

P-VV

AMENDMENT TO H.R. 940
OFFERED BY MR. CAMPBELL OF CALIFORNIA

Page 13, after line 3, insert the following new paragraph:

1 (F) CAP ON THE AMOUNT OF OUT-
2 STANDING COVERED BONDS.—

3 (i) IN GENERAL.—With respect to
4 each eligible issuer that submits a covered
5 bond program for approval, the applicable
6 covered bond regulator shall set, consistent
7 with safety and soundness considerations
8 and the financial condition of the eligible
9 issuer, the maximum amount, as a percent-
10 age of the eligible issuer's total assets, of
11 outstanding covered bonds that the eligible
12 issuer may issue.

13 (ii) REVIEW OF CAP.—The applicable
14 covered bond regulator may, not more fre-
15 quently than quarterly, review the percent-
16 age set under clause (i) and, if safety and
17 soundness considerations or the financial
18 condition of the eligible issuer has
19 changed, increase or decrease such per-

1 centage. Any decrease made pursuant to
2 this clause shall have no effect on existing
3 covered bonds issued by the eligible issuer.

Page 51, after line 15, insert the following new sub-
section:

4 (h) ANNUAL REPORT TO CONGRESS.—The covered
5 bond regulators shall, annually—

6 (1) submit a joint report to the Congress de-
7 scribing the current state of the covered bond mar-
8 ket in the United States; and

9 (2) testify on the current state of the covered
10 bond market in the United States before the Com-
11 mittee on Financial Services of the House of Rep-
12 resentatives and the Committee on Banking, Hous-
13 ing, and Urban Affairs of the Senate.

