

119TH CONGRESS
2D SESSION

H. R. 9691

To amend the Small Business Act to modify the annual report of the Office of Credit Risk Management, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 14, 2026

Ms. VELÁZQUEZ introduced the following bill; which was referred to the Committee on Small Business

A BILL

To amend the Small Business Act to modify the annual report of the Office of Credit Risk Management, 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 “7(a) Program Risk
5 Oversight Act”.

6 **SEC. 2. MODIFICATIONS TO ANNUAL REPORT OF THE OF-**
7 **FICE OF CREDIT RISK MANAGEMENT.**

8 (a) IN GENERAL.—Section 47(h) of the Small Busi-
9 ness Act (15 U.S.C. 657t(h)) is amended—

10 (1) in paragraph (2)—

1 (A) in subparagraph (A), by inserting be-
2 fore the semicolon the following: “, and the pro-
3 gram risk set forth separately by the type of
4 loan guaranteed under such section”;

5 (B) by redesignating subparagraphs (D)
6 through (J) as subparagraphs (H) through (N),
7 respectively;

8 (C) by inserting after subparagraph (C)
9 the following:

10 “(D) an analysis of the program risk for
11 loans guaranteed under section 7(a), set forth
12 separately for the year covered by the report by
13 such loans with a dollar value of—

14 “(i) less than or equal to \$50,000;

15 “(ii) greater than \$50,000 and less
16 than or equal to \$250,000;

17 “(iii) greater than \$250,000 and less
18 than or equal to \$350,000;

19 “(iv) greater than \$350,000 and less
20 than or equal to \$500,000;

21 “(v) greater than \$500,000 and less
22 than or equal to \$1,000,000; and

23 “(vi) greater than \$1,000,000 and
24 less than or equal to \$5,000,000;

1 “(E) an analysis of the program risk for
2 loan guarantees made under section 7(a), set
3 forth separately for the year covered by the re-
4 port for loans that were originated—

5 “(i) less than one year before the date
6 of submission of the report;

7 “(ii) at least one year, but not more
8 than two years before such date; and

9 “(iii) more than two years before such
10 date;

11 “(F) an analysis of program risk for loan
12 guarantees made under section 7(a), set forth
13 separately for the year covered by the report for
14 loans that were originated to—

15 “(i) a borrower that uses such loan to
16 open a business;

17 “(ii) a borrower not described in
18 clause (i) that is a business concern that
19 has been in operation for less than or
20 equal to two years before the date of origi-
21 nation; and

22 “(iii) a borrower that is a business
23 concern that has been in operation for
24 more than two years on the date of origi-
25 nation;

1 “(G) an analysis of the program risk for
2 loans made under section 7(a), set forth sepa-
3 rately for the year covered by the report for
4 loans that were originated by—

5 “(i) a bank holding company (as de-
6 fined in section 2 of the Bank Holding
7 Company Act of 1956 (12 U.S.C. 1841));

8 “(ii) an insured credit union (as de-
9 fined in section 101 of the Federal Credit
10 Union Act (12 U.S.C. 1752));

11 “(iii) a State credit union (as defined
12 in such section 101) for which insurance is
13 provided by a private deposit insurer (as
14 defined in section 43(e)(4) of the Federal
15 Deposit Insurance Act (12 U.S.C.
16 1831t(e)(4)));

17 “(iv) a small business lending com-
18 pany (as defined in section 3), including a
19 Community Advantage Small Business
20 Lending Company (as defined in section
21 120.10 of title 13, Code of Federal Regula-
22 tions (or any successor regulation)); and

23 “(v) a non-Federally regulated lend-
24 er;”;

1 (D) in subparagraph (H) (as so redesign-
2 nated), by striking “subparagraphs (A), (B),
3 and (C)” and inserting “subparagraphs (A)
4 through (G)”;

5 (E) by amending subparagraph (J) (as so
6 redesignated) to read as follows:

7 “(J) the number and total dollar amount
8 of purchases by the Administrator of the prin-
9 cipal and interest of loans guaranteed under
10 section 7(a) that are in default, the total dollar
11 amount of collections recovered on such pur-
12 chases, and the number and total dollar amount
13 of charge-offs for such purchases, set forth sep-
14 arately by the type of institution that originated
15 the loan as described in subparagraph (G);”;

16 (F) in subparagraph (M) (as so redesign-
17 nated), by striking “and” at the end;

18 (G) in subparagraph (N) (as so redesign-
19 nated), by striking the period at the end; and

20 (H) by adding at the end the following new
21 subparagraphs:

22 “(O) of the enforcement actions described
23 in subparagraphs (K) and (L), the number of
24 such actions taken for fraud;

1 “(P) of the civil monetary penalties as-
2 sessed under subparagraph (N), the number of
3 such penalties assessed for fraud;

4 “(Q) the number and total dollar amount
5 of loans guaranteed under section 7(a) that are
6 between 31 and 59 days past due, deferred, or
7 delinquent, set forth separately by the type of
8 institution that originated the loan as described
9 in subparagraph (G) of this section; and

10 “(R) the number and total dollar amount
11 of loans guaranteed under section 7(a) that the
12 Administrator has determined to have been
13 made fraudulently, set forth separately by the
14 type of institution that originated the loan as
15 described in subparagraph (G) of this section.”;
16 and

17 (2) by adding at the end the following:

18 “(3) AVAILABILITY OF REPORT.—The Director
19 shall make available to the public on a website of the
20 Administration the report required under paragraph
21 (2) not later than 7 days after the Director submits
22 such report to Congress.”.

23 (b) TECHNICAL AMENDMENT.—Section 47(d) of the
24 Small Business Act (15 U.S.C. 657t(d)) is amended by

- 1 striking “premise” each place it appears and inserting
- 2 “premises”.

