

116TH CONGRESS  
1ST SESSION

# S. 1171

To suspend the current compensation packages for all officers of Fannie Mae and Freddie Mac.

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IN THE SENATE OF THE UNITED STATES

APRIL 11, 2019

Mr. TILLIS (for himself and Ms. WARREN) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

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## A BILL

To suspend the current compensation packages for all officers of Fannie Mae and Freddie Mac.

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 “Respect the Caps Act”.

5 **SEC. 2. PROHIBITION ON TRANSFER OF FUNCTIONS.**

6 (a) FEDERAL HOME LOAN MORTGAGE CORPORA-  
7 TION.—Section 303(h) of the Federal Home Loan Mort-  
8 gage Corporation Act (12 U.S.C. 1452(h)) is amended by  
9 adding at the end the following:

1 “(5) The Corporation may not transfer or delegate  
 2 any duty or responsibility of the chief executive officer,  
 3 as of November 25, 2015, to any other position.”.

4 (b) FEDERAL NATIONAL MORTGAGE ASSOCIA-  
 5 TION.—Section 309(d) of the Federal National Mortgage  
 6 Association Charter Act (12 U.S.C. 1723a(d)) is amended  
 7 by adding at the end the following:

8 “(5) The corporation may not transfer or delegate  
 9 any duty or responsibility of the chief executive officer,  
 10 as of November 25, 2015, to any other position.”.

11 **SEC. 3. REMOVAL OF DIRECTOR OF FHFA FOR CAUSE.**

12 Section 1312(b)(2) of the Federal Housing Enter-  
 13 prises Financial Safety and Soundness Act of 1992 (12  
 14 U.S.C. 4512(b)(2)) is amended by inserting “, including  
 15 for approving the compensation and benefits of any chief  
 16 executive officer of an enterprise at a level greater than  
 17 the level described in section 3 of the Equity in Govern-  
 18 ment Compensation Act of 2015 (12 U.S.C. 4518 note)”  
 19 before the period at the end.

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