

Cato Institute v. U.S. Department of Education, et al.

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The Cato Institute, a libertarian think tank, <u>sued the Biden administration on Tuesday</u>, arguing the relief plan could undermine an existing program that allows borrowers to have their debts cleared after a decade of qualifying payments if they become government employees or nonprofit workers.

The Public Service Loan Forgiveness program is a key way to make nonprofits like the Cato Institute appealing for workers, the organization argued.

"By providing across-the-board debt relief, the challenged scheme substantially alters those incentives and frustrates Congress's goal of making nonprofit employment relatively more attractive to holders of student-loan debt," the Cato Institute said in its complaint.