

**AMENDMENT TO \_\_\_\_\_**  
**OFFERED BY MR. ELLISON OF MINNESOTA**  
**(to text of Committee Print of FSIA)**

Page 29, line 18, strike “and”.

Page 29, line 20, strike the period and insert “;  
and”.

Page 29, after line 20, insert the following new  
clause:

*and max estab / 5h*  
1                   (viii) short-term debt limits in accord-  
2                   ance with subsection (d).

Page 37, after line 3, insert the following new sub-  
section (and redesignate the following subsections accord-  
ingly):

3           (d) SHORT-TERM DEBT LIMITS FOR CERTAIN FI-  
4           NANCIAL HOLDING COMPANIES.—

5           (1) IN GENERAL.—In order to limit the risks  
6           that an overaccumulation of short-term debt could  
7           pose to financial holding companies and to the sta-  
8           bility of the United States financial system, the  
9           Board shall <sup>^</sup>by regulation prescribe a limit on the  
10          amount of short-term debt, including off-balance

1 sheet exposures, that may be accumulated by any fi-  
2 nancial holding company subject to stricter stand-  
3 ards for purposes of this title.

4 (2) BASIS OF LIMIT.—The limit prescribed  
5 under paragraph (1) shall be based on a financial  
6 holding company's short-term debt as a percentage  
7 of its capital stock and surplus or on such other  
8 measure as the Board considers appropriate.

9 (3) SHORT-TERM DEBT DEFINED.—For pur-  
10 poses of this subsection, the term "short-term debt"  
11 means such liabilities with short-dated maturity that  
12 the Board identifies by regulation, except that such  
13 term does not include insured deposits.

14 (4) RULEMAKING AUTHORITY.—In addition to  
15 prescribing regulations under paragraphs (1) and  
16 (3), the Board may prescribe such regulations, in-  
17 cluding definitions consistent with this subsection,  
18 and issue such orders as may be necessary to carry  
19 out this subsection.

20 (5) AUTHORITY TO ISSUE EXEMPTIONS AND  
21 ADJUSTMENTS.—Notwithstanding the Bank Holding  
22 Company Act of 1956 (12 U.S.C. 1841 et seq.), the  
23 Board may, if it determines such action is necessary  
24 to ensure appropriate heightened prudential super-  
25 vision, with respect to a financial holding company

1       that does not control an insured depository institu-  
2       tion, issue to such company an exemption from or  
3       adjustment to the limit prescribed under paragraph  
4       (1).

5               (6) TRANSITION PERIOD.—This subsection and  
6       any regulation or order of the Board under this sub-  
7       section shall take effect 3 years after the date of the  
8       enactment of this Act. The Board may postpone the  
9       date when this subsection takes effect by not more  
10      than 2 years in order to promote financial stability.



