AMENDMENT TO THE AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. 4508 OFFERED BY MR. POLIS OF COLORADO

Strike sections 101 and 102.

In section 103, strike subsection (e).

In section 103, add at the end the following:

1	(h) DISTANCE EDUCATION.—Section 103 (20 U.S.C.
2	1003) is further amended by adding at the end the fol-
3	lowing:
4	"(28) DISTANCE EDUCATION.—
5	"(A) In general.—Except as otherwise
6	provided, the term 'distance education' means
7	education that uses one or more of the tech-
8	nologies described in subparagraph (B)—
9	"(i) to deliver instruction to students
10	who are separated from the instructor; and
11	"(ii) to support regular and sub-
12	stantive interaction between the students
13	and the instructor, synchronously or asyn-
14	chronously.

1	"(B) Inclusions.—For the purposes of
2	subparagraph (A), the technologies used may
3	include—
4	"(i) the Internet;
5	"(ii) one-way and two-way trans-
6	missions through open broadcast, closed
7	circuit, cable, microwave, broadband lines,
8	fiber optics, satellite, or wireless commu-
9	nications devices;
10	"(iii) audio conferencing; or
11	"(iv) video cassettes, DVDs, and CD-
12	ROMs, if the cassettes, DVDs, or CD-
13	ROMs are used in a course in conjunction
14	with any of the technologies listed in
15	clauses (i) through (iii).".

Strike section 426.

Strike section 481(1)(B).

Strike section 481(b)(B) of the Higher Education Act of 1965, as proposed to be amended by section 481(2) of the bill.

Strike section 485(2)(B).

Strike 490 and insert the following:

1	SEC. 490. COMPETENCY-BASED EDUCATION DEMONSTRA-
2	TION PROJECTS.
3	(a) Projects.—Part G of title IV (20 U.S.C. 1088
4	et seq.) is further amended by inserting after section 486A
5	the following:
6	"SEC. 486B. COMPETENCY-BASED EDUCATION DEMONSTRA-
7	TION PROJECTS.
8	"(a) Demonstration Projects Authorized.—
9	The Secretary shall select, in accordance with subsection
10	(d), eligible entities to voluntarily carry out competency-
11	based education demonstration projects and receive waiv-
12	ers or other flexibility described in subsection (e) to carry
13	out such projects.
14	"(b) Application.—
15	"(1) In general.—Each eligible entity desir-
16	ing to carry out a demonstration project under this
17	section shall submit an application to the Secretary,
18	at such time and in such manner as the Secretary
19	may require.
20	"(2) Outreach.—The Secretary shall, prior to
21	any deadline to submit applications under paragraph
22	(1), conduct outreach to historically Black colleges
23	and universities, Hispanic-serving institutions, Na-
24	tive American-serving, nontribal institutions, institu-
25	tions serving students with special needs, and insti-
26	tutions located in rural areas to provide those insti-

1	tutions with information on the opportunity to apply
2	to carry out a demonstration project under this sec-
3	tion.
4	"(3) Amendments.—
5	"(A) IN GENERAL.—An eligible entity that
6	has been selected to carry out a demonstration
7	project under this section may submit to the
8	Secretary amendments to the eligible entity's
9	approved application under paragraph (1), at
10	such time and in such manner as the Secretary
11	may require, which the Secretary shall approve
12	or deny within 30 days of receipt.
13	"(B) Expanding enrollment.—Not-
14	withstanding the assurance required with re-
15	spect to maximum enrollment under paragraph
16	(4)(I)—
17	"(i) an eligible entity whose dem-
18	onstration project has been evaluated
19	under subsection (g)(2) not less than twice
20	may submit to the Secretary an amend-
21	ment to the eligible entity's application
22	under paragraph (1) to increase enrollment
23	in the project to more than 3,000 students,
24	but not more than 5,000 students, and
25	which shall specify—

