

[DISCUSSION DRAFT]

116TH CONGRESS
1ST SESSION

H. R. _____

To require the chief executive officers of global systemically important bank holding companies to provide annual testimony to Congress, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

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

A BILL

To require the chief executive officers of global systemically important bank holding companies to provide annual testimony to Congress, 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 “Megabank Oversight
5 Act”.

1 **SEC. 2. ANNUAL TESTIMONY OF G-SIB CEOS.**

2 (a) IN GENERAL.—Subtitle C of the Financial Sta-
3 bility Act of 2010 (12 U.S.C. 5361 et seq.) is amended
4 by adding at the end the following::

5 **“SEC. 177. ANNUAL TESTIMONY OF G-SIB CEOS.**

6 “(a) ANNUAL REPORT.—Each global systemically
7 important bank holding company shall issue an annul re-
8 port to the Committee on Banking, Housing, and Urban
9 Affairs of the Senate and the Committee on Financial
10 Services of the House of Representatives containing a de-
11 scription of the activities of the company during the pre-
12 vious year and a description of the company’s objectives
13 and goals for the following year.

14 “(b) SPECIFIC CONTENTS.—Each report required
15 under subsection (a) shall include a description of—

16 “(1) the company’s size and complexity;

17 “(2) with respect to each depository institution
18 subsidiary of the company, the number and geo-
19 graphic distribution of the branches of such sub-
20 sidiary;

21 “(3) any enforcement actions, including any
22 consent orders and settlements, against the company
23 (including any affiliate or subsidiary of the com-
24 pany);

25 “(4) with respect to each enforcement action
26 described under paragraph (3), the total number of

1 consumers or investors harmed by the conduct that
2 was the basis for such enforcement action;

3 “(5) the company’s capital market activities, in-
4 cluding with respect to securities and derivatives, as
5 well as any custodial banking activities;

6 “(6) the extent to which the company utilizes
7 forced arbitration clauses in contracts with con-
8 sumers, employees, investors, and contractors;

9 “(7) the company’s compensation and clawback
10 policies, including how these policies are designed to
11 promote accountability of company executives and
12 how the compensation of the chief executive officer
13 and other senior executives compares to the median
14 compensation of an employee of the company;

15 “(8) the diversity of the directors of the com-
16 pany’s board and senior executives, the policies and
17 practices implemented at the company to promote
18 diversity and inclusion among the company’s work-
19 force, and the policies implemented by the company
20 to promote the use of diverse contractors, including
21 diverse asset managers, brokers and underwriters;

22 “(9) the company’s approach to cybersecurity
23 and protecting consumer data; and

1 “(10) a comparison of how the company’s re-
2 sponses to paragraphs (1) through (9) have changed
3 over the last ten years.

4 “(c) TESTIMONY.—The chief executive officer of each
5 global systemically important bank holding company shall
6 appear before the Committee on Banking, Housing, and
7 Urban Affairs of the Senate and the Committee on Finan-
8 cial Services of the House of Representatives at an annual
9 hearing to testify with respect to the contents of the report
10 required under subsection (a).

11 “(d) GLOBAL SYSTEMICALLY IMPORTANT BANK
12 HOLDING COMPANY DEFINED.—In this section, the term
13 ‘global systemically important bank holding company’
14 means a global systemically important bank holding com-
15 pany, as such term is defined under section 217.402 of
16 title 12, Code of Federal Regulations.”.

17 (b) CLERICAL AMENDMENT.—The table of contents
18 under section 1(b) of the Dodd-Frank Wall Street Reform
19 and Consumer Protection Act is amended by inserting
20 after the item relating to section 176 the following:

“Sec. 177. Annual testimony of GSIB CEOs.”.