

119TH CONGRESS
1ST SESSION

S. 2757

To amend the Federal Deposit Insurance Act to modify the amount of reciprocal deposits of an insured depository institution that are not considered to be funds obtained by or through a deposit broker, and for other purposes.

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 10, 2025

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

A BILL

To amend the Federal Deposit Insurance Act to modify the amount of reciprocal deposits of an insured depository institution that are not considered to be funds obtained by or through a deposit broker, 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 “Keeping Deposits
5 Local Act”.

1 **SEC. 2. AMOUNT OF RECIPROCAL DEPOSITS THAT ARE NOT**
 2 **CONSIDERED TO BE FUNDS OBTAINED BY OR**
 3 **THROUGH A DEPOSIT BROKER.**

4 Section 29(i) of the Federal Deposit Insurance Act
 5 (12 U.S.C. 1831f(i)) is amended by striking paragraph (1)
 6 and inserting the following:

7 “(1) IN GENERAL.—The sum of the following
 8 amounts of reciprocal deposits of an agent institu-
 9 tion shall not be considered to be funds obtained, di-
 10 rectly or indirectly, by or through a deposit broker:

11 “(A) An amount equal to 50 percent of the
 12 portion of the total liabilities of the agent insti-
 13 tution that is not more than \$1,000,000,000.

14 “(B) An amount equal to 40 percent of the
 15 portion, if any, of the total liabilities of the
 16 agent institution that is more than
 17 \$1,000,000,000, but not more than
 18 \$10,000,000,000.

19 “(C) An amount equal to 30 percent of the
 20 portion, if any, of the total liabilities of the
 21 agent institution that is more than
 22 \$10,000,000,000, but not more than
 23 \$250,000,000,000.

24 “(D) An amount equal to 20 percent of the
 25 portion, if any, of the total liabilities of the
 26 agent institution that is more than

1 \$250,000,000,000, but not more than
2 \$1,000,000,000,000.

3 “(E) An amount equal to 2 percent of the
4 portion, if any, of the total liabilities of the
5 agent institution that is more than
6 \$1,000,000,000,000.”.

7 **SEC. 3. DEFINITION OF AGENT INSTITUTION.**

8 Section 29(i)(2)(A)(i)(I) of the Federal Deposit In-
9 surance Act (12 U.S.C. 1831f(i)(2)(A)(i)(I)) is amended
10 by striking “found to have a composite condition of out-
11 standing or good” and inserting “assigned a CAMELS
12 rating of 1, 2, or 3”.

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