

S 817

SVB Act

Congress: 118 (2023–2025, Ended)

Chamber: Senate

Policy Area: Finance and Financial Sector

Introduced: Mar 15, 2023

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 15, 2023)

Official Text: <https://www.congress.gov/bill/118th-congress/senate-bill/817>

Sponsor

Name: Sen. Warren, Elizabeth [D-MA]

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

Cosponsors (19 total)

| Cosponsor | Party / State | Role | Date Joined |
|-----------------------------------|---------------|------|--------------|
| Sen. Baldwin, Tammy [D-WI] | D · WI | | Mar 15, 2023 |
| Sen. Blumenthal, Richard [D-CT] | D · CT | | Mar 15, 2023 |
| Sen. Booker, Cory A. [D-NJ] | D · NJ | | Mar 15, 2023 |
| Sen. Casey, Robert P., Jr. [D-PA] | D · PA | | Mar 15, 2023 |
| Sen. Duckworth, Tammy [D-IL] | D · IL | | Mar 15, 2023 |
| Sen. Durbin, Richard J. [D-IL] | D · IL | | Mar 15, 2023 |
| Sen. Fetterman, John [D-PA] | D · PA | | Mar 15, 2023 |
| Sen. Heinrich, Martin [D-NM] | D · NM | | Mar 15, 2023 |
| Sen. Hirono, Mazie K. [D-HI] | D · HI | | Mar 15, 2023 |
| Sen. Lujan, Ben Ray [D-NM] | D · NM | | Mar 15, 2023 |
| Sen. Markey, Edward J. [D-MA] | D · MA | | Mar 15, 2023 |
| Sen. Menendez, Robert [D-NJ] | D · NJ | | Mar 15, 2023 |
| Sen. Murphy, Christopher [D-CT] | D · CT | | Mar 15, 2023 |
| Sen. Sanders, Bernard [I-VT] | I · VT | | Mar 15, 2023 |
| Sen. Schatz, Brian [D-HI] | D · HI | | Mar 15, 2023 |
| Sen. Welch, Peter [D-VT] | D · VT | | Mar 15, 2023 |
| Sen. Whitehouse, Sheldon [D-RI] | D · RI | | Mar 15, 2023 |
| Sen. Merkley, Jeff [D-OR] | D · OR | | Mar 29, 2023 |
| Sen. Feinstein, Dianne [D-CA] | D · CA | | Jul 10, 2023 |

Committee Activity

| Committee | Chamber | Activity | Date |
|---|---------|-------------|--------------|
| Banking, Housing, and Urban Affairs Committee | Senate | Referred To | Mar 15, 2023 |

Subjects & Policy Tags

Policy Area:

Finance and Financial Sector

Related Bills

| Bill | Relationship | Last Action |
|-------------|--------------|---|
| 118 HR 1596 | Related bill | Mar 14, 2023: Referred to the House Committee on Financial Services. |
| 118 HR 1602 | Related bill | Mar 14, 2023: Referred to the House Committee on Financial Services. |

Summary (as of Mar 15, 2023)

Secure Viable Banking Act or the SVB Act

This bill increases the oversight of certain nonbank financial companies and bank holding companies by repealing Title IV of the Economic Growth, Regulatory Relief, and Consumer Protection Act (P.L. 115-174). (A nonbank financial company is a financial institution without a banking license that may be subject to supervision due to the company's size or risk profile. A bank holding company owns a controlling interest in one or more banks.)

Specifically, the bill decreases from \$250 billion to \$50 billion the asset threshold at which enhanced prudential standards become mandatory, thereby requiring more companies to comply with these standards. These standards include stress testing, leverage limits, liquidity requirements, and resolution plan requirements (i.e., living will requirements). Under current law, the Federal Reserve has the discretion to determine the applicability of these standards to bank holding companies with assets between \$100 billion and \$250 billion.

The bill also expands stress testing by

- increasing the number of board-run stress test scenarios from two to three;
- decreasing the asset threshold at which company-run stress tests are required from \$250 billion to \$10 billion; and
- requiring company-run stress tests to be performed annually or semiannually, depending on the amount of assets held.

The bill also decreases from \$50 billion to \$10 billion the asset threshold for mandatory risk committees.

Finally, the bill revises the supplemental leverage ratio applied to custodial banks and the asset treatment of certain municipal obligations.

Actions Timeline

- **Mar 15, 2023:** Introduced in Senate
- **Mar 15, 2023:** Read twice and referred to the Committee on Banking, Housing, and Urban Affairs.