

113<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

**S.** \_\_\_\_\_

To clarify that certain banking entities are not required to divest from collateralized debt obligations backed by trust preferred securities under the Volcker Rule.

---

IN THE SENATE OF THE UNITED STATES

---

Mr. MANCHIN (for himself and Mr. WICKER) introduced the following bill;  
which was read twice and referred to the Committee on

---

**A BILL**

To clarify that certain banking entities are not required to divest from collateralized debt obligations backed by trust preferred securities under the Volcker Rule.

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. VOLCKER RULE CLARIFICATION RELATING TO**  
4 **COLLATERALIZED DEBT OBLIGATIONS**  
5 **BACKED BY TRUST PREFERRED SECURITIES.**

6 Section 13(g) of the Bank Holding Company Act of  
7 1956 (12 U.S.C. 1851(g)) is amended by adding at the  
8 end the following:

1           “(4) TRUST PREFERRED SECURITIES.—Nothing  
2           in this section shall require or be construed to re-  
3           quire a banking entity having total consolidated as-  
4           sets of less than \$50,000,000,000 or an organization  
5           that is a mutual holding company to divest from any  
6           collateralized debt obligation issued before May 19,  
7           2010, if—

8                   “(A) the primary purpose for any such ob-  
9                   ligation was as a vehicle for trust preferred se-  
10                  curities; and

11                   “(B) the investment in any such obligation  
12                  was made on or before December 10, 2013.”.