), strike the period and insert "; and".

At the end of section 1404 insert the following:

1 (15) by inserting after subsection (g) (as so re-
2 designated) the following:
3 "(h) TRANSFER OF EDUCATIONAL AWARDS.—
4 "(1) IN GENERAL.—An individual who is eligi-
5 ble to receive a national service educational award
6 and who is 55 and older or a Silver Scholarship
7 award as described in section 198C may transfer the
8 award to a designated individual, and the provisions
9 of this section that would otherwise apply to the in-
10 dividual who receives the award shall apply to the
11 designated individual, except that—
12 "(A) amounts refunded to the account
13 under subsection (c)(5) on behalf of a des-
14 ignated individual may be used by the Corpora-
15 tion to fund additional placements in the na-

1 tional service program in which the eligible indi-
2 vidual who transferred the national service edu-
3 cational award participated for such award; and
4 "(B) a borrower of a qualified student loan
5 (as defined in subsection (b)(7)) shall be eligible
6 to have the Corporation pay, on behalf of the
7 borrower, the interest that accrues during a pe-
8 riod for which the borrower has obtained for-
9 bearance in accordance with subsection (e), if
10 the eligible individual successfully completes the
11 eligible individual's required term of service for
12 a national service educational award and trans-
13 fers the award to the borrower as a designated
14 individual.
15 "(2) CONDITIONS FOR TRANSFER.—A national
16 service educational award may be transferred under
17 this subsection if—
18 "(A) the educational award is for service in
19 a national service program under subtitle C;
20 and
21 "(B) the eligible individual began the indi-
22 vidual's first term of service in the approved
23 service program after the individual attained
24 the age of 55.

1 "(3) DEFINITION OF DESIGNATED INDI-
2 VIDUAL.—In this subsection, the term 'designated
3 individual' is an individual—
4 "(A) whom an individual who is eligible to
5 receive a national service educational award
6 under a program described in paragraph (2)
7 designates to receive the educational award; and
8 "(B) who has opened an approved edu-
9 cational savings account if the designated indi-
10 vidual has not yet enrolled in an institution of
11 higher education.".