

HR 2972

Failed Bank Executives Clawback Act

Congress: 118 (2023–2025, Ended)

Chamber: House

Policy Area: Finance and Financial Sector

Introduced: Apr 27, 2023

Current Status: Referred to the House Committee on Financial Services.

Latest Action: Referred to the House Committee on Financial Services. (Apr 27, 2023)

Official Text: <https://www.congress.gov/bill/118th-congress/house-bill/2972>

Sponsor

Name: Rep. Porter, Katie [D-CA-47]

Party: Democratic • **State:** CA • **Chamber:** House

Cosponsors (4 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Buck, Ken [R-CO-4]	R · CO		Apr 27, 2023
Rep. Gallego, Ruben [D-AZ-3]	D · AZ		Apr 27, 2023
Rep. Perez, Marie Gluesenkamp [D-WA-3]	D · WA		Apr 27, 2023
Rep. Spartz, Victoria [R-IN-5]	R · IN		Apr 27, 2023

Committee Activity

Committee	Chamber	Activity	Date
Financial Services Committee	House	Referred To	Apr 27, 2023

Subjects & Policy Tags

Policy Area:

Finance and Financial Sector

Related Bills

Bill	Relationship	Last Action
118 S 1790	Related bill	Jun 1, 2023: Read twice and referred to the Committee on Banking, Housing, and Urban Affairs.
118 S 1045	Related bill	May 17, 2023: Committee on Banking, Housing, and Urban Affairs. Hearings held.

Failed Bank Executives Clawback Act

This bill requires the Federal Deposit Insurance Corporation (FDIC) to claw back compensation paid to certain responsible parties when an insured depository institution or financial company is placed into FDIC receivership.

Specifically, all or part of the compensation paid the previous five years to an institution-affiliated party substantially responsible for the condition of the institution must be paid to FDIC to prevent unjust enrichment and to assure that the party bears losses consistent with their responsibility. Compensation includes salary, bonuses, awards, and profits from buying or selling securities.

Finally, the bill establishes that an insured depository institution's holding company is liable to the FDIC for payments to insured depositors, the FDIC's receiver costs, and interest when the institution is under FDIC receivership.

Actions Timeline

- **Apr 27, 2023:** Introduced in House
- **Apr 27, 2023:** Referred to the House Committee on Financial Services.