

**AMENDMENT IN THE NATURE OF A SUBSTITUTE**  
**TO H.R. 6554**  
**OFFERED BY MS. DE LA CRUZ OF TEXAS**

Strike all after the enacting clause and insert the following:

**1 SECTION 1. SHORT TITLE.**

2       This Act may be cited as the “Community Bank Rep-  
3 resentation Act”.

**4 SEC. 2. COMMUNITY BANK MEMBER OF THE BOARD OF**  
**5 GOVERNORS.**

6       (a) FEDERAL RESERVE ACT.—Section 10 of the Fed-  
7 eral Reserve Act is amended—

8           (1) in the first undesignated paragraph (12  
9 U.S.C. 241), by striking “having less than  
10 \$10,000,000,000 in total assets”;

11           (2) in the second undesignated paragraph (12  
12 U.S.C. 242), by inserting after “regulation of such  
13 firms.” the following: “The Chairman shall select  
14 one member of the Board with demonstrated pri-  
15 mary experience working in or supervising commu-  
16 nity banks to, in consultation with the Vice Chair-  
17 man for Supervision and any other member of the  
18 Board with demonstrated primary experience work-

1       ing in or supervising community banks, develop pol-  
2       icy recommendations for the Board regarding super-  
3       vision and regulation of banking organizations su-  
4       pervised by the Board having less than  
5       \$17,000,000,000 in total assets, and to oversee the  
6       supervision and regulation of such banking organiza-  
7       tions in consultation with the Vice Chairman for Su-  
8       pervision and any other member of the Board with  
9       demonstrated primary experience working in or su-  
10      pervising community banks.”;

11           (3) in paragraph (12) (12 U.S.C. 247b)—

12           (A) by striking “The Vice Chairman for  
13       Supervision” and inserting the following:

14           “(A) VICE CHAIRMAN FOR SUPERVISION.—  
15       The Vice Chairman for Supervision”;

16           (B) by striking “and at” and inserting  
17       “at”; and

18           (C) by adding at the end the following:

19           “(B) COMMUNITY BANK MEMBER.—The  
20       member of the Board with demonstrated pri-  
21       mary experience working in or supervising com-  
22       munity banks selected by the Chairman to de-  
23       velop policy recommendations for the Board re-  
24       garding supervision and regulation of banking  
25       organizations supervised by the Board having

1 less than \$17,000,000,000 in total assets, and  
2 to oversee the supervision and regulation of  
3 such banking organizations, if different than  
4 the Vice Chairman for Supervision, shall appear  
5 before the Committee on Banking, Housing,  
6 and Urban Affairs of the Senate and the Com-  
7 mittee on Financial Services of the House of  
8 Representatives at semi-annual hearings re-  
9 garding the efforts, activities, objectives, and  
10 plans of the Board with respect to the conduct  
11 of supervision and regulation of banking organi-  
12 zations supervised by the Board having less  
13 than \$17,000,000,000 in total assets.”; and

14 (4) by adding at the end the following:

15 “(13) MEMBER OF THE BOARD FOR COMMU-  
16 NITY BANKS ANNUAL THRESHOLD ADJUSTMENT.—

17 “(A) IN GENERAL.—At the end of each  
18 year for which the nominal gross domestic prod-  
19 uct of the United States increases (a ‘covered  
20 year’), the Board shall adjust each dollar figure  
21 described in the second undesignated paragraph  
22 of this section, paragraph (12)(B) of this sec-  
23 tion, and section 1004(a)(3) of the Federal Fi-  
24 nancial Institutions Examination Council Act of

1           1978 by a percentage equal to the percentage  
2           increase (if any) between—

3                   “(i) the nominal gross domestic prod-  
4                   uct of the United States for the year, dur-  
5                   ing the preceding 5 years, with respect to  
6                   which the nominal gross domestic product  
7                   of the United States was the highest; and

8                   “(ii) the nominal gross domestic prod-  
9                   uct of the United States for the covered  
10                  year.

11               “(B) DETERMINATION OF GDP.—In this  
12               paragraph, the Board shall use nominal gross  
13               domestic product statistics determined by the  
14               Bureau of Economic Analysis.”.

15           (b) FEDERAL FINANCIAL INSTITUTIONS EXAMINA-  
16   TION COUNCIL ACT OF 1978.—Section 1004(a)(3) of the  
17   Federal Financial Institutions Examination Council Act of  
18   1978 (12 U.S.C. 3303(a)(3)) is amended by adding at the  
19   end the following: “and such Governor shall consult with  
20   the Governor with demonstrated primary experience work-  
21   ing in or supervising community banks selected by the  
22   Chairman of the Board to develop policy recommendations  
23   for the Board regarding supervision and regulation of  
24   banking organizations supervised by the Board having less  
25   than \$17,000,000,000 in total assets, and to oversee the

1 supervision and regulation of such banking organiza-  
2 tions,”.

