

119TH CONGRESS
1ST SESSION

S. 2113

To amend the Federal Reserve Act to prohibit earnings on balances maintained at a Federal Reserve bank by or on behalf of a depository institution.

IN THE SENATE OF THE UNITED STATES

JUNE 18, 2025

Mr. PAUL introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

A BILL

To amend the Federal Reserve Act to prohibit earnings on balances maintained at a Federal Reserve bank by or on behalf of a depository institution.

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 “End the Fed’s Big
5 Bank Bailout Act”.

6 **SEC. 2. PROHIBITION ON EARNINGS.**

7 Section 19(b) of the Federal Reserve Act (12 U.S.C.
8 461(b)) is amended by striking paragraph (12) and insert-
9 ing the following:

1 “(12) EARNINGS ON BALANCES.—No Federal
2 Reserve bank may pay earnings on balances main-
3 tained at a Federal Reserve bank by or on behalf of
4 a depository institution.”.

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