

115TH CONGRESS
2D SESSION

S. 3579

To require the Securities and Exchange Commission to revise the definitions of a “small business” and “small organization” for purposes of assessing the impact of the rulemakings of the Commission under the Investment Advisers Act of 1940.

IN THE SENATE OF THE UNITED STATES

OCTOBER 11, 2018

Mr. ROUNDS introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

A BILL

To require the Securities and Exchange Commission to revise the definitions of a “small business” and “small organization” for purposes of assessing the impact of the rulemakings of the Commission under the Investment Advisers Act of 1940.

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 “Investment Adviser
5 Regulatory Flexibility Improvement Act”.

1 **SEC. 2. DEFINITION OF SMALL BUSINESS OR SMALL ORGA-**
2 **NIZATION.**

3 (a) IN GENERAL.—Not later than 1 year after the
4 date of enactment of this Act, the Securities and Ex-
5 change Commission shall revise the definitions of “small
6 business” and “small organization” under section 275.0–
7 7 of title 17, Code of Federal Regulations, to provide alter-
8 native methods under which a business or organization
9 may qualify as a small business or small organization
10 under that section.

11 (b) CONSIDERATIONS.—In making the revision re-
12 quired under subsection (a), the Securities and Exchange
13 Commission shall consider whether the alternative meth-
14 ods under which a business or organization may qualify
15 as a small business or small organization under section
16 275.0–7 of title 17, Code of Federal Regulations, should
17 include a threshold with respect to the number of non-
18 clerical employees of the business or organization.

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