

**AMENDMENT IN THE NATURE OF A SUBSTITUTE  
TO H.R. 3380  
OFFERED BY MR. LOUDERMILK OF GEORGIA**

Strike all after the enacting clause and insert the following:

**1 SECTION 1. SHORT TITLE.**

2       This Act may be cited as the “Taking Account of In-  
3 stitutions with Low Operation Risk Act of 2025” or the  
4 “TAILOR Act of 2025”.

**5 SEC. 2. TAILORING REGULATION TO BUSINESS MODEL AND  
6 RISK.**

7       (a) DEFINITIONS.—In this section—

8           (1) the term “Federal financial institutions reg-  
9 ulatory agency” means the Office of the Comptroller  
10 of the Currency, the Board of Governors of the Fed-  
11 eral Reserve System, the Federal Deposit Insurance  
12 Corporation, the National Credit Union Administra-  
13 tion, and the Bureau of Consumer Financial Protec-  
14 tion; and

15           (2) the term “regulatory action”—

16               (A) means any proposed, interim, or final  
17 rule or regulation; and

1 (B) does not include any action taken by  
2 a Federal financial institutions regulatory agen-  
3 cy that is solely applicable to an individual in-  
4 stitution, including an enforcement action or  
5 order.

6 (b) CONSIDERATION AND TAILORING.—For any reg-  
7 ulatory action occurring after the date of enactment of  
8 this Act, each Federal financial institutions regulatory  
9 agency shall—

10 (1) take into consideration the risk profile and  
11 business models of each type of institution or class  
12 of institutions subject to the regulatory action; and

13 (2) tailor the regulatory action applicable to an  
14 institution, or type of institution, in a manner that  
15 limits the regulatory impact, including cost, human  
16 resource allocation, and other burdens, on the insti-  
17 tution or type of institution as is appropriate for the  
18 risk profile and business model involved.

19 (c) FACTORS TO CONSIDER.—In carrying out the re-  
20 quirements of subsection (b) with respect to a regulatory  
21 action, each Federal financial institutions regulatory agen-  
22 cy shall consider—

23 (1) the aggregate effect of all applicable regu-  
24 latory actions on the ability of institutions to flexibly

1       serve customers of the institutions and local markets  
2       on and after the date of enactment of this Act;

3           (2) the potential that efforts to implement the  
4       regulatory action and third-party service provider ac-  
5       tions may work to undercut efforts to tailor the reg-  
6       ulatory action, as described in subsection (b)(2); and

7           (3) the statutory provision authorizing the reg-  
8       ulatory action, the congressional intent with respect  
9       to the statutory provision, and the underlying policy  
10      objectives of the regulatory action.

11      (d) NOTICE OF PROPOSED AND FINAL RULE-  
12      MAKING.—Each Federal financial institutions regulatory  
13      agency shall disclose and document in every notice of pro-  
14      posed rulemaking and in any final rulemaking for a regu-  
15      latory action described in subsection (b).

16      (e) REPORTS TO CONGRESS.—Not later than 1 year  
17      after the date of enactment of this Act and annually there-  
18      after, each Federal financial institutions regulatory agency  
19      shall submit to the Committee on Banking, Housing, and  
20      Urban Affairs of the Senate and the Committee on Finan-  
21      cial Services of the House of Representatives a report on  
22      the specific actions taken to tailor the regulatory actions  
23      of the Federal financial institutions regulatory agency  
24      pursuant to the requirements of this section.

25      (f) LIMITED LOOK-BACK APPLICATION.—

1           (1) IN GENERAL.—Each Federal financial insti-  
2           tutions regulatory agency shall—

3                   (A) conduct a review of all final regula-  
4                   tions issued pursuant to statutes enacted dur-  
5                   ing the period beginning on the date that is 15  
6                   years before the date on which this Act is intro-  
7                   duced in the House of Representatives and end-  
8                   ing on the date of enactment of this Act; and

9                   (B) apply the requirements of this section  
10                  to the regulations described in subparagraph  
11                  (A).

12           (2) REVISION.—Any regulation revised under  
13           paragraph (1) shall be revised not later than 3 years  
14           after the date of enactment of this Act.

15 **SEC. 3. SHORT-FORM CALL REPORTS FOR ALL BANKS ELI-**  
16 **GIBLE FOR THE COMMUNITY BANK LEVER-**  
17 **AGE RATIO.**

18           The appropriate Federal banking agencies, as defined  
19 in section 3 of the Federal Deposit Insurance Act (12  
20 U.S.C. 1813), shall promulgate regulations establishing a  
21 reduced reporting requirement for all banks eligible for the  
22 Community Bank Leverage Ratio, as defined in section  
23 201(a) of the Economic Growth, Regulatory Relief, and  
24 Consumer Protection Act (12 U.S.C. 5371 note), when  
25 making the first and third report of condition of a year

1 as required by section 7(a) of the Federal Deposit Insur-  
2 ance Act (12 U.S.C. 1817(a)).

3 **SEC. 4. REPORT TO CONGRESS ON MODERNIZATION OF SU-**  
4 **PERVISION.**

5 Not later than 18 months after the date of enactment  
6 of this Act, the appropriate Federal banking agencies, as  
7 defined in section 3 of the Federal Deposit Insurance Act  
8 (12 U.S.C. 1813), in consultation with State bank super-  
9 visors, shall submit to the Committee on Banking, Hous-  
10 ing, and Urban Affairs of the Senate and the Committee  
11 on Financial Services of the House of Representatives a  
12 report on the modernization of bank supervision, including  
13 the following factors:

- 14 (1) Changing bank business models.
- 15 (2) Examiner workforce and training.
- 16 (3) The structure of supervisory activities with-  
17 in banking agencies.
- 18 (4) Improving bank-supervisor communication  
19 and collaboration.
- 20 (5) The use of supervisory technology.
- 21 (6) Supervisory factors uniquely applicable to  
22 community banks.
- 23 (7) Changes in statutes necessary to achieve  
24 more effective supervision.

