

## S 886

### Catastrophe Obligation Guarantee Act

**Congress:** 111 (2009–2011, Ended)

**Chamber:** Senate

**Policy Area:** Emergency Management

**Introduced:** Apr 23, 2009

**Current Status:** Sponsor introductory remarks on measure. (CR S4729-4730)

**Latest Action:** Sponsor introductory remarks on measure. (CR S4729-4730) (Apr 27, 2009)

**Official Text:** <https://www.congress.gov/bill/111th-congress/senate-bill/886>

### Sponsor

**Name:** Sen. Nelson, Bill [D-FL]

**Party:** Democratic • **State:** FL • **Chamber:** Senate

### Cosponsors (4 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Martinez, Mel [R-FL]	R · FL		Apr 28, 2009
Sen. Feinstein, Dianne [D-CA]	D · CA		Sep 15, 2009
Sen. Boxer, Barbara [D-CA]	D · CA		Oct 21, 2009
Sen. Landrieu, Mary L. [D-LA]	D · LA		Feb 24, 2010

### Committee Activity

Committee	Chamber	Activity	Date
Banking, Housing, and Urban Affairs Committee	Senate	Referred To	Apr 23, 2009

### Subjects & Policy Tags

#### Policy Area:

Emergency Management

### Related Bills

Bill	Relationship	Last Action
111 HR 4014	Related bill	<b>Nov 4, 2009:</b> Referred to the House Committee on Financial Services.

Catastrophe Obligation Guarantee Act - Authorizes the Secretary of the Treasury to guarantee holders of debt against loss of principal or interest, or both, on debt issued by eligible state programs designed to: (1) promote the availability of private capital to provide liquidity and capacity to state catastrophe insurance (specifically, residential property insurance and reinsurance) programs; and (2) expedite the payment of claims under such programs and better assist financial recovery from significant natural catastrophes.

Limits the total principal amount of debt obligations guaranteed by the Secretary to: (1) \$5 billion for eligible state programs that cover earthquake peril; and (2) \$20 billion for eligible state programs that cover all other perils.

Makes appropriations to satisfy debt guarantee commitments.

Requires the Secretary, upon request of an eligible state program, to provide such debt guarantees.

Requires an eligible state program to show to the Secretary's satisfaction that covered insured losses in the state are likely to exceed the program's available cash resources, as calculated on the date of the event.

Prescribes requirements for eligible state programs.

Pledges the full faith and credit of the United States to the payment of all guarantees issued under this Act.

### **Actions Timeline**

---

- **Apr 27, 2009:** Sponsor introductory remarks on measure. (CR S4729-4730)
- **Apr 23, 2009:** Introduced in Senate
- **Apr 23, 2009:** Read twice and referred to the Committee on Banking, Housing, and Urban Affairs.