## 106TH CONGRESS 2D SESSION

## H. R. 4067

To repeal the prohibition on the payment of interest on demand deposits, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

March 23, 2000

Mr. Metcalf (for himself and Mr. Leach) introduced the following bill; which was referred to the Committee on Banking and Financial Services

## A BILL

To repeal the prohibition on the payment of interest on demand deposits, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Business Checking
- 5 Modernization Act".
- 6 SEC. 2. AMENDMENTS RELATING TO DEMAND DEPOSIT AC-
- 7 COUNTS AT DEPOSITORY INSTITUTIONS.
- 8 (a) Repeal of Prohibition on Payment of In-
- 9 TEREST ON DEMAND DEPOSITS.—

1 (1) Federal Reserve act.—Section 19(i) of 2 the Federal Reserve Act (12 U.S.C. 371a) is amend-3 ed to read as follows: "(i) [Repealed]". 4 (2) Home owners' loan act.—The 1st sen-5 6 tence of section 5(b)(1)(B) of the Home Owners' Loan Act (12 U.S.C. 1464(b)(1)(B)) is amended by 7 striking "savings association may not—" and all 8 9 that follows through "(ii) permit any" and inserting 10 "savings association may not permit any". 11 (3) Federal Deposit insurance act.—Sec-12 tion 18(g) of the Federal Deposit Insurance Act (12 13 U.S.C. 1828(g)) is amended to read as follows: "(g) [Repealed]". 14 15 (b) Effective Date.—The amendments made by 16 subsection (a) shall take effect at the end of the 1-year

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period beginning on the date of the enactment of this Act.