

106TH CONGRESS
1ST SESSION

H. R. 575

To provide that certain regulations proposed by the Comptroller of the Currency, the Director of the Office of Thrift Supervision, the Board of Governors of the Federal Reserve System, and the Federal Deposit Insurance Corporation relating to “Know Your Customer” practices of financial institutions shall not take effect.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 4, 1999

Mr. BAKER introduced the following bill; which was referred to the Committee on Banking and Financial Services

A BILL

To provide that certain regulations proposed by the Comptroller of the Currency, the Director of the Office of Thrift Supervision, the Board of Governors of the Federal Reserve System, and the Federal Deposit Insurance Corporation relating to “Know Your Customer” practices of financial institutions shall not take effect.

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 “Know Your Customer
5 Regulations Termination Act”.

1 **SEC. 2. TERMINATION OF “KNOW YOUR CUSTOMER” REGU-**
2 **LATIONS.**

3 (a) IN GENERAL.—None of the proposed regulations
4 described in subsection (b) may be published in final form
5 and, to the extent any such regulation has become effec-
6 tive before the date of the date of the enactment of this
7 Act, such regulation shall cease to be effective as of such
8 date.

9 (b) PROPOSED REGULATIONS DESCRIBED.—The
10 proposed regulations referred to in subsection (a) are as
11 follows:

12 (1) The regulation proposed by the Comptroller
13 of the Currency to amend part 21 of title 12 of the
14 Code of Federal Regulations, as published in the
15 Federal Register on December 7, 1998.

16 (2) The regulation proposed by the Director of
17 the Office of Thrift Supervision to amend part 563
18 of title 12 of the Code of Federal Regulations, as
19 published in the Federal Register on December 7,
20 1998.

21 (3) The regulation proposed by the Board of
22 Governors of the Federal Reserve System to amend
23 parts 208, 211, and 225 of title 12 of the Code of
24 Federal Regulations, as published in the Federal
25 Register on December 7, 1998.

1 (4) The regulation proposed by the Federal De-
2 posit Insurance Corporation to amend part 326 of
3 title 12 of the Code of Federal Regulations, as pub-
4 lished in the Federal Register on December 7, 1998.

5 (c) PROHIBITION ON SIMILAR REGULATIONS.—None
6 of the Federal banking agencies referred to in any para-
7 graph of subsection (b) may prescribe any regulation
8 which is substantially similar to, or would have substan-
9 tially the same effect as, any proposed regulation de-
10 scribed in any such paragraph.

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