

110TH CONGRESS
2D SESSION

H. R. 6907

To prohibit any golden parachute payment for executives and directors of Fannie Mae and Freddie Mac unless specifically authorized by law.

IN THE HOUSE OF REPRESENTATIVES

SEPTEMBER 15, 2008

Mr. WELCH of Vermont introduced the following bill; which was referred to the Committee on Financial Services

A BILL

To prohibit any golden parachute payment for executives and directors of Fannie Mae and Freddie Mac unless specifically authorized by law.

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 “All Bonuses Left Be-
5 hind Act of 2008”.

6 **SEC. 2. LIMITATION ON GOLDEN PARACHUTE PAYMENTS.**

7 Section 1318(e) of the Federal Housing Enterprises
8 Financial Safety and Soundness Act of 1992 (12 U.S.C.
9 4518(e)(1)), as added by section 1114 of the Federal

1 Housing Finance Regulatory Reform Act of 2008 (Public
2 Law 110–289), is amended—

3 (1) in paragraph (2), by striking “paragraph
4 (1)” and inserting “paragraph (2)”;

5 (2) in paragraph (5)(A), by striking “paragraph
6 (6)” and inserting “paragraph (7)”;

7 (3) in paragraph (6)—

8 (A) by striking “paragraph (5)(A)(iii)”
9 and inserting “paragraph (6)(A)(iii)”; and

10 (B) by striking by striking “paragraph
11 (5)(A)” and inserting “paragraph (6)(A)”; and

12 (4) by redesignating paragraphs (1) through
13 (6) as paragraphs (2) through (7), respectively; and

14 (5) by inserting before paragraph (2), as so re-
15 designated, the following new paragraph:

16 “(1) REQUIREMENT OF SPECIFIC AUTHORIZA-
17 TION.—No golden parachute payment or indem-
18 nification payment may be made with respect to any
19 executive officer or member of the board of directors
20 of the Federal National Mortgage Association or of
21 the Federal Home Loan Mortgage Corporation, ex-
22 cept pursuant to specific authority provided by Fed-
23 eral law to make such payment with respect to the
24 individual officer or member of the board of direc-
25 tors that specifically names the individual with re-

- 1 spect to whom the payment is to be made and iden-
- 2 tifies the payment or payments to be made.”.

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