

Union Calendar No. 104

119TH CONGRESS
1ST SESSION

H. R. 3380

[Report No. 119–135]

To require the Federal financial institutions regulatory agencies to take risk profiles and business models of institutions into account when taking regulatory actions, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MAY 14, 2025

Mr. LOUDERMILK introduced the following bill; which was referred to the
Committee on Financial Services

JUNE 4, 2025

Additional sponsor: Mr. DOWNING

JUNE 4, 2025

Reported with an amendment, committed to the Committee of the Whole
House on the State of the Union, and ordered to be printed

[Strike out all after the enacting clause and insert the part printed in *italie*]

[For text of introduced bill, see copy of bill as introduced on May 14, 2025]

A BILL

To require the Federal financial institutions regulatory agencies to take risk profiles and business models of institutions into account when taking regulatory actions, 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 “Taking Account of Insti-*
 5 *tutions with Low Operation Risk Act of 2025” or the “TAI-*
 6 *LOR Act of 2025”.*

7 **SEC. 2. TAILORING REGULATION TO BUSINESS MODEL AND**
 8 **RISK.**

9 (a) *DEFINITIONS.—In this section—*

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

17 (2) *the term “regulatory action”—*

18 (A) *means any proposed, interim, or final*
 19 *rule or regulation; and*

20 (B) *does not include any action taken by a*
 21 *Federal financial institutions regulatory agency*
 22 *that is solely applicable to an individual institu-*
 23 *tion, including an enforcement action or order.*

24 (b) *CONSIDERATION AND TAILORING.—For any regu-*
 25 *latory action occurring after the date of enactment of this*

1 *Act, each Federal financial institutions regulatory agency*
2 *shall—*

3 (1) *take into consideration the risk profile and*
4 *business models of each type of institution or class of*
5 *institutions subject to the regulatory action; and*

6 (2) *tailor the regulatory action applicable to an*
7 *institution, or type of institution, in a manner that*
8 *limits the regulatory impact, including cost, human*
9 *resource allocation, and other burdens, on the institu-*
10 *tion or type of institution as is appropriate for the*
11 *risk profile and business model involved.*

12 (c) *FACTORS TO CONSIDER.—In carrying out the re-*
13 *quirements of subsection (b) with respect to a regulatory*
14 *action, each Federal financial institutions regulatory agen-*
15 *cy shall consider—*

16 (1) *the aggregate effect of all applicable regu-*
17 *latory actions on the ability of institutions to flexibly*
18 *serve customers of the institutions and local markets*
19 *on and after the date of enactment of this Act;*

20 (2) *the potential that efforts to implement the*
21 *regulatory action and third-party service provider ac-*
22 *tions may work to undercut efforts to tailor the regu-*
23 *latory action, as described in subsection (b)(2); and*

24 (3) *the statutory provision authorizing the regu-*
25 *latory action, the congressional intent with respect to*

1 *the statutory provision, and the underlying policy ob-*
2 *jectives of the regulatory action.*

3 *(d) NOTICE OF PROPOSED AND FINAL RULEMAKING.—*

4 *Each Federal financial institutions regulatory agency shall*
5 *disclose and document in every notice of proposed rule-*
6 *making and in any final rulemaking for a regulatory ac-*
7 *tion how the agency has applied subsections (b) and (c).*

8 *(e) REPORTS TO CONGRESS.—Not later than 1 year*
9 *after the date of enactment of this Act and annually there-*
10 *after, each Federal financial institutions regulatory agency*
11 *shall submit to the Committee on Banking, Housing, and*
12 *Urban Affairs of the Senate and the Committee on Finan-*
13 *cial Services of the House of Representatives a report on*
14 *the specific actions taken to tailor the regulatory actions*
15 *of the Federal financial institutions regulatory agency pur-*
16 *suant to the requirements of this section.*

17 *(f) LIMITED LOOK-BACK APPLICATION.—*

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

20 *(A) conduct a review of all final regulations*
21 *issued pursuant to statutes enacted during the*
22 *period beginning on the date that is 15 years be-*
23 *fore the date on which this Act is introduced in*
24 *the House of Representatives and ending on the*
25 *date of enactment of this Act; and*

1 (B) apply the requirements of this section to
2 the regulations described in subparagraph (A).

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

6 **SEC. 3. SHORT-FORM CALL REPORTS FOR ALL BANKS ELIGI-**
7 **BLE FOR THE COMMUNITY BANK LEVERAGE**
8 **RATIO.**

9 The appropriate Federal banking agencies, as defined
10 in section 3 of the Federal Deposit Insurance Act (12 U.S.C.
11 1813), shall promulgate regulations establishing a reduced
12 reporting requirement for all banks eligible for the Commu-
13 nity Bank Leverage Ratio, as defined in section 201(a) of
14 the Economic Growth, Regulatory Relief, and Consumer
15 Protection Act (12 U.S.C. 5371 note), when making the first
16 and third report of condition of a year as required by sec-
17 tion 7(a) of the Federal Deposit Insurance Act (12 U.S.C.
18 1817(a)).

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

21 Not later than 18 months after the date of enactment
22 of this Act, the appropriate Federal banking agencies, as
23 defined in section 3 of the Federal Deposit Insurance Act
24 (12 U.S.C. 1813), in consultation with State bank super-
25 visors, shall submit to the Committee on Banking, Housing,

1 *and Urban Affairs of the Senate and the Committee on Fi-*
2 *nanacial Services of the House of Representatives a report*
3 *on the modernization of bank supervision, including the fol-*
4 *lowing factors:*

5 (1) *Changing bank business models.*

6 (2) *Examiner workforce and training.*

7 (3) *The structure of supervisory activities within*
8 *banking agencies.*

9 (4) *Improving bank-supervisor communication*
10 *and collaboration.*

11 (5) *The use of supervisory technology.*

12 (6) *Supervisory factors uniquely applicable to*
13 *community banks.*

14 (7) *Changes in statutes necessary to achieve more*
15 *effective supervision.*

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