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(Original Signature of Member)

109TH CONGRESS  
1ST SESSION

**H. R.** \_\_\_\_\_

To preserve mathematics- and science-based industries in the United States.

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Mr. WOLF (for himself, Mr. EHLERS, and Mr. BOEHLERT) introduced the following bill; which was referred to the Committee on

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**A BILL**

To preserve mathematics- and science-based industries in the United States.

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 “Math and Science In-  
5 centive Act of 2005”.

6 **SEC. 2. FINDINGS.**

7 The Congress finds the following:



1           (1) The United States can have a secure and  
2           prosperous future only by having a robust and in-  
3           ventive scientific and technical enterprise.

4           (2) Such an enterprise will require the United  
5           States to produce more scientists and engineers.

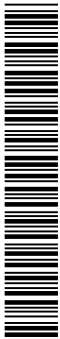
6           (3) The United States education system must  
7           do more to encourage students at every level to  
8           study science and mathematics and to pursue ca-  
9           reers related to those fields.

10          (4) The current performance of United States  
11          students in science and math lags behind their inter-  
12          national peers, and not enough students are pur-  
13          suing science and mathematics.

14          (5) The United States is still reaping the bene-  
15          fits of past investments in research and development  
16          and education, but we are drawing down that cap-  
17          ital.

18          (6) The United States needs to recommit itself  
19          to leadership in science, mathematics and engineer-  
20          ing, especially as advances are being made in such  
21          areas as nanotechnology.

22          (7) A program of loan forgiveness designed to  
23          attract students to careers in science, mathematics,  
24          engineering and technology, including teaching ca-



1       reers, can help the United States maintain its tech-  
2       nological leadership.

3       **SEC. 3. ESTABLISHMENT OF PROGRAM.**

4       (a) PROGRAM.—

5           (1) IN GENERAL.—The Secretary shall carry  
6       out a program of assuming the obligation to pay,  
7       pursuant to the provisions of this Act, the interest  
8       on a loan made, insured, or guaranteed under part  
9       B or D of title IV of the Higher Education Act of  
10      1965.

11          (2) ELIGIBILITY.—The Secretary may assume  
12      interest payments under paragraph (1) only for a  
13      borrower who—

14           (A) has submitted an application in com-  
15      pliance with subsection (d);

16           (B) obtained one or more loans described  
17      in paragraph (1) as an undergraduate student;

18           (C) is a new borrower (within the meaning  
19      of section 103(7) of the Higher Education Act  
20      of 1965 (20 U.S.C 1003(7)) on or after the  
21      date of enactment of this Act;

22           (D) is a teacher of science, technology, en-  
23      gineering or mathematics at an elementary or  
24      secondary school, or is a mathematics, science  
25      or engineering professional; and



1 (E) enters into an agreement with the Sec-  
2 retary to complete 5 consecutive years of service  
3 in a position described in subparagraph (D),  
4 starting on the date of the agreement.

5 (3) PRIOR INTEREST LIMITATIONS.—The Sec-  
6 retary shall not make any payments for interest  
7 that—

8 (A) accrues prior to the beginning of the  
9 repayment period on a loan in the case of a  
10 loan made under section 428H or a Federal Di-  
11 rect Unsubsidized Stafford Loan; or

12 (B) has accrued prior to the signing of an  
13 agreement under paragraph (2)(E).

14 (4) INITIAL SELECTION.—In selecting partici-  
15 pants for the program under this Act, the  
16 Secretary—

17 (A) shall choose among eligible applicants  
18 on the basis of—

19 (i) the national security, homeland se-  
20 curity and economic security needs of the  
21 United States, as determined by the Sec-  
22 retary, in consultation with other Federal  
23 agencies, including the Departments of  
24 Labor, Defense, Homeland Security, Com-  
25 merce, and Energy, the Central Intel-



1                   ligence Agency and the National Science  
2                   Foundation; and

3                   (ii) the academic record or job per-  
4                   formance of the applicant; and

5                   (B) may choose among eligible applicants  
6                   on the basis of—

7                   (i) the likelihood of the applicant to  
8                   complete the five-year service obligation;

9                   (ii) the likelihood of the applicant to  
10                  remain in science, mathematics or engi-  
11                  neering after the completion of the service  
12                  requirement; or

13                  (iii) other relevant criteria determined  
14                  by the Secretary.

