

S 3076

Ban Conflicted Trading at the Fed Act

Congress: 117 (2021–2023, Ended)

Chamber: Senate

Policy Area: Finance and Financial Sector

Introduced: Oct 26, 2021

Current Status: Read twice and referred to the Committee on Banking, Housing, and Urban Affairs.

Latest Action: Read twice and referred to the Committee on Banking, Housing, and Urban Affairs. (Oct 26, 2021)

Official Text: <https://www.congress.gov/bill/117th-congress/senate-bill/3076>

Sponsor

Name: Sen. Brown, Sherrod [D-OH]

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

Cosponsors (4 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Gillibrand, Kirsten E. [D-NY]	D · NY		Oct 26, 2021
Sen. Merkley, Jeff [D-OR]	D · OR		Oct 26, 2021
Sen. Warnock, Raphael G. [D-GA]	D · GA		Oct 26, 2021
Sen. Ossoff, Jon [D-GA]	D · GA		Nov 16, 2021

Committee Activity

Committee	Chamber	Activity	Date
Banking, Housing, and Urban Affairs Committee	Senate	Referred To	Oct 26, 2021

Subjects & Policy Tags

Policy Area:

Finance and Financial Sector

Related Bills

No related bills are listed.

Ban Conflicted Trading at the Fed Act

This bill imposes investment restrictions on certain Federal Reserve employees.

Specifically, members of the Board of Governors of the Federal Reserve System and presidents or vice presidents of a Federal Reserve bank are prohibited from (1) purchasing or selling a specified investment, including an investment in a security, a commodity, virtual currency, or a future; or (2) entering into a transaction that creates a net short position in a security. (A short position is an investment strategy employed when an investor anticipates a short term decrease in the investment's price.) Investments held prior to taking office may not be bought or sold, except for approved placement in a blind trust or divestiture during a specified time period.

Further, Federal Reserve bank presidents, vice presidents, and directors must make annual and periodic financial and transaction disclosures.

Finally, the Board of Governors of the Federal Reserve System must issue rules within 90 days of enactment requiring Federal Reserve board members, presidents, vice presidents, and senior staff (1) to provide 45 days advance notice of investment transactions, and (2) to hold investments for at least 1 year from the date of transaction.

Actions Timeline

- **Oct 26, 2021:** Introduced in Senate
- **Oct 26, 2021:** Read twice and referred to the Committee on Banking, Housing, and Urban Affairs.