1	"(I) the proposed maximum en-
2	rollment or annual enrollment growth
3	for the project;
4	"(II) how the eligible entity will
5	successfully carry out the project with
6	such maximum enrollment or enroll-
7	ment growth; and
8	"(III) any other amendments to
9	the eligible entity's application under
10	paragraph (1) that are related to such
11	maximum enrollment or enrollment
12	growth; and
13	"(ii) the Secretary shall determine
14	whether to approve or deny an amendment
15	submitted under clause (i) for a dem-
16	onstration project based on the project's
17	evaluations under subsection $(g)(2)$.
18	"(4) Contents.—Each application under para-
19	graph (1) shall include—
20	"(A) a description of each competency-
21	based education program to be offered by the
22	eligible entity under the demonstration project;
23	"(B) a description of the proposed aca-
24	demic delivery, business, and financial models
25	for the demonstration project, including expla-

1	nations of how each competency-based edu-
2	cation program offered under the demonstration
3	project will—
4	"(i) result in the achievement of com-
5	petencies;
6	"(ii) differ from standard credit hour
7	approaches, in whole or in part; and
8	"(iii) result in lower costs or short-
9	ened time to the completion of a recog-
10	nized educational credential;
11	"(C) a description of how each com-
12	petency-based education program offered under
13	the demonstration project will progress a stu-
14	dent toward completion of a recognized edu-
15	cational credential;
16	"(D) a description of the meaningful role
17	of the appropriate faculty of the eligible entity
18	in the development, design, implementation, de-
19	livery, and evaluation of each such competency-
20	based education program;
21	"(E) a description of how each such com-
22	petency-based education program will provide
23	strong post-enrollment earnings and loan repay-
24	ment outcomes;

1	"(F) a description of how the eligible enti-
2	ty will articulate the transcript from a com-
3	petency-based education program offered under
4	the demonstration project to another program
5	at the eligible entity or at another institution of
6	higher education;
7	"(G) a description of the statutory and
8	regulatory requirements described in subsection
9	(e) for which the eligible entity is seeking a
10	waiver or other flexibility, and why such waiver
11	or flexibility is necessary to carry out the dem-
12	onstration project;
13	"(H) a description of how a third-party
14	will assess student learning for each com-
15	petency-based education program offered under
16	the demonstration project;
17	"(I) a description of how the eligible entity
18	will develop and evaluate the competencies and
19	assessments of student knowledge administered
20	as part of the demonstration project, including
21	how such competencies and assessments are
22	aligned with workforce needs;
23	"(J) a description of the proposal for de-
24	termining a student's Federal student aid eligi-
25	bility under this title for participating in the

1	demonstration project, the award and distribu-
2	tion of such aid, and the safeguards to ensure
3	that students are making satisfactory progress
4	that warrants the disbursement of such aid;
5	"(K) an assurance that the demonstration
6	project will enroll a minimum of 25 students
7	and a maximum of 3,000 students or, in the
8	case of an eligible entity with an application
9	amendment approved under paragraph (3)(B),
10	the maximum enrollment approved under such
11	paragraph;
12	"(L) a description of the population of stu-
13	dents to whom competency-based education
14	under the demonstration project will be offered,
15	including demographic information and prior
16	educational experience, disaggregated by stu-
17	dents who are Federal Pell Grant recipients,
18	students of color, students with disabilities, stu-
19	dents who are veterans or members of the
20	Armed Forces, and first generation college stu-
21	dents, and how such eligible entity will, when
22	appropriate, address the specific needs of each
23	such population of students when carrying out
24	the demonstration project;

1	"(M) an assurance that students partici-
2	pating in the demonstration project will not, on
3	average, be eligible for more Federal assistance
4	under this title than such students would have
5	been eligible for under a traditional program;
6	"(N) the cost of attendance for each com-
7	petency-based education program offered under
8	the demonstration project, disaggregated by
9	each of the applicable costs or allowances de-
10	scribed in paragraphs (1) through (13) of sec-
11	tion 472, and the estimated amount of the cost
12	of attendance of each such program to be cov-
13	ered by need-based grant aid and merit-based
14	grant aid from Federal, State, institutional, and
15	private sources;
16	"(O) an assurance that the eligible entity
17	will identify and disseminate best practices with
18	respect to the demonstration project to other el-
19	igible entities carrying out a demonstration
20	project under this section;
21	"(P) a description of other competency-
22	based education the eligible entity offers or
23	plans to offer outside of the demonstration
24	project;

