

116TH CONGRESS
1ST SESSION

H. R. 2436

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 Commission’s rulemakings under the Investment Advisers Act of 1940.

IN THE HOUSE OF REPRESENTATIVES

MAY 1, 2019

Mr. SAN NICOLAS (for himself and Mr. HUIZENGA) introduced the following bill; which was referred to the Committee on Financial Services

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 Commission’s rulemakings 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 OF SMALL ORGA-**
2 **NIZATION.**

3 Not later than the end of the 1-year period beginning
4 on the date of the enactment of this Act, the Securities
5 and Exchange Commission shall revise the definitions of
6 a “small business” and “small organization” under section
7 275.0–7 of title 17, Code of Federal Regulations, to pro-
8 vide alternative methods under which a business or organi-
9 zation may qualify as a “small business” or “small organi-
10 zation” under such section. In making such revision, the
11 Commission shall consider whether such alternative meth-
12 ods should include a threshold based on the number of
13 nonclerical employees of the business or organization.

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