

REVISED 6/16

**** House Offer ****

Title: Title XI

Matter: Federal Reserve and Emergency Liquidity Provisions

June 16, 2010

The House proposes the following amendments to the Base text:

1. **Amend Senate provision** regarding Federal Reserve 13(3) lending to insert requirement from House-passed bill that the Federal Reserve Board and Secretary of Treasury have reasonable cause to believe that the security or other collateral policies for any emergency lending program or facility provide 99% confidence that funds disbursed under the facility or program and interest will be fully repaid. (Senate bill §1101, Page 1724, lines 16-19).
2. **Amend Senate Provision** regarding ongoing Federal Reserve audit requirements to add discount window and open market transactions to items to be reviewed by GAO. (Senate bill § 1102, Page 1730 line 7 – Page 1733, line 23).
3. **Amend Senate Provisions** requiring public disclosure of emergency credit facilities information to also require public disclosure of Federal Reserve open market operations and discount window transactions two years after the transactions have been entered into. (Senate bill § 1103, Page 1735, after line 17).
4. **Strike Senate Provision** on appointment of Federal Reserve Bank of New York President and limiting eligibility to vote for or serve as a Federal Reserve Bank director, and replace with provision removing the authority of the member banks' representatives on each regional board of directors (Class A directors) from appointing/voting for the President of the Reserve Bank (Senate bill § 1107, Page 1751, line 20 – 1752, line 6).
5. **Add House Provision** on no financial stability authority in the bill being delegated to Federal Reserve Bank Presidents to Senate Provision on no delegation of supervisory policymaking to reserve banks. (House bill § 1114, Page 132, line 3-14; Senate bill § 1108, Page 1754, line 17).
6. **Add House Provision** adding new restrictions to the Federal Reserve's foreign currency swap authority (House Bill, §1702, Page 517, line 1-15).