

A BILL

To abolish the Federal Financial Institutions Examination Council, repeal section 1004 of the Federal Financial Institutions Examination Council Act of 1978, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the “Federal Financial Institutions Examination Council Abolition Act of 2026”.

SECTION 2. FINDINGS.

Congress finds the following:

- (1) The Federal Financial Institutions Examination Council (FFIEC) prescribes uniform principles and standards for the federal examination of financial institutions.
- (2) By standardizing supervision of a banking system built on fiat currency, the FFIEC exceeds the power granted in Article I, Section 8, Clause 5 “To coin Money, regulate the Value thereof, and of foreign Coin, and fix the Standard of Weights and Measures,” which the Founders understood to require money of fixed metallic weight and fineness, as established by the Coinage Act of 1792, and disregards Article I, Section 10, which permits the States to make nothing “but gold and silver Coin a Tender in Payment of Debts.”
- (3) The functions of the FFIEC are not “necessary and proper for carrying into Execution” any power vested by the Constitution in the Government of the United States and therefore find no support in Article I, Section 8, Clause 18, which Madison in Federalist No. 44 described as a means of executing powers already granted rather than a source of new ones, as the Anti-Federalist writer Brutus warned in his first essay of 1787 it would otherwise become.
- (4) By standardizing the examination of bank records, including records of customers, the FFIEC infringes the Fourth Amendment’s protection of “the right of the people to be secure in their persons, houses, papers, and effects, against unreasonable searches and seizures,” and its requirement that no warrants shall issue “but upon probable cause, supported by Oath or affirmation, and particularly describing the place to be searched, and the persons or things to be seized.”
- (5) In carrying out its functions, the FFIEC disregards the Ninth Amendment, which provides that “The enumeration in the Constitution, of certain rights, shall not be construed to deny or disparage others retained by the people,” including the right of the people to order their own lives, property, and affairs free of federal direction in matters the Constitution does not commit to the Federal Government.

(6) The Constitution delegates to the United States no power over banking within the States. By standardizing federal examination of banks within the States, the FFIEC exercises powers that the Tenth Amendment reserves “to the States respectively, or to the people,” contrary to Federalist No. 45, in which Madison described the powers delegated to the Federal Government as “few and defined” and those remaining in the States as “numerous and indefinite.”

(7) The Declaration of Independence affirms that governments are instituted to secure the unalienable rights of the people and derive “their just powers from the consent of the governed,” and it charged the Crown with having “erected a multitude of New Offices, and sent hither swarms of Officers to harass our people, and eat out their substance.” The FFIEC perpetuates the centralized administration the Declaration condemned.

(8) Abolishing the Federal Financial Institutions Examination Council and repealing section 1004 of the Federal Financial Institutions Examination Council Act of 1978 will reduce the size and cost of the Federal Government, return to the States and to the people the powers the Constitution reserves to them, and restore the constitutional principles of limited government and enumerated powers.

SECTION 3. ABOLITION OF THE FEDERAL FINANCIAL INSTITUTIONS EXAMINATION COUNCIL.

(a) In General.—The Federal Financial Institutions Examination Council is hereby abolished effective immediately following the enactment of this Act.

(b) Wind-Down Operations.—Immediately following the enactment of this Act, the President shall designate an appropriate official to expeditiously wind down the operations of the Federal Financial Institutions Examination Council, ceasing all functions, none of which shall be transferred to any other department or agency of the Federal Government.

(c) Transfer of Assets and Liabilities.—All assets, liabilities, contracts, property, and records of the Federal Financial Institutions Examination Council shall be transferred to the designated official under subsection (b) for appropriate disposition.

(d) Employee Transition.—Employees of the Federal Financial Institutions Examination Council shall be offered opportunities for reassignment within the federal government or provided with severance and retraining assistance as prescribed by existing federal law.

SECTION 4. REPEAL OF PROVISIONS OF LAW ESTABLISHING THE FEDERAL FINANCIAL INSTITUTIONS EXAMINATION COUNCIL.

(a) In General.—Section 1004 of the Federal Financial Institutions Examination Council Act of 1978 (12 U.S.C. 3303), and any other provision of law establishing the Federal Financial Institutions Examination Council or vesting functions in the Federal Financial Institutions Examination Council, are hereby repealed.

(b) Conforming Amendments.—The United States Code and all other relevant Federal laws are amended by—

(1) striking all references to the Federal Financial Institutions Examination Council and to any office, officer, or function established in or vested in the Federal Financial Institutions Examination Council;

(2) terminating every function of the Federal Financial Institutions Examination Council, no part of which shall be reassigned to any other department or agency of the Federal Government; and

(3) making such other conforming changes as necessary to reflect the repeal and the permanent abolition of the Federal Financial Institutions Examination Council.

(c) Effective Date.—The repeal under this section shall take effect immediately following the enactment of this Act.

SECTION 5. TRANSITION PROVISIONS.

(a) No Restoration of Prior Structures.—No element of the Federal Financial Institutions Examination Council shall revert to its organizational structure as it existed prior to the establishment of the Federal Financial Institutions Examination Council, and no function of the Federal Financial Institutions Examination Council shall be restored to any predecessor department, agency, or office.

(b) Permanent Abolition.—No department, agency, office, or other entity shall be established to carry out the functions of the Federal Financial Institutions Examination Council abolished by this Act.

SECTION 6. SEVERABILITY.

If any provision of this Act, or the application thereof to any person or circumstance, is held invalid, the remainder of the Act and the application of such provision to other persons or circumstances shall not be affected thereby.