

**Suspend the Rules and Pass the Bill, H. R. 6323, With an
Amendment**

**(The amendment strikes all after the enacting clause and inserts a
new text)**

115TH CONGRESS
2^D SESSION

H. R. 6323

To create an interdivisional taskforce at the Securities and Exchange
Commission for senior investors.

IN THE HOUSE OF REPRESENTATIVES

JULY 10, 2018

Mr. GOTTHEIMER (for himself, Mr. HOLLINGSWORTH, and Ms. SINEMA) intro-
duced the following bill; which was referred to the Committee on Finan-
cial Services

A BILL

To create an interdivisional taskforce at the Securities and
Exchange Commission for senior investors.

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 “National Senior Inves-
5 tor Initiative Act of 2018” or the “Senior Security Act
6 of 2018”.

1 **SEC. 2. SENIOR INVESTOR TASKFORCE.**

2 Section 4 of the Securities Exchange Act of 1934 (15
3 U.S.C. 78d) is amended by adding at the end the fol-
4 lowing:

5 “(k) SENIOR INVESTOR TASKFORCE.—

6 “(1) ESTABLISHMENT.—There is established
7 within the Commission the Senior Investor
8 Taskforce (in this subsection referred to as the
9 ‘Taskforce’).

10 “(2) DIRECTOR OF THE TASKFORCE.—The
11 head of the Taskforce shall be the Director, who
12 shall—

13 “(A) report directly to the Chairman; and

14 “(B) be appointed by the Chairman, in
15 consultation with the Commission, from among
16 individuals—

17 “(i) currently employed by the Com-
18 mission or from outside of the Commis-
19 sion; and

20 “(ii) having experience in advocating
21 for the interests of senior investors.

22 “(3) STAFFING.—The Chairman shall ensure
23 that—

24 “(A) the Taskforce is staffed sufficiently to
25 carry out fully the requirements of this sub-
26 section; and

1 “(B) such staff shall include individuals
2 from the Division of Enforcement, Office of
3 Compliance Inspections and Examinations, and
4 Office of Investor Education and Advocacy.

5 “(4) MINIMIZING DUPLICATION OF EFFORTS.—
6 In organizing and staffing the Taskforce, the Chair-
7 man shall take such actions as may be necessary to
8 minimize the duplication of efforts within the divi-
9 sions and offices described under paragraph (3)(B)
10 and any other divisions, offices, or taskforces of the
11 Commission.

12 “(5) FUNCTIONS OF THE TASKFORCE.—The
13 Taskforce shall—

14 “(A) identify challenges that senior inves-
15 tors encounter, including problems associated
16 with financial exploitation and cognitive decline;

17 “(B) identify areas in which senior inves-
18 tors would benefit from changes in the regula-
19 tions of the Commission or the rules of self-reg-
20 ulatory organizations;

21 “(C) coordinate, as appropriate, with other
22 offices within the Commission, other taskforces
23 that may be established within the Commission,
24 self-regulatory organizations, and the Elder
25 Justice Coordinating Council; and

1 “(D) consult, as appropriate, with State
2 securities and law enforcement authorities,
3 State insurance regulators, and other Federal
4 agencies.

5 “(6) REPORT.—The Taskforce, in coordination,
6 as appropriate, with the Office of the Investor Advo-
7 cate and self-regulatory organizations, and in con-
8 sultation, as appropriate, with State securities and
9 law enforcement authorities, State insurance regu-
10 lators, and Federal agencies, shall issue a report
11 every 2 years to the Committee on Banking, Hous-
12 ing, and Urban Affairs of the Senate and the Com-
13 mittee on Financial Services of the House of Rep-
14 resentatives, the first of which shall not be issued
15 until after the report described in section 3 of the
16 National Senior Investor Initiative Act of 2018 has
17 been issued and considered by the Taskforce, con-
18 taining—

19 “(A) appropriate statistical information
20 and full and substantive analysis;

21 “(B) a summary of recent trends and inno-
22 vations that have impacted the investment land-
23 scape for senior investors;

1 “(C) a summary of regulatory initiatives
2 that have concentrated on senior investors and
3 industry practices related to senior investors;

4 “(D) key observations, best practices, and
5 areas needing improvement, involving senior in-
6 vestors identified during examinations, enforce-
7 ment actions, and investor education outreach;

8 “(E) a summary of the most serious issues
9 encountered by senior investors, including
10 issues involving financial products and services;

11 “(F) an analysis with regard to existing
12 policies and procedures of brokers, dealers, in-
13 vestment advisers, and other market partici-
14 pants related to senior investors and senior in-
15 vestor-related topics and whether these policies
16 and procedures need to be further developed or
17 refined;

18 “(G) recommendations for such changes to
19 the regulations, guidance, and orders of the
20 Commission and self-regulatory organizations
21 and such legislative actions as may be appro-
22 priate to resolve problems encountered by senior
23 investors; and

24 “(H) any other information, as determined
25 appropriate by the Director of the Taskforce.

1 “(7) SUNSET.—The Taskforce shall terminate
2 after the end of the 10-year period beginning on the
3 date of the enactment of this subsection, but may be
4 reestablished by the Chairman.

5 “(8) SENIOR INVESTOR DEFINED.—For pur-
6 poses of this subsection, the term ‘senior investor’
7 means an investor over the age of 65.”.

8 **SEC. 3. GAO STUDY.**

9 (a) IN GENERAL.—Not later than 1 year after the
10 date of enactment of this Act, the Comptroller General
11 of the United States shall submit to Congress and the
12 Senior Investor Taskforce the results of a study on the
13 economic costs of the financial exploitation of senior citi-
14 zens.

15 (b) CONTENTS.—The study required under sub-
16 section (a) shall include information with respect to—

17 (1) costs—

18 (A) associated with losses by victims that
19 were incurred as a result of the financial exploi-
20 tation of senior citizens;

21 (B) incurred by State and Federal agen-
22 cies, law enforcement and investigatory agen-
23 cies, public benefit programs, public health pro-
24 grams, and other public programs as a result of
25 the financial exploitation of senior citizens; and

1 (C) incurred by the private sector as a re-
2 sult of the financial exploitation of senior citi-
3 zens; and

4 (2) any other relevant costs that—

5 (A) result from the financial exploitation of
6 senior citizens; and

7 (B) the Comptroller General determines
8 are necessary and appropriate to include in
9 order to provide Congress and the public with
10 a full and accurate understanding of the eco-
11 nomic costs resulting from the financial exploi-
12 tation of senior citizens in the United States.

13 (c) SENIOR CITIZEN DEFINED.—For purposes of this
14 section, the term “senior citizen” means an individual over
15 the age of 65.