



(Original Signature of Member)

118TH CONGRESS
2D SESSION

H. R. _____

To require the Board of Governors of the Federal Reserve System to issue a rule relating to stress capital buffer requirements, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

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

A BILL

To require the Board of Governors of the Federal Reserve System to issue a rule relating to stress capital buffer requirements, 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 “Stress Testing Ac-
5 countability and Transparency Act”.

1 **SEC. 2. RULEMAKING RELATED TO STRESS CAPITAL BUFF-**
2 **ER REQUIREMENTS.**

3 (a) IN GENERAL.—Not later than 90 days after the
4 date of the enactment of this section, the Board of Gov-
5 ernors of the Federal Reserve System (in this Act referred
6 to as the “Board”) shall issue a rule to establish any mod-
7 els, assumptions, formulas, or other decisional methodolo-
8 gies that are used to determine any component or sub-
9 component of the stress capital buffer requirement for a
10 bank holding company.

11 (b) CHANGES.—The Board may only make changes
12 to the rule issued under subsection (a) through notice and
13 comment rulemaking.

14 (c) STRESS CAPITAL BUFFER REQUIREMENT DE-
15 FINED.—The term “stress capital buffer requirement” has
16 the meaning given the term in section 225.8(e) of title
17 12 of the Code of Federal Regulations.

18 **SEC. 3. RULEMAKING RELATING TO STRESS TESTING.**

19 (a) IN GENERAL.—Beginning in the first calendar
20 year after the date of the enactment of this section, the
21 Board shall, not less than 30 days before conducting a
22 stress test pursuant to section 165(i) of the Financial Sta-
23 bility Act of 2010, issue a rule to establish each scenario
24 used to be used in such stress test.

25 (b) PROHIBITION.—The Board may not, by rule or
26 otherwise, subject any nonbank financial company to a cli-

1 mate-related stress test using the authority provided in
2 section 165(i) of the Financial Stability Act of 2010.

3 **SEC. 4. GAO REPORT.**

4 (a) IN GENERAL.—The Comptroller General of the
5 United States shall, every 3 years, conduct a study and
6 submit a report to the Congress with respect to the stress
7 tests conducted by the Board under section 165(i) of the
8 Financial Stability Act of 2010 in the 3 most recent cal-
9 endar years.

10 (b) CONTENTS.—The report submitted to the Con-
11 gress under subsection (a) shall—

12 (1) evaluate whether the stress tests are suffi-
13 ciently robust and promote preparedness; and

14 (2) consider whether the stress tests adequately
15 identify salient risks to—

16 (A) the safety and soundness of the
17 nonbank financial institutions subjected to
18 stress tests; and

19 (B) the stability of the United States fi-
20 nancial system.