

116TH CONGRESS
2D SESSION

H. R. 5612

To amend the Federal Home Loan Bank Act to allow for advances to certain community development financial institutions and credit unions, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 15, 2020

Ms. GABBARD introduced the following bill; which was referred to the Committee on Financial Services

A BILL

To amend the Federal Home Loan Bank Act to allow for advances to certain community development financial institutions and credit unions, 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 “Small Business and
5 Community Investments Expansion Act of 2020”.

1 **SEC. 2. EXPANDING THE PURPOSES OF ADVANCES AND**
2 **COLLATERAL AVAILABLE TO CERTAIN COM-**
3 **MUNITY DEVELOPMENT FINANCIAL INSTITU-**
4 **TIONS AND CREDIT UNIONS.**

5 (a) IN GENERAL.—Section 10(a) of the Federal
6 Home Loan Bank Act (12 U.S.C. 1430(a)) is amended—

7 (1) in paragraph (2)(B), by inserting “, eligible
8 community development financial institution, or eli-
9 gible insured credit union” after “community finan-
10 cial institution”; and

11 (2) in paragraph (3)(E), by inserting “, eligible
12 community development financial institution, or eli-
13 gible insured credit union” after “community finan-
14 cial institution”.

15 (b) DEFINITIONS.—Section 2 of the Federal Home
16 Loan Bank Act (12 U.S.C. 1422) is amended by adding
17 at the end the following:

18 “(13) ELIGIBLE COMMUNITY DEVELOPMENT FI-
19 NANCIAL INSTITUTION.—The term ‘eligible commu-
20 nity development financial institution’ means an en-
21 tity that—

22 “(A) has been certified as a community de-
23 velopment financial institution (as such term is
24 defined in section 103 of the Riegle Community
25 Development and Regulatory Improvement Act
26 of 1994) by the Secretary of the Treasury; and

1 “(B) satisfies the average total assets
2 threshold requirement for a community finan-
3 cial institution set forth in paragraph (10).

4 “(14) ELIGIBLE INSURED CREDIT UNION.—The
5 term ‘eligible insured credit union’ means an insured
6 credit union (as defined in section 101 of the Fed-
7 eral Credit Union Act) that satisfies the average
8 total assets threshold requirement for a community
9 financial institution set forth in paragraph (10).”.

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