

116TH CONGRESS
1ST SESSION

H. R. 4233

To require the Federal banking agencies to increase the risk-sensitivity of the capital treatment of certain centrally cleared exchange-listed derivatives, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

SEPTEMBER 6, 2019

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

A BILL

To require the Federal banking agencies to increase the risk-sensitivity of the capital treatment of certain centrally cleared exchange-listed derivatives, 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 “Options Market Sta-
5 bility Act of 2019”.

6 **SEC. 2. DERIVATIVE CONTRACTS.**

7 (a) DEFINITIONS.—In this section, the terms “depos-
8 itory institution” and “depository institution holding com-

1 pany” have the meanings given those terms in section 3
2 of the Federal Deposit Insurance Act (12 U.S.C. 1813).

3 (b) REQUIREMENT.—Not later than December 31,
4 2019, the Board of Governors of the Federal Reserve Sys-
5 tem, the Federal Deposit Insurance Corporation, and the
6 Comptroller of the Currency shall—

7 (1) jointly issue a final rule relating to the no-
8 tice of proposed rule making entitled “Standardized
9 Approach for Calculating the Exposure Amount of
10 Derivative Contracts” (83 Fed. Reg. 64660; Decem-
11 ber 17, 2018); or

12 (2) implement relief that allows for the adop-
13 tion of a methodology for calculating the
14 counterparty credit risk exposure, at default, of a
15 depository institution, depository institution holding
16 company, or affiliate thereof to a client arising from
17 a guarantee provided by the depository institution,
18 depository institution holding company, or affiliate
19 thereof to a central counterparty in respect of the
20 client’s performance under an exchange-listed deriv-
21 ative contract cleared through that central
22 counterparty pursuant to the risk-based and lever-
23 age-based capital rules applicable to depository insti-
24 tutions and depository institution holding companies
25 under parts 3, 217, and 324 of title 12, Code of

- 1 Federal Regulations, that reflects the economic value
- 2 of delta weighting and netting.

