

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.”.

○