

115TH CONGRESS
1ST SESSION

H. R. 3972

IN THE SENATE OF THE UNITED STATES

OCTOBER 25, 2017

Received; read twice and referred to the Committee on Banking, Housing, and
Urban Affairs

AN ACT

To clarify that family offices and family clients are accredited
investors, 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,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Family Office Tech-
3 nical Correction Act of 2017”.

4 **SEC. 2. ACCREDITED INVESTOR CLARIFICATION.**

5 (a) IN GENERAL.—Subject to subsection (b), any
6 family office or a family client of a family office, as defined
7 in section 275.202(a)(11)(G)–1 of title 17, Code of Fed-
8 eral Regulations, shall be deemed to be an accredited in-
9 vestor, as defined in Regulation D of the Securities and
10 Exchange Commission (or any successor thereto) under
11 the Securities Act of 1933.

12 (b) LIMITATION.—Subsection (a) only applies to a
13 family office with assets under management in excess of
14 \$5,000,000, and a family office or a family client not
15 formed for the specific purpose of acquiring the securities
16 offered, and whose purchase is directed by a person who
17 has such knowledge and experience in financial and busi-
18 ness matters that such person is capable of evaluating the
19 merits and risks of the prospective investment.

Passed the House of Representatives October 24,
2017.

Attest:

KAREN L. HAAS,

Clerk.