

**AMENDMENT TO H.R. 6**  
**OFFERED BY MR. MCKEON**  
**(commission recommendations)**

**(Page & line nos. refer to Amendment in the Nature of a  
Substitute)**

Page I-31, after line 20, insert the following new section:

**1 SEC. 103. REGULATORY REFORM.**

2 Title I is amended by adding at the end the following  
3 new section:

**4 "SEC. 112. REGULATORY REFORM.**

5 "(a) BIENNIAL REVIEW OF REGULATIONS.—In every  
6 even-numbered year (beginning with 1998), the Sec-  
7 retary—

8 (1) shall review all regulations issued under  
9 title IV of the Higher Education Act of 1965 in ef-  
10 fect at the time of the review that apply to the oper-  
11 ations or activities of any participant in those pro-  
12 grams; and

13 (2) shall determine whether any such regulation  
14 is no longer necessary in the public interest.

15 "(b) EFFECT OF DETERMINATION.—The Secretary  
16 shall repeal, consolidate, simplify or otherwise modify any  
17 regulation the Secretary determines to be no longer nec-  
18 essary in the public interest.

1       “(c) REPORT TO CONGRESS.—The Secretary shall re-  
2 port to the Congress any legislative changes necessary to  
3 permit regulatory simplification under this section.”.

Page II-4, after line 2, insert the following new paragraph (and redesignate the succeeding paragraphs accordingly):

4           “(1) institutional restructuring to improve  
5 learning and promote productivity, efficiency, quality  
6 improvement, and cost and price control;

Page VIII-4, after line 7, insert the following new sections (and redesignate the succeeding sections accordingly):

7 **SEC. 803. IMPROVEMENTS IN MARKET INFORMATION AND**  
8 **PUBLIC ACCOUNTABILITY IN HIGHER EDU-**  
9 **CATION.**

10 (a) IMPROVED DATA COLLECTION.—

11       (1) DEVELOPMENT OF UNIFORM METHODOLOGY.—The Secretary shall direct the Commissioner  
12 of Education Statistics to convene a series of forums  
13 to develop nationally consistent methodologies for re-  
14 porting costs incurred by postsecondary institutions  
15 in providing postsecondary education.  
16

1           (2) SEPARATION OF UNDERGRADUATE AND  
2           GRADUATE COSTS.—Such consistent methodologies  
3           shall permit the Secretary to collect and disseminate  
4           separate data with respect to the costs incurred in  
5           providing undergraduate and graduate postsecond-  
6           ary education.

7           (3) REDESIGN OF DATA SYSTEMS.—On the  
8           basis of the methodologies developed pursuant to  
9           paragraph (1), the Secretary shall redesign relevant  
10          parts of the postsecondary education data systems to  
11          improve the usefulness and timeliness of the data  
12          collected by such systems.

13          (b) DATA DISSEMINATION.—The Secretary shall  
14          publish, in both printed and electronic form, of the data  
15          collected pursuant to subsection (a). Such data shall be  
16          available in a form that permits the review and compari-  
17          son of the data submissions of individual institutions of  
18          higher education. Such data shall be presented in a form  
19          that is easily understandable and allows parents and stu-  
20          dents to make informed decisions based on the following  
21          costs for the typical full-time undergraduate or graduate  
22          students—

- 23                  (1) tuition charges published by the institution;  
24                  (2) the institution's cost of educating students  
25                  on a full-time equivalent basis;

1           (3) the general subsidy on a full-time equivalent  
2           basis;

3           (4) instructional cost by level of instruction;

4           (5) the total price of attendance; and

5           (6) the average amount of per student financial  
6           aid received, including and excluding assistance in  
7           the form of loans.

8   **SEC. 804. DIFFERENTIAL REGULATION.**

9           (a) GAO STUDY.—The Comptroller General shall  
10          conduct a study of the extent to which unnecessary costs  
11          are imposed on postsecondary education as a consequence  
12          of the applicability to postsecondary facilities and equip-  
13          ment of regulations prescribed for purposes of regulating  
14          industrial and commercial enterprises.

15          (b) REPORT REQUIRED.—Within one year after the  
16          date of enactment of this Act, the Comptroller General  
17          shall submit a report to the Congress on the results of  
18          the study required by subsection (a).

19   **SEC. 805. ANNUAL REPORT ON COST OF HIGHER EDU-**  
20                                   **CATION.**

21          (a) GAO REPORT REQUIRED.—The Comptroller  
22          General shall conduct an on-going analysis of the follow-  
23          ing:

24                 (1) The increase in tuition compared with other  
25                 commodities and services.

1           (2) Trends in college and university administra-  
2           tive costs, including administrative staffing, ratio of  
3           administrative staff to instructors, ratio of adminis-  
4           trative staff to students, remuneration of adminis-  
5           trative staff, and remuneration of college and univer-  
6           sity presidents or chancellors.

7           (3) Trends in (A) faculty workload and remu-  
8           neration (including the use of adjunct faculty), (B)  
9           faculty-to-student ratios, (C) number of hours spent  
10          in the classroom by faculty, and (D) tenure prac-  
11          tices, and the impact of such trends on tuition.

12          (4) Trends in (A) the construction and renova-  
13          tion of academic and other collegiate facilities, and  
14          (B) the modernization of facilities to access and uti-  
15          lize new technologies, and the impact of such trends  
16          on tuition.

17          (5) The extent to which increases in institu-  
18          tional financial aid and tuition discounting have af-  
19          fected tuition increases, including the demographics  
20          of students receiving such aid, the extent to which  
21          such aid is provided to students with limited need in  
22          order to attract such students to particular institu-  
23          tions or major fields of study, and the extent to  
24          which Federal financial aid, including loan aid, has  
25          been used to offset such increases.

1           (6) The extent to which Federal, State, and  
2 local laws, regulations, or other mandates contribute  
3 to increasing tuition, and recommendations on re-  
4 ducing those mandates.

5           (7) The establishment of a mechanism for a  
6 more timely and widespread distribution of data on  
7 tuition trends and other costs of operating colleges  
8 and universities.

9           (8) The extent to which student financial aid  
10 programs have contributed to changes in tuition.

11           (9) Trends in State fiscal policies that have af-  
12 fected college costs.

13           (10) Other related topics determined to be ap-  
14 propriate by the Comptroller General.

15           (b) ANNUAL REPORT TO CONGRESS.—The Comptrol-  
16 ler General shall submit to the Congress an annual report  
17 on the results of the analysis required by subsection (a).