

# HOUSE BILL NO. 6266

June 22, 2022, Introduced by Reps. Outman, Anthony, Breen, Neeley, Scott, Kuppa, Stone, Aiyash, Ellison, Manoogian, Glanville, Cavanagh, Weiss and Sowerby and referred to the Committee on Education.

A bill to require certain institutions of higher education to make certain disclosures to students concerning their student loans; and to provide for the powers and duties of certain state and local governmental officers and entities.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 1. This act may be cited as the "student loan disclosure  
2 act".

3           Sec. 2. As used in this act, "institution of higher education"  
4 means either of the following:

1 (a) A state institution of higher education described in  
2 section 4, 5, or 6 of article VIII of the state constitution of  
3 1963.

4 (b) A public community or junior college described in section  
5 7 of article VIII of the state constitution of 1963.

6 Sec. 3. (1) For the 2022-2023 academic year and each academic  
7 year thereafter, an institution of higher education that receives  
8 federal education loan information or other student loan  
9 information regarding a student enrolled at the institution shall  
10 provide the following to the student on an annual basis at a time  
11 determined by the institution, but no later than July 1 of the  
12 academic year:

13 (a) An estimate of the total amount of federal education loans  
14 or other student loans that are disbursed by the institution taken  
15 out by the student.

16 (b) Subject to section 4, an estimate of the total payoff  
17 amount of the federal education loans or other student loans that  
18 are disbursed by the institution incurred by the student enrolled  
19 at the institution of higher education, if the loans were to go  
20 into repayment as of the date of the annual notification under this  
21 section.

22 (c) The number of years used in determining the potential  
23 total payoff amount.

24 (d) Information on how the student can access online repayment  
25 calculators.

26 (2) An institution of higher education shall provide the  
27 information described in subsection (1) to students through first-  
28 class mail, email, an online portal, or other communication  
29 protocol established by the institution, including the

1 institution's protocol for communicating grades.

2       Sec. 4. The information provided to a student under section 3  
3 may include a statement that any estimate or range provided is  
4 general in nature and not intended to be a guarantee or promise of  
5 an actual projected amount. The statement must include a disclaimer  
6 that the information provided under section 3 pertains only to  
7 federal loans disbursed at the institution of higher education that  
8 is providing the information or any loans disbursed directly from  
9 the institution.

10       Sec. 5. (1) An institution of higher education shall not incur  
11 liability for any representation made under this act.

12       (2) An institution of higher education may comply with section  
13 3 by contracting with a student loan servicer to provide the  
14 information required under section 3, if the student loan servicer  
15 provides the information required under section 3(1) in the manner  
16 required under section 3(2).