[DISCUSSION DRAFT]

H. R. ______

To amend the Community Development Banking and Financial Institutions Act of 1994 to provide for a set-aside for minority community development financial institutions, to establish the Office of Minority Community Development Financial Institutions, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

M. ________ introduced the following bill; which was referred to the Committee on ________

A BILL

To amend the Community Development Banking and Financial Institutions Act of 1994 to provide for a set-aside for minority community development financial institutions, to establish the Office of Minority Community Development Financial Institutions, and for other purposes.

1 Be it enacted by the Senate and House of Representa-
2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as the “Strengthening Minor-
5 ity Community Development Financial Institutions Act”.

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May 29, 2020 (3:59 p.m.) g:\VHLC\052920\052920.159.xml (76457615)
SEC. 2. MINORITY COMMUNITY DEVELOPMENT FINANCIAL INSTITUTION SET-ASIDE IN PROVIDING ASSISTANCE.

(a) IN GENERAL.—Section 108 of the Community Development Banking and Financial Institutions Act of 1994 (12 U.S.C. 4707) is amended by adding at the end the following:

“(i) MINORITY COMMUNITY DEVELOPMENT FINANCIAL INSTITUTION SET-ASIDE IN PROVIDING ASSISTANCE.—Notwithstanding any other provision of law, in providing any assistance, the Fund shall reserve 40 percent of such assistance for minority community development financial institutions.”.

(b) DEFINITIONS.—Section 103 of the Community Development Banking and Financial Institutions Act of 1994 (12 U.S.C. 4702) is amended by adding at the end the following:

“(22) MINORITY COMMUNITY DEVELOPMENT FINANCIAL INSTITUTION DEFINITIONS.—

“(A) MINORITY.—The term ‘minority’ means any black American, Native American, Hispanic American, or Asian American.

“(B) MINORITY COMMUNITY DEVELOPMENT FINANCIAL INSTITUTION.—The term ‘minority community development financial institu-
tion’ means a community development financial institution that—

“(i) if a privately-owned institution, 51 percent is owned by one or more socially and economically disadvantaged individuals;

“(ii) if publicly-owned, 51 percent of the stock is owned by one or more socially and economically disadvantaged individuals; and

“(iii) in the case of a mutual institution, where the majority of the Board of Directors, account holders, and the community which the institution services is predominantly minority.”.

SEC. 3. OFFICE OF MINORITY COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS.

Section 104 of the Community Development Banking and Financial Institutions Act of 1994 (12 U.S.C. 4703) is amended by adding at the end the following:

“(l) OFFICE OF MINORITY COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS.—

“(1) Establishment.—There is established within the Fund an Office of Minority Community Development Financial Institutions, which shall
oversee assistance provided by the Fund to minority community development financial institutions.

“(2) DEPUTY DIRECTOR.—The head of the Office shall be the Deputy Director of Minority Community Development Financial Institutions, who shall report directly to the Administrator of the Fund.”.

SEC. 4. REPORTING ON MINORITY COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS.

Section 117 of the Community Development Banking and Financial Institutions Act of 1994 (12 U.S.C. 4716) is amended by adding at the end the following:

“(g) REPORTING ON MINORITY COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS.—Each report required under subsection (a) shall include a description of the extent to which assistance from the Fund are provided to minority community development financial institutions.”.