

AMENDMENT TO H.R. 4173
OFFERED BY MR. LARSON OF CONNECTICUT

Page 694, strike “a designated Federal entity” and insert “an establishment”.

Page 949, strike line 5 and all that follows through line 12, and insert the following new section:

1 SEC. 4801. ELEVATION OF CERTAIN INSPECTORS GENERAL
2 TO APPOINTMENT PURSUANT TO SECTION 3
3 OF THE INSPECTOR GENERAL ACT OF 1978.

4 (a) INCLUSION IN CERTAIN DEFINITIONS.—Section
5 12 of the Inspector General Act of 1978 (5 U.S.C. App.)
6 is amended—

7 (1) in paragraph (1), by striking “or the Fed-
8 eral Cochairpersons of the Commissions established
9 under section 15301 of title 40, United States
10 Code;” and inserting “the Federal Cochairpersons of
11 the Commissions established under section 15301 of
12 title 40, United States Code; the Chairman of the
13 Board of Governors of the Federal Reserve System;
14 the Chairman of the Commodity Futures Trading
15 Commission; the Chairman of the National Credit
16 Union Administration; the Director of the Pension

1 Benefit Guaranty Corporation; the Chairman of the
2 Securities and Exchange Commission; or the Direc-
3 tor of the Consumer Financial Protection Agency’;”;
4 and

5 (2) in paragraph (2), by striking “or the Com-
6 missions established under section 15301 of title 40,
7 United States Code,” and inserting “the Commis-
8 sions established under section 15301 of title 40,
9 United States Code, the Board of Governors of the
10 Federal Reserve System, the Commodity Futures
11 Trading Commission, the National Credit Union Ad-
12 ministration, the Pension Benefit Guaranty Corpora-
13 tion, the Securities and Exchange Commission, or
14 the Director of the Consumer Financial Protection
15 Agency”.

16 (b) EXCLUSION FROM DEFINITION OF DESIGNATED
17 FEDERAL ENTITY.—Section 8G(a)(2) of the Inspector
18 General Act of 1978 (5 U.S.C. App.) is amended—

19 (1) by striking “the Board of Governors of the
20 Federal Reserve System,”;

21 (2) by striking “the Commodity Futures Trad-
22 ing Commission,”;

23 (3) by striking “the National Credit Union Ad-
24 ministration,”; and

1 (4) by striking “the Pension Benefit Guaranty
2 Corporation, the Securities and Exchange Commis-
3 sion,”.

4 (c) CONTINUATION OF PROVISIONS RELATING TO
5 PERSONNEL.—

6 (1) IN GENERAL.—The Inspector General Act
7 of 1978 (5 U.S.C. App.) is amended by inserting
8 after section 8L the following new section:

9 **“SEC. 8M. SPECIAL PROVISIONS CONCERNING CERTAIN ES-**
10 **TABLISHMENTS.**

11 “(a) DEFINITION.—For purposes of this section, the
12 term ‘covered establishment’ means the Board of Gov-
13 ernors of the Federal Reserve System, the Commodity Fu-
14 tures Trading Commission, the National Credit Union Ad-
15 ministration, the Pension Benefit Guaranty Corporation,
16 and the Securities and Exchange Commission.

17 “(b) PROVISIONS RELATING TO ALL COVERED ES-
18 TABLISHMENTS.—

19 “(1) PROVISIONS RELATING TO INSPECTORS
20 GENERAL.—In the case of the Inspector General of
21 a covered establishment, subsections (b) and (c) of
22 section 4 of the Inspector General Reform Act of
23 2008 (Public Law 110-409) shall apply in the same
24 manner as if such covered establishment were a des-
25 ignated Federal entity under section 8G. An Inspec-

1 tor General who is subject to the preceding sentence
2 shall not be subject to section 3(e).

3 “(2) PROVISIONS RELATING TO OTHER PER-
4 SONNEL.—Notwithstanding paragraphs (7) and (8)
5 of section 6(a), the Inspector General of a covered
6 establishment may select, appoint, and employ such
7 officers and employees as may be necessary for car-
8 rying out the functions, powers, and duties of the
9 Office of Inspector General of such establishment
10 and to obtain the temporary or intermittent services
11 of experts or consultants or an organization of ex-
12 perts or consultants, subject to the applicable laws
13 and regulations that govern such selections, appoint-
14 ments, and employment, and the obtaining of such
15 services, within such establishment.

16 “(c) PROVISION RELATING TO THE BOARD OF GOV-
17 ERNORS OF THE FEDERAL RESERVE SYSTEM.—The pro-
18 visions of subsection (a) of section 8D (other than the pro-
19 visions of subparagraphs (A), (B), (C), and (E) of para-
20 graph (1) of such subsection (a)) shall apply to the Inspec-
21 tor General of the Board of Governors of the Federal Re-
22 serve System and the Chairman of the Board of Governors
23 of the Federal Reserve System in the same manner as
24 such provisions apply to the Inspector General of the De-

1 partment of the Treasury and the Secretary of the Treas-
2 ury, respectively.”.

3 (2) CONFORMING AMENDMENT.—Section 8G(g)
4 of the Inspector General Act of 1978 (5 U.S.C.
5 App.) is amended by striking paragraph (3).

6 (d) CORRECTIVE RESPONSES BY HEADS OF CERTAIN
7 ESTABLISHMENTS TO DEFICIENCIES IDENTIFIED BY IN-
8 SPECTORS GENERAL.—The Chairman of the Board of
9 Governors of the Federal Reserve System, the Chairman
10 of the Commodity Futures Trading Commission, the
11 Chairman of the National Credit Union Administration,
12 the Director of the Pension Benefit Guaranty Corporation,
13 and the Chairman of the Securities and Exchange Com-
14 mission shall each—

15 (1) take action to address deficiencies identified
16 by a report or investigation of the Inspector General
17 of the establishment concerned; or

18 (2) certify to both Houses of the Congress that
19 no action is necessary or appropriate in connection
20 with a deficiency described in paragraph (1).

21 (e) EFFECTIVE DATE; TRANSITION RULE.—

22 (1) EFFECTIVE DATE.—This section and the
23 amendments made by this section shall take effect at
24 the end of the 30-day period beginning on the date
25 of the enactment of this Act.

1 (2) TRANSITION RULE.—An individual serving
2 as Inspector General of the Board of Governors of
3 the Federal Reserve System, the Commodity Fu-
4 tures Trading Commission, the National Credit
5 Union Administration, the Pension Benefit Guar-
6 anty Corporation, or the Securities and Exchange
7 Commission on the effective date of this Act pursu-
8 ant to an appointment made under section 8G of the
9 Inspector General Act of 1978 (5 U.S.C. App.)—

10 (A) may continue so serving until the
11 President makes an appointment under section
12 3(a) of such Act with respect to the Board of
13 Governors of the Federal Reserve System, the
14 Commodity Futures Trading Commission, the
15 National Credit Union Administration, the Pen-
16 sion Benefit Guaranty Corporation, or the Se-
17 curities and Exchange Commission, as the case
18 may be, consistent with the amendments made
19 by section 2; and (2)

20 (B) shall, while serving under subpara-
21 graph (A), remain subject to the provisions of
22 section 8G of such Act which, immediately be-
23 fore the date of the enactment of this Act, ap-
24 plied with respect to the Inspector General of
25 the Board of Governors of the Federal Reserve

1 System, the Commodity Futures Trading Com-
2 mission, the National Credit Union Administra-
3 tion, the Pension Benefit Guaranty Corpora-
4 tion, or the Securities and Exchange Commis-
5 sion, as the case may be, and suffer no reduc-
6 tion in pay.