1	"(Q) an assurance that the eligible entity
2	will use data to—
3	"(i) ensure that each competency-edu-
4	cation program under the demonstration
5	project meets the benchmarks established
6	in accordance with subsection $(c)(2)(E)$;
7	and
8	"(ii) improve each such program;
9	"(R) an assurance that the eligible entity
10	has an agreement with the accrediting agency
11	or association of the eligible entity to establish
12	the standards described in subsection (c); and
13	"(S) such other elements as the Secretary
14	may require.
15	"(c) Recognition by Accrediting Agency or As-
16	SOCIATION.—To carry out a competency-based education
17	program under a demonstration project under this section,
18	an eligible entity shall ensure that before, on, or after the
19	date of approval of the eligible entity's application under
20	subsection (b), the accrediting agency or association of the
21	eligible entity will establish the following standards with
22	respect to such competency-based education program:
23	"(1) Standards for determining whether the eli-
24	gible entity or the program requires students to
25	demonstrate competencies that are—

1	"(A) capable of being validly and reliably
2	assessed; and
3	"(B) appropriate in scope and rigor for the
4	award of the relevant recognized educational
5	credential.
6	"(2) Standards for determining whether the eli-
7	gible entity or the program demonstrate—
8	"(A) the administrative capacity and ex-
9	pertise that will ensure—
10	"(i) the validity and reliability of as-
11	sessments of competencies; and
12	"(ii) good practices in assessment and
13	measurement;
14	"(B) sufficient educational content, activi-
15	ties, and resources (including faculty sup-
16	port)—
17	"(i) to enable students to learn or de-
18	velop what is required to demonstrate or
19	attain mastery of competencies; and
20	"(ii) that are consistent with the
21	qualifications of graduates of traditional
22	programs;
23	"(C) that the quality of demonstration of
24	competence is judged at mastery for each com-

1	petency that is assessed for the award of a rec-
2	ognized educational credential;
3	"(D) a standard for the amount of learn-
4	ing that is included in a unit of competency;
5	"(E) reasonable benchmarks for gradua-
6	tion rates and the employment and earnings of
7	graduates, including placements in a field for
8	which the program prepares students, debt-to-
9	earnings ratios, loan repayment rates, and stu-
10	dent satisfaction; and
11	"(F) regular evaluation of whether the pro-
12	gram meets the benchmarks under subpara-
13	graph (E).
14	"(3) Standards for determining when to deny,
15	withdraw, suspend, or terminate the accreditation of
16	the program if the benchmarks under paragraph
17	(2)(E) are not achieved, including standards for pro-
18	viding sufficient opportunity—
19	"(A) for the eligible entity or program to
20	provide a written response regarding the failure
21	to achieve such benchmarks be considered by
22	the agency or association in the manner de-
23	scribed in section 496(a)(6)(B); and
24	"(B) for the eligible entity or program to
25	appeal any adverse action under this subpara-

1	graph before an appeals panel that meets the
2	requirements of section 496(a)(6)(C).
3	"(d) Selection.—
4	"(1) In general.—Not later than 9 months
5	after the date of enactment of this section, the Sec-
6	retary shall select not more than 100 eligible entities
7	to carry out a demonstration project under this sec-
8	tion under which at least 1 competency-based edu-
9	cation program is offered.
10	"(2) Considerations.—In selecting eligible
11	entities under paragraph (1), the Secretary shall—
12	"(A) consider the number and quality of
13	applications received;
13 14	applications received; "(B) consider an eligible entity's—
14	"(B) consider an eligible entity's—
14 15	"(B) consider an eligible entity's— "(i) ability to successfully execute the
141516	"(B) consider an eligible entity's— "(i) ability to successfully execute the demonstration project as described in the
14151617	"(i) ability to successfully execute the demonstration project as described in the eligible entity's application under sub-
14 15 16 17 18	"(i) ability to successfully execute the demonstration project as described in the eligible entity's application under subsection (b);
14 15 16 17 18 19	"(i) ability to successfully execute the demonstration project as described in the eligible entity's application under subsection (b); "(ii) commitment and ability to effective.
14 15 16 17 18 19 20	"(i) ability to successfully execute the demonstration project as described in the eligible entity's application under subsection (b); "(ii) commitment and ability to effectively finance the demonstration project;
14 15 16 17 18 19 20 21	"(i) ability to successfully execute the demonstration project as described in the eligible entity's application under subsection (b); "(ii) commitment and ability to effectively finance the demonstration project; "(iii) ability to provide administrative

