

113TH CONGRESS
1ST SESSION

H. R. 719

To clarify the National Credit Union Administration authority to improve credit union safety and soundness.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 14, 2013

Mr. KING of New York (for himself, Mr. SHERMAN, Ms. BONAMICI, Mr. BISHOP of New York, Mr. HANNA, Mr. JONES, Mr. LOEBSACK, Mr. MEEKS, Mr. MICHAUD, Ms. NORTON, Ms. PINGREE of Maine, Mr. POLIS, Mr. POSEY, Ms. WATERS, and Mr. BLUMENAUER) introduced the following bill; which was referred to the Committee on Financial Services

A BILL

To clarify the National Credit Union Administration authority to improve credit union safety and soundness.

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 “Capital Access for
5 Small Businesses and Jobs Act”.

6 **SEC. 2. IMPROVING CREDIT UNION SAFETY AND SOUND-** 7 **NESS.**

8 The Federal Credit Union Act (12 U.S.C. 1751 et
9 seq.) is amended—

1 (1) in section 107—

2 (A) in paragraph (16), by striking “and”
3 at the end;

4 (B) in paragraph (17), by striking the pe-
5 riod and inserting “; and”; and

6 (C) by adding at the end the following:

7 “(18) to receive payments on uninsured non-
8 share accounts described under section
9 216(o)(2)(D), subject to such terms, rates, and con-
10 ditions as may be established by the board of direc-
11 tors, within limitations prescribed by the Board.”;
12 and

13 (2) in section 216—

14 (A) in subsection (b)(1)(B)(ii), by striking
15 “must rely” and inserting “rely predomi-
16 nantly”; and

17 (B) in subsection (o)(2)—

18 (i) in subparagraph (B), by striking
19 “and” at the end;

20 (ii) in subparagraph (C)(ii), by strik-
21 ing the period and inserting “; and”; and

22 (iii) by adding at the end the fol-
23 lowing:

24 “(D) with respect to any insured credit
25 union other than a low-income credit union, in-

1 includes uninsured non-share accounts as author-
2 ized by the Board, that—

3 “(i) do not alter the cooperative na-
4 ture of the credit union;

5 “(ii) are subordinate to all other
6 claims against the credit union, including
7 the claims of creditors, shareholders, and
8 the Fund;

9 “(iii) are available to be applied to
10 cover operating losses of the credit union
11 in excess of its retained earnings and, to
12 the extent so applied, will not be replen-
13 ished;

14 “(iv) if they have a stated maturity,
15 have an initial maturity of at least 5 years;

16 “(v) if they have a stated maturity,
17 the net worth value of such accounts may
18 be discounted at the discretion of the
19 Board when the remaining maturity is less
20 than 5 years;

21 “(vi) are subject to disclosure and
22 consumer protection requirements as deter-
23 mined by the Board;

1 “(vii) are offered by a credit union
2 that is determined by the Board to be suf-
3 ficiently capitalized and well-managed; and
4 “(viii) are subject to such rules and
5 regulations as the Board may establish.”.

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