To clarify that family offices and family clients are accredited investors, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Mrs. CAROLYN B. MALONEY of New York introduced the following bill; which was referred to the Committee on __________________________

A BILL

To clarify that family offices and family clients are accredited investors, and for other purposes.

Be it enacted by the Senate and House of Representa-
tives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the “Family Office Tech-
nical Correction Act of 2019”.

SEC. 2. ACCREDITED INVESTOR CLARIFICATION.

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

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