1	"(iv) history of compliance with the
2	requirements of this Act;
3	"(v) commitment to work with the Di-
4	rector of the Institute of Education
5	Sciences and the Secretary to evaluate the
6	demonstration project and the impact of
7	the demonstration project under subsection
8	(g)(2); and
9	"(vi) commitment and ability to as-
10	sess student learning through a third-
11	party;
12	"(C) ensure the selection of a diverse
13	group of eligible entities with respect to size,
14	mission, student population, and geographic
15	distribution;
16	"(D) not limit the types of programs of
17	study or courses of study approved for partici-
18	pation in a demonstration project; and
19	"(E) not select an eligible entity that has
20	had, for 1 of the preceding 2 fiscal years, a co-
21	hort default rate (defined in section 435(m))
22	that is 30 percent or greater.
23	"(e) Waivers and Other Flexibility.—

1	"(1) In general.—With respect to any eligible
2	entity selected to carry out a demonstration project
3	under this section, the Secretary may—
4	"(A) waive any requirements of the provi-
5	sions of law (including any regulations promul-
6	gated under such provisions) listed in para-
7	graph (2) for which the eligible entity has pro-
8	vided a reason for waiving under subsection
9	(b)(4)(F); or
10	"(B) provide other flexibility, but not
11	waive, any requirements of the provisions of law
12	(including any regulations promulgated under
13	such provisions) listed in paragraph (3) for
14	which the eligible entity has provided a reason
15	for such flexibility under subsection (b)(4)(F).
16	"(2) Provisions eligible for waivers.—
17	The Secretary may waive subparagraphs (A) and
18	(B) of section 102(a)(3) under paragraph (1)(A).
19	"(3) Provisions eligible for flexi-
20	BILITY.—The Secretary may provide the flexibility
21	described in paragraph (1)(B) with respect to the re-
22	quirements under provisions in title I, part F of this
23	title, or this part, that inhibit the operation of a
24	competency-based education program, relating to the
25	following:

1	"(A) Documenting attendance.
2	"(B) Weekly academic activity.
3	"(C) Minimum weeks of instructional time.
4	"(D) Requirements for credit hour or clock
5	hour equivalencies.
6	"(E) Requirements for substantive inter-
7	action with faculty.
8	"(F) Definitions of the terms 'academic
9	year', 'full-time student', 'term' (including
10	'standard term', 'non-term', and 'non-standard
11	term'), 'satisfactory academic progress', 'edu-
12	cational activity', 'project of study', and 'pay-
13	ment period'.
14	"(G) Methods of disbursing student finan-
15	cial aid by institutions of higher education se-
16	lected, as of the date of enactment of this sec-
17	tion, as experimental sites under section
18	487A(b)(3) to carry out competency-based edu-
19	cation programs.
20	"(f) NOTIFICATION.—Not later than 9 months after
21	the date of enactment of this section, the Secretary shall
22	make available to the authorizing committees and the pub-
23	lic a list of eligible entities selected to carry out a dem-
24	onstration project under this section, which shall include
25	for each such eligible entity—

1	"(1) the specific waiver or other flexibility from
2	statutory or regulatory requirements offered under
3	subsection (e); and
4	"(2) a description of the competency-based edu-
5	cation programs to be offered under the project.
6	"(g) Information and Evaluation.—
7	"(1) Information.—
8	"(A) Student-level data.—Each eligi-
9	ble entity that carries out a demonstration
10	project under this section shall provide to the
11	Director of the Institute of Education Sciences
12	the student-level data for the students enrolled
13	in a program described in subparagraph
14	(C)(i)(I), the student-level data for the students
15	enrolled in a program described in subpara-
16	graph $(C)(i)(II)$, and the student-level data for
17	students enrolled in a program described in
18	subparagraph (C)(i)(III) to enable the Direc-
19	tor—
20	"(i) to determine the aggregate infor-
21	mation described in subparagraph (B) with
22	respect to each such program; and
23	"(ii) to the extent practicable, to com-
24	pare the programs using a rigorous evalua-
25	tion, such as propensity score matching.