15                  (5) AVAILABILITY SUBJECT TO APPROPRIA-  
16                  TIONS.—Loan interest payments under this Act  
17                  shall be subject to the availability of appropriations.  
18                  If the amount appropriated for any fiscal year is not  
19                  sufficient to provide interest payments on behalf of  
20                  all qualified applicants, the Secretary shall give pri-  
21                  ority to those individuals on whose behalf interest  
22                  payments were made during the preceding fiscal  
23                  year.



1           (6) REGULATIONS.—The Secretary is author-  
2           ized to prescribe such regulations as may be nec-  
3           essary to carry out the provisions of this section.

4           (b) DURATION AND AMOUNT OF INTEREST PAY-  
5           MENTS.—The period during which the Secretary shall pay  
6           interest on behalf of a student borrower who is selected  
7           under subsection (a) is the period that begins on the effec-  
8           tive date of the agreement under subsection (a)(2)(E),  
9           continues after successful completion of the service obliga-  
10          tion, and ends on the earlier of—

11           (1) the completion of the repayment period of  
12          the loan;

13           (2) payment by the Secretary of a total of  
14          \$10,000 on behalf of the borrower;

15           (3) if the borrower ceases to fulfill the service  
16          obligation under such agreement prior to the end of  
17          the 5-year period, as soon as the borrower is deter-  
18          mined to have ceased to fulfill such obligation in ac-  
19          cordance with regulations of the Secretary; or

20           (4) 6 months after the end of any calendar year  
21          in which the borrower's gross income equals or ex-  
22          ceeds 4 times the national per capita disposable per-  
23          sonal income (current dollars) for such calendar  
24          year, as determined on the basis of the National In-  
25          come and Product Accounts Tables of the Bureau of



1 Economic Analysis of the Department of Commerce,  
2 as determined in accordance with regulations pre-  
3 scribed by the Secretary.

4 (c) REPAYMENT TO ELIGIBLE LENDERS.—Subject to  
5 the regulations prescribed by the Secretary by regulation  
6 under subsection (a)(6), the Secretary shall pay to each  
7 eligible lender or holder for each payment period the  
8 amount of the interest that accrues on a loan of a student  
9 borrower who is selected under subsection (a).

10 (d) APPLICATION FOR REPAYMENT.—

11 (1) IN GENERAL.—Each eligible individual de-  
12 siring loan interest payment under this section shall  
13 submit a complete and accurate application to the  
14 Secretary at such time, in such manner, and con-  
15 taining such information as the Secretary may re-  
16 quire.

17 (2) FAILURE TO COMPLETE SERVICE AGREE-  
18 MENT.—Such application shall contain an agreement  
19 by the individual that, if the individual fails to com-  
20 plete the 5 consecutive years of service required by  
21 subsection (a)(2)(E), the individual agrees to repay  
22 the Secretary the amount of any interest paid by the  
23 Secretary on behalf of the individual.

24 (e) TREATMENT OF CONSOLIDATION LOANS.—A con-  
25 solidation loan made under section 428C of the Higher



1 Education Act of 1965, or a Federal Direct Consolidation  
2 Loan made under part D of title IV of such Act, may  
3 be a qualified loan for the purpose of this section only  
4 to the extent that such loan amount was used by a bor-  
5 rower who otherwise meets the requirements of this sec-  
6 tion to repay—

7 (1) a loan made under section 428 or 428H of  
8 such Act; or

9 (2) a Federal Direct Stafford Loan, or a Fed-  
10 eral Direct Unsubsidized Stafford Loan, made under  
11 part D of title IV of such Act.

12 (f) PREVENTION OF DOUBLE BENEFITS.—No bor-  
13 rower may, for the same service, receive a benefit under  
14 both this section and—

15 (1) any loan forgiveness program under title IV  
16 of the Higher Education Act of 1965; or

17 (2) subtitle D of title I of the National and  
18 Community Service Act of 1990 (42 U.S.C. 12571  
19 et seq.).

20 **SEC. 4. DEFINITIONS.**

21 As used in this Act—

22 (1) the term “Secretary” means the Secretary  
23 of Education; and

24 (2) the term “mathematics, science, or engi-  
25 neering professional” means a person who—





1 (A) holds a baccalaureate, masters, or doc-  
2 toral degree (a a combination thereof) in  
3 science, mathematics or engineering; and

4 (B) works in a field the Secretary deter-  
5 mines is closely related to that degree, which  
6 shall include working as a professor at a two-  
7 or four-year institution of higher education.

8 **SEC. 5. AUTHORIZATION OF APPROPRIATIONS.**

9 There are authorized to be appropriated to carry out  
10 this Act such sums as may be necessary for fiscal year  
11 2006 and for each of the 5 succeeding fiscal years.

