

Revised Proposed Update to Loan Limits Submitted by Jeffrey Bodimer

Add subsection (m) to read as follows:

(m) Additional Rules for Loan Limits.

(1) *Less Than Full-Time Enrollment.* Notwithstanding any provision of 34 CFR parts 682 or 685, in any case in which a student is enrolled in an eligible program at an institution on a less than a full-time basis during any academic year, as measured at the time of each disbursement, the amount of any Direct Loan that student may borrow for an academic year or its equivalent shall be reduced in direct proportion to the degree to which that student is not so enrolled on a full-time basis, rounded to the nearest whole percentage point, as follows:

$$\left(\frac{\text{number of hours enrolled for academic year}}{\text{full time hour load for program of study}} \right) \times 100 = \text{reduced annual loan limit percentage}$$

Insert after the first comma: except for non-term credit hour, clock hour, and subscription-based programs,

Rationale: Because non-term credit hour, clock hour, and subscription-based programs already account for progression before subsequent disbursements are made, such programs are already subject to sufficient safeguards against over-disbursement and adequately ensure accountability.