1	"(B) Aggregate information.—For
2	purposes of the evaluation under paragraph (2),
3	the Director shall use the student-level data
4	provided under subparagraph (A) by an eligible
5	entity to determine the following information
6	with respect to each program described in sub-
7	paragraph (C)(i) offered at such eligible entity:
8	"(i) The average number of credit
9	hours students earned prior to enrollment
10	in the program, if applicable.
11	"(ii) The number and percentage of
12	students enrolled in a competency-based
13	program that are also enrolled in programs
14	of study or courses of study offered in
15	credit hours or clock hours, disaggregated
16	by student status as a first-year, second-
17	year, third-year, fourth-year, or other stu-
18	dent.
19	"(iii) The average period of time be-
20	tween the enrollment of a student in the
21	program and the first assessment of stu-
22	dent knowledge of such student.
23	"(iv) The average time to 25 percent,
24	50 percent, 75 percent, 100 percent, 150

1	percent, and 200 percent completion of a
2	recognized educational credential.
3	"(v) The percentage of assessments of
4	student knowledge that students passed on
5	the first attempt during the period of en-
6	rollment in the program.
7	"(vi) The percentage of assessments
8	of student knowledge that students passed
9	on the second attempt and the average pe-
10	riod of time between the first and second
11	attempts during the period of enrollment
12	in the program.
13	"(vii) The average number of com-
14	petencies a student acquired while enrolled
15	in a program and the period of time during
16	which the student acquired such com-
17	petencies.
18	"(viii) The number and percentage of
19	students completing the program who find
20	employment, disaggregated by number and
21	percentage of such students finding em-
22	ployment in a field related to the program.
23	"(ix) The median student earnings 1,
24	3, and 4 years after graduating from the
25	program, if available.

1	"(x) Such other information as the
2	Director may reasonably require.
3	"(C) DISAGGREGATION.—The information
4	determined under subparagraph (B) shall be
5	disaggregated as follows, provided that the
6	disaggregation of the information does not iden-
7	tify any individual student:
8	"(i) For each eligible entity that car-
9	ries out a demonstration project under this
10	section, disaggregation by—
11	"(I) the students enrolled in each
12	competency-based education program
13	under the project;
14	"(II) the students enrolled in
15	each competency-based education pro-
16	gram not being carried out under the
17	project; and
18	"(III) the students enrolled in a
19	program not described in subclause
20	(I) or (II).
21	"(ii) For each group of students de-
22	scribed in clause (i), disaggregation by age,
23	race, gender, disability status, students
24	who are Veterans or service members, first

1	generation college students, and status as
2	a recipient of a Federal Pell Grant.
3	"(D) Council.—The Director shall pro-
4	vide to Competency-Based Education Council
5	any information described in subparagraph (A)
6	or (B) (other than personally identifiable infor-
7	mation) that may be necessary for the Council
8	to carry out its duties under section 494F(e) of
9	the PROSPER Act.
10	"(2) Evaluation.—
11	"(A) IN GENERAL.—The Director, in con-
12	sultation with the Secretary and using the in-
13	formation determined under paragraph (1),
14	shall annually evaluate each eligible entity car-
15	rying out a demonstration project under this
16	section. Each evaluation shall be disaggregated
17	in accordance with subparagraph (B) and in-
18	clude—
19	"(i) the extent to which the eligible
20	entity has met the elements of its applica-
21	tion under subsection (b)(4);
22	"(ii) whether the demonstration
23	project led to reduced cost or time to com-
24	pletion of a recognized educational creden-

