

**AMENDMENT TO THE AMENDMENT IN THE
NATURE OF A SUBSTITUTE TO H.R. _____
OFFERED BY MR. AL GREEN OF TEXAS, MR.
LYNCH OF MASSACHUSETTS, AND MS. WA-
TERS OF CALIFORNIA**

Page 232, strike line 17 and insert the following:

1 (6) NO LOSS TO TAXPAYERS.—
2 (A) REPUDIATION AND PAYMENT OF DAM-
3 AGES BY THE CORPORATION.—Notwithstanding
4 any other provision of this Act, and notwith-
5 standing the creation of a separate estate under
6 this section, if the Corporation is appointed
7 conservator or receiver of an eligible issuer and
8 determines the creation of an estate and the
9 transfer of any cover pool to that estate would
10 result in a loss to the Deposit Insurance Fund
11 or to taxpayers, the Corporation shall have the
12 right to repudiate any covered bond of such
13 issuer secured by a cover pool and retain such
14 cover pool as conservatorship or receivership
15 property by paying, within 10 business days
16 after the effective date of such repudiation as
17 specified in written notice of such repudiation,

1 damages equal to the outstanding principal
2 amount of the covered bond together with inter-
3 est accrued thereon to the date of payment.

4 (B) RECOVERY OF LOSSES.—Taxpayers
5 shall

