

Calendar No. 123

105TH CONGRESS  
1ST SESSION

**H. R. 748**

---

IN THE SENATE OF THE UNITED STATES

JULY 9, 1997

Received

JULY 22, 1997

Read the first time

JULY 23, 1997

Read the second time and place on the calendar

---

**AN ACT**

To amend the prohibition of title 18, United States Code,  
against financial transactions with terrorists.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

1 **SECTION 1. SHORT TITLE.**

2       This Act may be cited as the “Prohibition on Finan-  
3 cial Transactions With Countries Supporting Terrorism  
4 Act of 1997”.

5 **SEC. 2. FINANCIAL TRANSACTIONS WITH TERRORISTS.**

6       Section 2332d of title 18, United States Code, (relat-  
7 ing to financial transactions) is amended—

8               (1) in subsection (a)—

9                       (A) by striking “Except as provided in reg-  
10                       ulations issued by the Secretary of the Treas-  
11                       ury, in consultation with the Secretary of State,  
12                       whoever” and inserting “Whoever”; and

13                      (B) by inserting “of 1979” after “Export  
14                      Administration Act”; and

15               (2) in subsection (b)(1), by inserting after  
16       “1956(c)(4)” the following: “, except that such term  
17       does not include any transaction ordinarily incident  
18       to—

19                      “(A) routine diplomatic relations among  
20                      countries;

21                      “(B) an official act by a representative of,  
22                      or an act which is authorized by and conducted  
23                      on behalf of, the United States Government;

24                      “(C) the broadcasting or reporting of news  
25                      by organizations regularly engaged in such ac-  
26                      tivity; or

1 “(D) the provision or purchase of assist-  
2 ance intended to relieve human suffering, in-  
3 cluding medical services, supplies, and equip-  
4 ment;

5 “(E) the receipt of emergency medical  
6 services;

7 “(F) any postal, telegraphic, or other per-  
8 sonal communication which does not involve a  
9 transfer of anything of value;

10 “(G) the protection of intellectual property  
11 rights of any United States person;

12 “(H) the performance of any contract or  
13 agreement that was entered into before June  
14 12, 1997, but not those renewed after such  
15 date;

16 “(I) the provision of hospitality or trans-  
17 portation services; or

18 “(J) the payment of a claim to any United  
19 States person”.

20 **SEC. 3. REPORT ON EFFECTS OF ENACTMENT.**

21 Beginning not later than one year after the date of  
22 enactment of this Act, the Secretary of the Treasury, in  
23 consultation with the Secretary of State, shall issue an an-  
24 nual report to Congress on—





Calendar No. 123

105TH CONGRESS  
1ST Session

**H. R. 748**

**AN ACT**

To amend the prohibition of title 18, United States Code, against financial transactions with terrorists.

JULY 23, 1997

Read the second time and placed on the calendar