

111TH CONGRESS
2D SESSION

H. R. 6398

To require the Federal Deposit Insurance Corporation to fully insure Interest on Lawyers Trust Accounts.

IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 15, 2010

Mr. DOGGETT introduced the following bill; which was referred to the Committee on Financial Services

A BILL

To require the Federal Deposit Insurance Corporation to fully insure Interest on Lawyers Trust Accounts.

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. INTEREST ON LAWYERS TRUST ACCOUNTS.**

4 (a) IN GENERAL.—Section 11(a)(1)(B)(iii) of the
5 Federal Deposit Insurance Act, as added by section 343
6 of the Dodd-Frank Wall Street Reform and Consumer
7 Protection Act (Public Law 111–203), is amended—

8 (1) by redesignating subclauses (I), (II), and
9 (III) as items (aa), (bb), and (cc), respectively, and
10 adjusting the margins accordingly;

1 (2) by striking “means a deposit” and inserting
2 the following:

3 “means—

4 “(I) a deposit”;

5 (3) in item (cc), as so redesignated, by striking
6 the period at the end and inserting “; and”; and

7 (4) by adding at the end the following:

8 “(II) a trust account established
9 by an attorney or law firm on behalf
10 of a client, commonly known as an
11 ‘Interest on Lawyers Trust Account’,
12 or a functionally equivalent account,
13 as determined by the Corporation.”.

14 (b) EFFECTIVE DATE.—The amendments made by
15 subsection (a) shall take effect on December 31, 2010.

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