

[DISCUSSION DRAFT]

116TH CONGRESS
2^D SESSION

H. R. _____

To amend the Community Development Banking and Financial Institutions Act of 1994 to provide for a set-aside for minority community development financial institutions, to establish the Office of Minority Community Development Financial Institutions, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

M. _____ introduced the following bill; which was referred to the Committee on _____

A BILL

To amend the Community Development Banking and Financial Institutions Act of 1994 to provide for a set-aside for minority community development financial institutions, to establish the Office of Minority Community Development Financial Institutions, 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 “Strengthening Minor-
5 ity Community Development Financial Institutions Act”.

1 **SEC. 2. MINORITY COMMUNITY DEVELOPMENT FINANCIAL**
2 **INSTITUTION SET-ASIDE IN PROVIDING AS-**
3 **SISTANCE.**

4 (a) IN GENERAL.—Section 108 of the Community
5 Development Banking and Financial Institutions Act of
6 1994 (12 U.S.C. 4707) is amended by adding at the end
7 the following:

8 “(i) MINORITY COMMUNITY DEVELOPMENT FINAN-
9 CIAL INSTITUTION SET-ASIDE IN PROVIDING ASSIST-
10 ANCE.—Notwithstanding any other provision of law, in
11 providing any assistance, the Fund shall reserve 40 per-
12 cent of such assistance for minority community develop-
13 ment financial institutions.”.

14 (b) DEFINITIONS.—Section 103 of the Community
15 Development Banking and Financial Institutions Act of
16 1994 (12 U.S.C. 4702) is amended by adding at the end
17 the following:

18 “(22) MINORITY COMMUNITY DEVELOPMENT
19 FINANCIAL INSTITUTION DEFINITIONS.—

20 “(A) MINORITY.—The term ‘minority’
21 means any black American, Native American,
22 Hispanic American, or Asian American.

23 “(B) MINORITY COMMUNITY DEVELOP-
24 MENT FINANCIAL INSTITUTION.—The term ‘mi-
25 nority community development financial institu-

1 tion’ means a community development financial
2 institution that—

3 “(i) if a privately-owned institution,
4 51 percent is owned by one or more so-
5 cially and economically disadvantaged indi-
6 viduals;

7 “(ii) if publicly-owned, 51 percent of
8 the stock is owned by one or more socially
9 and economically disadvantaged individ-
10 uals; and

11 “(iii) in the case of a mutual institu-
12 tion, where the majority of the Board of
13 Directors, account holders, and the com-
14 munity which the institution services is
15 predominantly minority.”.

16 **SEC. 3. OFFICE OF MINORITY COMMUNITY DEVELOPMENT**
17 **FINANCIAL INSTITUTIONS.**

18 Section 104 of the Community Development Banking
19 and Financial Institutions Act of 1994 (12 U.S.C. 4703)
20 is amended by adding at the end the following:

21 “(1) OFFICE OF MINORITY COMMUNITY DEVELOP-
22 MENT FINANCIAL INSTITUTIONS.—

23 “(1) ESTABLISHMENT.—There is established
24 within the Fund an Office of Minority Community
25 Development Financial Institutions, which shall

1 oversee assistance provided by the Fund to minority
2 community development financial institutions.

3 “(2) DEPUTY DIRECTOR.—The head of the Of-
4 fice shall be the Deputy Director of Minority Com-
5 munity Development Financial Institutions, who
6 shall report directly to the Administrator of the
7 Fund.”.

8 **SEC. 4. REPORTING ON MINORITY COMMUNITY DEVELOP-**
9 **MENT FINANCIAL INSTITUTIONS.**

10 Section 117 of the Community Development Banking
11 and Financial Institutions Act of 1994 (12 U.S.C. 4716)
12 is amended by adding at the end the following:

13 “(g) REPORTING ON MINORITY COMMUNITY DEVEL-
14 OPMENT FINANCIAL INSTITUTIONS.—Each report re-
15 quired under subsection (a) shall include a description of
16 the extent to which assistance from the Fund are provided
17 to minority community development financial institu-
18 tions.”.