

MEMORANDUM

To: Members, Subcommittee on Financial Institutions and Consumer Credit

From: Committee Majority Staff

Date: October 19, 2015

Subject: October 21, 2015, Financial Institutions and Consumer Credit Subcommittee Hearing entitled “Examining Legislative Proposals to Reduce Regulatory Burdens on Main Street Job Creators”

The Subcommittee on Financial Institutions and Consumer Credit will hold a hearing entitled “Examining Legislative Proposals to Reduce Regulatory Burdens on Main Street Job Creators” at 10:00 a.m. on Wednesday, October 21, 2015, in room 2128 of the Rayburn House Office Building. This will be a one-panel hearing and will include the following witnesses:

- Dr. Paul Kupiec, Resident Scholar, American Enterprise Institute
- Mr. Oliver Ireland, Partner, Morrison & Foerster LLP

This hearing will examine bills that are designed to reduce regulatory burden and streamline regulatory compliance for financial institutions, ensuring consumers have greater access to the financial services they want and need.

H.R. 2121 (Rep. Stivers), the “SAFE Transitional Licensing Act of 2015”

Introduced by Representative Stivers, the SAFE Transitional Licensing Act of 2015 amends the S.A.F.E. Mortgage Licensing Act of 2008 to provide a temporary license of 120 days for registered loan originators:

- (1) moving from a financial institution to a state-licensed non-bank originator, or
- (2) moving interstate to a state-licensed loan originator in another state.

H.R. 2209 (Rep. Messer), to require the appropriate Federal banking agencies to treat certain municipal obligations as level 2A liquid assets, and for other purposes.

Introduced by Representative Messer, this bill amends the Federal Deposit Insurance Act to require federal banking agencies (the Federal Deposit Insurance Corporation, the Board of Governors of the Federal Reserve System, and the Office of the Comptroller of the Currency) to treat certain municipal securities that are liquid, readily marketable, and investment grade as of the calculation date as high-quality level 2A liquid assets. Such change shall be implemented by amending the rule titled “Liquidity Coverage Ratio: Liquidity Risk Measurement Standards; Final Rule”.

H.R. 2287 (Rep. Mulvaney), the “National Credit Union Administration Budget Transparency Act”

Introduced by Representative Mulvaney, the National Credit Union Administration Budget Transparency Act amends Section 209(b) of the Federal Credit Union Act (12 U.S.C. 1789) to require the National Credit Union Administration Board, before the annual submission of its detailed budget, to:

- (1) print a draft of the budget in the Federal Register; and
- (2) hold a public hearing to receive comments from the public on the draft.

H.R. 2473 (Rep. Clay), the “Preserving Capital Access and Mortgage Liquidity Act of 2015”

Introduced by Ranking Member Clay, the Preserving Capital Access and Mortgage Liquidity Act of 2015 amends the Federal Home Loan Bank Act to redefine “community financial institution” to include either a federal or state credit union under \$1 billion.

H.R. 2896 (Rep. Tipton), the “TAILOR Act”

Introduced by Representative Tipton, the TAILOR Act directs the federal financial institutions regulatory agencies to consider certain factors, including the risk profile and business model of financial institutions, before undertaking a regulatory action. The TAILOR Act also requires certain disclosures during rulemaking and includes certain reporting requirements to Congress.

H.R. 2987 (Rep. Meeks), the “Community Bank Capital Clarification Act”

Introduced by Representative Meeks, the Community Bank Capital Clarification Act amends the Financial Stability Act of 2010 to treat a depository institution

holding company as exempt from certain capital deductions if it had less than \$15 billion of total consolidated assets at the end of a quarterly financial reporting period after December 31, 2009, provided that it currently has total consolidated assets of less than \$15 billion.

H.R. 3340 (Rep. Emmer), the “Financial Stability Oversight Council Reform Act”

Introduced by Representative Emmer, the Financial Stability Oversight Council Reform Act amends the Financial Stability Act of 2010 to make the budgets of the Financial Stability Oversight Council (FSOC) and Office of Financial Research (OFR) subject to the annual appropriations process.

The bill also requires the OFR to:

- (1) submit quarterly reports to Congress regarding its activities; and
- (2) provide a public notice and comment period of at least 90 days before issuing any report, rule, or regulation.