1	tial, and the amount of cost or time re-
2	duced for such completion;
3	"(iii) obstacles related to student fi-
4	nancial assistance for competency-based
5	education;
6	"(iv) the extent to which statutory or
7	regulatory requirements not waived or for
8	which flexibility is not provided under sub-
9	section (e) presented difficulties or unin-
10	tended consequences for students or eligi-
11	ble entities;
12	"(v) a description of the waivers or
13	flexibility provided under subsection (e)
14	that were most beneficial to students or el-
15	igible entities, and an explanation of such
16	benefits;
17	"(vi) the percentage of students who
18	received each of the following—
19	"(I) a grant under this title;
20	"(II) a loan under this title;
21	"(III) a State grant;
22	"(IV) a State loan;
23	"(V) an institutional grant;
24	"(VI) an institutional loan; and
25	"(VII) a private loan;

1	"(vii) total cost and net cost to the
2	student of the program;
3	"(viii) the average outstanding bal-
4	ance of principal and interest on loans
5	made under this title that students have
6	upon graduation;
7	"(ix) the 3-year cohort default rate;
8	"(x) the 1- and 3-year repayment rate
9	of loans made under this title;
10	"(xi) the median student earnings, 1
11	3, and 4 years after graduation;
12	"(xii) enrollment data, disaggregated
13	by—
14	"(I) enrollment status, retention
15	rates, credit accumulation, and com-
1516	rates, credit accumulation, and completion rates for—
16	pletion rates for—
16 17	pletion rates for— $ \hbox{``(II)} \ \ \hbox{first-time,} \ \ \hbox{full-time} \ \ \hbox{stu-} $
16 17 18	pletion rates for— "(II) first-time, full-time students;
16 17 18 19	pletion rates for— "(II) first-time, full-time students; "(III) first-time, part-time stu-
16 17 18 19 20	pletion rates for— "(II) first-time, full-time students; "(III) first-time, part-time students;
16 17 18 19 20 21	pletion rates for— "(II) first-time, full-time students; "(III) first-time, part-time students; "(IV) nonfirst-time, full-time stu-

1	"(VI) eligibility for Federal Pell
2	grants;
3	"(VII) race and ethnicity; and
4	"(VIII) transfer rates;
5	"(xiii) a description of the assess-
6	ments of student knowledge and the cor-
7	responding competencies;
8	"(xiv) a description of the role of fac-
9	ulty and faculty involvement; and
10	"(xv) outcomes of the assessments of
11	student knowledge.
12	"(B) DISAGGREGATION.—The data col-
13	lected under clauses (vi) through (xii) shall be
14	disaggregated by each group of students de-
15	scribed in paragraph (1)(C)(i).
16	"(3) Annual Report.—The Director, in con-
17	sultation with the Secretary, shall annually provide
18	to the authorizing committees a report on—
19	"(A) the evaluations required under para-
20	graph (2);
21	"(B) the number and types of students re-
22	ceiving assistance under this title for com-
23	petency-based education programs offered
24	under projects under this section;

1	"(D) any proposed statutory or regulatory
2	changes designed to support and enhance the
3	expansion of competency-based education pro-
4	grams, which may be independent of or com-
5	bined with traditional credit hour or clock hour
6	projects;
7	"(E) the most effective means of delivering
8	competency-based education programs through
9	projects under this section; and
10	"(F) the appropriate level and distribution
11	methodology of Federal assistance under this
12	title for students enrolled in a competency-
13	based education program.
14	"(h) COORDINATION.—An eligible entity or the Di-
15	rector shall consult with the Secretary of Education or the
16	Secretary of the Treasury to obtain the employment, earn-
17	ings, and loan information that may be necessary for pur-
18	poses of subsection (c)(2)(F) or subsection (g), respec-
19	tively.
20	"(i) Oversight.—In carrying out this section, the
21	Secretary shall, on a continuing basis—
22	"(1) assure compliance of eligible entities with
23	the requirements of this title (other than the provi-
24	sions of law and regulations that are waived under
25	subsection (e));

