

S 3779

Adjustable Interest Rate (LIBOR) Act

Congress: 117 (2021–2023, Ended)

Chamber: Senate

Policy Area: Finance and Financial Sector

Introduced: Mar 8, 2022

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. (Mar 8, 2022)

Official Text: <https://www.congress.gov/bill/117th-congress/senate-bill/3779>

Sponsor

Name: Sen. Tester, Jon [D-MT]

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

Cosponsors (7 total)

| Cosponsor | Party / State | Role | Date Joined |
|-----------------------------|---------------|------|-------------|
| Sen. Brown, Sherrod [D-OH] | D · OH | | Mar 8, 2022 |
| Sen. Hagerty, Bill [R-TN] | R · TN | | Mar 8, 2022 |
| Sen. Reed, Jack [D-RI] | D · RI | | Mar 8, 2022 |
| Sen. Rounds, Mike [R-SD] | R · SD | | Mar 8, 2022 |
| Sen. Tillis, Thomas [R-NC] | R · NC | | Mar 8, 2022 |
| Sen. Toomey, Patrick [R-PA] | R · PA | | Mar 8, 2022 |
| Sen. Warner, Mark R. [D-VA] | D · VA | | Mar 8, 2022 |

Committee Activity

| Committee | Chamber | Activity | Date |
|---|---------|-------------|-------------|
| Banking, Housing, and Urban Affairs Committee | Senate | Referred To | Mar 8, 2022 |

Subjects & Policy Tags

Policy Area:

Finance and Financial Sector

Related Bills

| Bill | Relationship | Last Action |
|-------------|--------------|--|
| 117 HR 2471 | Related bill | Mar 15, 2022: Became Public Law No: 117-103. |
| 117 S 3844 | Related bill | Mar 15, 2022: Read twice and referred to the Committee on Finance. |
| 117 HR 4616 | Related bill | Mar 3, 2022: Committee on Banking, Housing, and Urban Affairs. Hearings held. |

Adjustable Interest Rate (LIBOR) Act

This bill provides for the transition of certain financial contracts away from the London Interbank Offered Rate (LIBOR), a reference interest rate based upon the lending terms certain banks offer to each other for various lengths of time. LIBOR is set to be retired in 2023. Various financial contracts reference LIBOR as a benchmark for prevailing interest rates and use LIBOR in calculating certain payments or obligations.

In the event a contract referencing LIBOR does not have a fallback or replacement rate provision in effect when LIBOR is retired, or a replacement rate is not selected by a determining person as defined by the bill, the bill provides for a transition to a replacement rate selected by the Board of Governors of the Federal Reserve System. The bill also provides for conforming changes to these contracts, the continuity and enforceability of these contracts, and protections against liability as a result of such a transition.

Actions Timeline

- **Mar 8, 2022:** Introduced in Senate
- **Mar 8, 2022:** Read twice and referred to the Committee on Banking, Housing, and Urban Affairs.