

2025 Federal Banking Policy Update

Through July 28, 2025



Accomplished

Overdraft: President Trump [signed](#) legislation overturning the Consumer Financial Protection Bureau (CFPB) Overdraft Rule.

Credit Card Late Fees: Pressured by litigation from the banking-industry, the U.S. District Court [vacated CFPB's rule](#) on credit card late fees.

Taxes: [HR1 One Big Beautiful Bill Act](#) was signed into law by President Trump. It includes several positive [tax provisions](#) - relief on interest income related to agriculture and rural loans (ACRE); makes permanent the Section 199A passthrough business deduction; increases the Low-Income Housing Tax Credit; and permanently extends the New Markets Tax Credit.

Stablecoin: President Trump signed [S1582 GENIUS Act](#) into law, creating a regulatory framework for stablecoin, and defining the process for becoming a "permitted payment stablecoin issuer."

- The banking industry made progress related to the prohibition on mixing commerce and financial services and applying Banking Security Act (BSA)/ Anti-Money Laundering (AML). However, additional concerns remain, which may be addressed in future legislative vehicles.

In Progress

Section 1033: Litigation has slowed implementation of [CFPB's "open banking" rule](#) on data sharing and access. The CFPB is planning to pull back and reconsider the rule – and has [asked a federal court](#) to vacate the 2024 rule.

Section 1071: [CFPB announced](#) it will not be prioritizing enforcement, and plans to initiate new rulemaking on the over-reaching small business lending data collection and reporting rule.

- [S557](#) | [HR976](#) (1071 Repeal to Protect Small Business Lending Act) would permanently repeal that component of the Dodd-Frank Act.

Community Reinvestment Act (CRA): Federal Regulatory Agencies have pulled back the previous Administration's proposed [CRA modernization rule](#).

- The banking industry continues to advocate for a more balanced proposal – seeking to extend to nonbank lenders; and encouraging lending to low-to-moderate income individuals/communities.

Reputational Risk: Federal Regulatory Agencies have [removed](#) its existing guidance - and [S875 FIRM Act](#) would permanently remove reputational risk as a component in bank supervision.

Homebuyer Privacy: U.S. House passed [HR2808 Homebuyers Privacy Protection Act](#) to curb the abusive use of mortgage credit "triggers leads" – which now awaits action by the U.S. Senate.

Credit Card Rate Cap: VBA [opposes](#) the 10 Percent Credit Card Interest Rate Cap Act ([HR1944](#) | [S381](#)), which would impose government price controls and severely restrict credit for Virginians.

Pending

SAFER Banking Act: Congress will reintroduce legislation that would provide clarity to banks on serving cannabis-related customers.

Interchange: The banking industry continues to oppose any [legislative and regulatory effort](#) to institute price control or place restrictions on interchange fees.