

107TH CONGRESS
1ST SESSION

H. R. 1009

To repeal the prohibition on the payment of interest on demand deposits.

IN THE HOUSE OF REPRESENTATIVES

MARCH 13, 2001

Mr. TOOMEY (for himself, Mr. KANJORSKI, Mr. GONZALEZ, Mr. NEY, Ms. HOOLEY of Oregon, Mrs. ROUKEMA, and Ms. CAPITO) introduced the following bill; which was referred to the Committee on Financial Services

A BILL

To repeal the prohibition on the payment of interest on demand deposits.

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 Freedom Act of 2001”.

6 **SEC. 2. INTEREST-BEARING TRANSACTION ACCOUNTS AU-**
7 **THORIZED.**

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:

4 “(i) [Repealed]”.

5 (2) HOME OWNERS’ LOAN ACT.—The first sen-
6 tence of section 5(b)(1)(B) of the Home Owners’
7 Loan Act (12 U.S.C. 1464(b)(1)(B)) is amended by
8 striking “savings association may not—” and all
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:

14 “(g) [Repealed]”.

15 (b) EFFECTIVE DATE.—The amendments made by
16 subsection (a) shall take effect at the end of the 1-year
17 period beginning on the date of the enactment of this Act.

○