

116TH CONGRESS
1ST SESSION

S. 3111

To amend the Federal Deposit Insurance Act to exclude affiliates and subsidiaries of insured depository institutions from the definition of deposit broker, and for other purposes.

IN THE SENATE OF THE UNITED STATES

DECEMBER 19, 2019

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

A BILL

To amend the Federal Deposit Insurance Act to exclude affiliates and subsidiaries of insured depository institutions from the definition of deposit broker, 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 “Brokered Deposit Af-
5 filiate-Subsidiary Modernization Act of 2019”.

6 **SEC. 2. BROKERED DEPOSITS.**

7 Section 29(g) of the Federal Deposit Insurance Act
8 (12 U.S.C. 1831f(g)) is amended—

1 (1) in paragraph (2)—

2 (A) in subparagraph (A), by inserting “or
3 any affiliate or subsidiary of that insured de-
4 pository institution,” after “an insured deposi-
5 tory institution,”; and

6 (B) in subparagraph (B), by inserting “or
7 any affiliate or subsidiary of the insured deposi-
8 tory institution,” after “an insured depository
9 institution,”; and

10 (2) by striking paragraph (4) and inserting the
11 following:

12 “(4) EMPLOYEE.—For purposes of this sub-
13 section, the term ‘employee’—

14 “(A) means an individual who receives
15 compensation in any form from—

16 “(i) an insured depository institution;
17 or

18 “(ii) any affiliate or subsidiary of an
19 insured depository institution; and

20 “(B) includes a registered representative of
21 a broker or dealer that is an affiliate or sub-
22 sidiary of an insured depository institution.”.

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