1	"(2) provide technical assistance;
2	"(3) monitor fluctuations in the student popu-
3	lation enrolled in the eligible entities carrying out
4	the demonstration projects under this section;
5	"(4) consult with appropriate accrediting agen-
6	cies or associations and appropriate State regulatory
7	authorities for additional ways of improving the de-
8	livery of competency-based education programs; and
9	"(5) collect and disseminate to eligible entities
10	carrying out a demonstration project under this sec-
11	tion, best practices with respect to such projects.
12	"(j) Data Privacy.—
13	"(1) IN GENERAL.—It shall be unlawful for any
14	person who obtains or has access to personally iden-
15	tifiable information in connection with this section to
16	willfully disclose to any person (except as authorized
17	in this Act or any Federal law) such personally iden-
18	tifiable information.
19	"(2) Penalty.—Any person who violates para-
20	graph (1) shall be fined not more than \$5,000, im-
21	prisoned not more than 5 years, or both, together
22	with the costs of prosecution.
23	"(3) Employee or officer of the united
24	STATES.—If a violation of paragraph (1) is com-
25	mitted by any officer or employee of the United

1	States, the officer or employee shall be dismissed
2	from office or discharged from employment upon
3	conviction for the violation.
4	"(4) Sale of data prohibited.—Data col-
5	lected under this section shall not be sold to any
6	third party by the Director, any postsecondary insti-
7	tution, or any other entity.
8	"(5) Limitation on use by other federal
9	AGENCIES.—The Director shall not allow any other
10	Federal agency to use data collected under this sec-
11	tion for any purpose except as explicitly authorized
12	by this Act.
13	"(6) Law enforcement.—Personally identifi-
14	able information collected under this section shall
15	not be used for any law enforcement activity or any
16	other activity that would result in adverse action
17	against any student, including debt collection activ-
18	ity or enforcement of the immigration laws.
19	"(k) AUTHORIZATION OF APPROPRIATIONS.—There
20	are authorized to be appropriated \$5,000,000 to carry out
21	this section.
22	"(l) Definitions.—For the purpose of this section:
23	"(1) Competency-based education pro-
24	GRAM.—The term 'competency-based education pro-
25	gram' means a program that provides competency-

1	based education for which the accrediting agency or
2	association of the institution of higher education of-
3	fering such program has established or will establish
4	the standards described in subsection (c) and, in ac-
5	cordance with such standards—
6	"(A) measures academic progress and at-
7	tainment by the assessment of student learning
8	in lieu of, or in addition to, credit or clock
9	hours;
10	"(B) measures and assesses such academic
11	progress and attainment in terms of a student's
12	mastery of competencies by identifying what
13	students know and the skills mastered through
14	rigorous assessment;
15	"(C) determines and reports to the Sec-
16	retary the number of credit or clock hours that
17	would be needed for the attainment of a similar
18	level of knowledge, skills, and characteristics in
19	a standard credit or clock hour program;
20	"(D) provides the educational content, ac-
21	tivities, support, and resources necessary to en-
22	able students to attain the knowledge, skills,
23	and characteristics that are required to dem-
24	onstrate mastery of such competencies, includ-
25	ing—

1	"(i) ready access to academic assist-
2	ance from faculty who meet the standards
3	of the agency or association for providing
4	instruction in the subject area; and
5	"(ii) a system for monitoring a stu-
6	dent's engagement and progress in each
7	competency, in which faculty are respon-
8	sible for providing proactive academic as-
9	sistance, when needed, on the basis of such
10	monitoring; and
11	"(E) upon a student's demonstration or
12	mastery of a set of competencies identified and
13	required by the institution, leads to or results
14	in the awarding of a recognized educational cre-
15	dential.
16	"(2) ELIGIBLE ENTITY.—The term 'eligible en-
17	tity' means an institution of higher education, which
18	may be an institution of higher education that offers
19	a dual or concurrent enrollment program.
20	"(3) Institution of higher education.—
21	The term 'institution of higher education' has the
22	meaning given the term in section 102, except that
23	such term does not include institutions described in
24	section $102(a)(1)(C)$.

