

AMENDMENT TO
OFFERED BY MRS. KELLY OF NEW YORK AND
MRS. MALONEY OF NEW YORK

Add at the end of title VII the following:

1 **SECTION 706. ANNUAL REPORT BY SECRETARY OF THE**
2 **TREASURY.**

3 (a) FINDINGS.—The Congress finds as follows:

4 (1) Financial institutions have too little infor-
5 mation about money laundering and terrorist financ-
6 ing compliance in other markets.

7 (2) The current Financial Action Task Force
8 designation system does not adequately represent
9 the progress countries are making in combatting
10 money laundering.

11 (3) Lack of information about the compliance
12 of countries with anti-money laundering standards
13 exposes United States financial markets to excessive
14 risk.

15 (4) Failure to designate countries that fail to
16 make progress in combatting terrorist financing and
17 money laundering eliminates incentives for internal
18 reform.



1 (5) The Secretary of the Treasury has an af-
2 firmative duty to provide to financial institutions
3 and examiners the best possible information on com-
4 pliance with anti-money laundering and terrorist fi-
5 nancing initiatives in other markets.

6 (b) REPORT.—Not later than March 1 of each year,
7 the Secretary of the Treasury shall submit to the Congress
8 a report that identifies the applicable standards of each
9 country against money laundering and states whether that
10 country is a country of primary money laundering concern
11 under section 5318A of title 31, United States Code. The
12 report shall include—

13 (1) information on the effectiveness of each
14 country in meeting its standards against money
15 laundering;

16 (2) a determination of whether that the efforts
17 of that country to combat money laundering and ter-
18 rorist financing are adequate, improving, or inad-
19 equate; and

20 (3) the efforts made by the Secretary to provide
21 to the government of each such country of concern
22 technical assistance to cease the activities that were
23 the basis for the determination that the country was
24 of primary money laundering concern.



1 (c) DISSEMINATION OF INFORMATION IN REPORT.—

2 The Secretary of the Treasury shall make available to the
3 Federal Financial Institutions Examination Council for
4 incorporation into the examination process, in consultation
5 with Federal banking agencies, and to financial institu-
6 tions the information contained in the report submitted
7 under subsection (a). Such information shall be made
8 available to financial institutions without cost.

9 (d) DEFINITION.—In this section, the term “financial
10 institution” has the meaning given that term in section
11 5312(a)(2) of title 31, United States Code.