1	"(4) Dual or concurrent enrollment
2	PROGRAM.—The term 'dual or concurrent enrollment
3	program' has the meaning given the term in section
4	8101 of the Elementary and Secondary Education
5	Act of 1965 (20 U.S.C. 7801).
6	"(5) DIRECTOR.—The term 'Director' means
7	the Director of the Institute of Education Sciences.
8	"(6) First generation college student.—
9	The term 'first generation college student' has the
10	meaning given the term in section 402A(h)(3).".
11	(b) Rule of Construction.—Nothing in this sec-
12	tion or the amendments made by this section shall be con-
13	strued to alter the authority of the Secretary of Education
14	to establish experimental sites under any other provision
15	of law.
	Insert after section 494E, the following:
16	SEC. 494F. COMPETENCY-BASED EDUCATION COUNCIL.
17	(a) Establishment of a Committee on Com-
18	PETENCY-BASED EDUCATION.—Not later than 6 months
19	after the date of enactment of this Act, there shall be es-
20	tablished the Competency-Based Education Council (re-
21	ferred to in this section as the "Council").
22	(b) Membership.—
23	(1) Composition.—The Council shall be com-

1	(A) 3 individuals appointed by the Sec-
2	retary of Education;
3	(B) 2 individuals appointed by the Director
4	of the Consumer Financial Protection Bureau;
5	(C) not less than 8 and not more than 13
6	individuals appointed by the Comptroller Gen-
7	eral of the United States, representing—
8	(i) experts in competency-based edu-
9	cation;
10	(ii) faculty members in competency-
11	based education programs;
12	(iii) administrators at institutions that
13	offer competency-based education pro-
14	grams;
15	(iii) individuals currently enrolled in
16	or graduated from a competency-based
17	education program;
18	(iv) accrediting agencies or associa-
19	tions that recognize competency-based edu-
20	cation programs; and
21	(v) experts from the State education
22	agency;
23	(D) 4 members appointed by—
24	(i) the majority leader of the Senate;
25	(ii) the minority leader of the Senate;

1	(iii) the Speaker of the House of Rep-
2	resentatives; and
3	(iv) the minority leader of the House
4	of Representatives.
5	(E) Chairperson.—The Council shall se-
6	lect a Chairperson from among its members.
7	(F) VACANCIES.—Any vacancy in the
8	Council shall not affect the powers of the Coun-
9	cil and shall be filled in the same manner as an
10	initial appointment.
11	(c) Meetings.—The Council shall hold, at the call
12	of the Chairperson, not less than 6 meetings before com-
13	pleting the study required under subsection (e) and the
14	report required under subsection (f).
15	(d) Personnel Matters.—
16	(1) Compensation of members.—Each mem-
17	ber of the Council shall serve without compensation
18	in addition to any such compensation received for
19	the member's service as an officer or employee of the
20	United States, if applicable.
21	(2) Travel expenses.—The members of the
22	Council shall be allowed travel expenses, including
23	per diem in lieu of subsistence, at rates authorized
24	for employees of agencies under subchapter 1 of
25	chapter 57 of title 5. United States Code, while

1	away from their homes or regular places of business
2	in the performance of services for the Council.
3	(e) Duties of the Council.—
4	(1) Study.—The Council shall conduct a study
5	on the ongoing innovation and development of com-
6	petency-based education programs.
7	(2) RECOMMENDATIONS.—Based on the find-
8	ings of the study under paragraph (1), the Council
9	shall develop recommendations for the authorization
10	of competency-based education under the Higher
11	Education Act of 1965, including recommendations
12	that—
13	(A) provide or update standard definitions,
14	if needed, for relevant terms, including—
15	(i) competency-based education; and
16	(ii) competency-based education pro-
17	gram;
18	(B) address—
19	(i) the amount of learning in a com-
20	petency unit;
21	(ii) the transfer of competency-based
22	education credits to other institutions or
23	programs;
24	(iii) the minimum amount of time in
25	an academic year for competency-based

1	education programs, for financial aid pur-
2	poses;
3	(iv) considerations for accreditation
4	agencies before recognizing competency-
5	based education programs;
6	(v) address the role of faculty and fac-
7	ulty involvement in competency-based edu-
8	cation programs; and
9	(vi) additional resources that may be
10	needed for adequate oversight of com-
11	petency-based education programs.
12	(f) Report.—Not later than 6 years after the date
13	of enactment of this Act, the Council shall prepare and
14	submit a report to the Secretary of Education and to Con-
15	gress containing the findings of the study under sub-
16	section (e)(1) and the recommendations developed under
17	subsection $(e)(2)$.

Strike section 496(4)(A)(ii).

Strike section 496(8).

