

106TH CONGRESS
1ST SESSION

H. R. 518

To sunset the provisions of subchapters II and III of chapter 53 of title 31, United States Code, and chapter 2 of Public Law 91–508.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 3, 1999

Mr. PAUL introduced the following bill; which was referred to the Committee on Banking and Financial Services

A BILL

To sunset the provisions of subchapters II and III of chapter 53 of title 31, United States Code, and chapter 2 of Public Law 91–508.

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

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Bank Secrecy Sunset
5 Act”.

6 **SEC. 2. SUNSET OF PROVISIONS OF THE SO-CALLED “BANK**
7 **SECRECY ACT” AFTER 1 YEAR.**

8 (a) TITLE 31, UNITED STATES CODE.—

1 (1) IN GENERAL.—Subchapter II of chapter 53
 2 of title 31, United States Code, is amended by add-
 3 ing at the end the following new section:

4 **“SEC. 5331. SUNSET OF SUBCHAPTERS.**

5 “‘This subchapter and subchapter III shall not apply
 6 after the end of the 1-year period beginning on the date
 7 of the enactment of the Bank Secrecy Sunset Act.’”.

8 (2) CLERICAL AMENDMENT.—The table of sec-
 9 tions for subchapter II of chapter 53 of title 31,
 10 United States Code, is amended by inserting after
 11 the item relating to section 5330 the following new
 12 item:

“5331. Sunset of subchapters.”.

13 (b) PUBLIC LAW 91–508.—

14 (1) IN GENERAL.—Chapter 2 of Public Law
 15 91–508 (12 U.S.C. 1951 et seq.) is amended by
 16 adding at the end the following new section:

17 **“SEC. 130. SUNSET OF CHAPTER.**

18 “‘This chapter shall not apply after the end of the
 19 1-year period beginning on the date of the enactment of
 20 the Bank Secrecy Sunset Act.’”.

21 (2) CLERICAL AMENDMENT.—The table of sec-
 22 tions for chapter 2 of Public Law 91–508 (12
 23 U.S.C. 1951 et seq.) is amended by inserting after

1 the item relating to section 129 the following new
 2 item:

“130. Sunset of chapter.”.

3 (c) IMMEDIATE TERMINATION OF “KNOW YOUR CUS-
 4 TOMER” REGULATIONS.—Any regulation prescribed by
 5 the Secretary of the Treasury or any Federal banking
 6 agency (as defined in section 3 of the Federal Deposit
 7 Insurance Act) under subchapter II or III of chapter 53
 8 of title 31, United States Code, chapter 2 of Public Law
 9 91–508, section 21 of the Federal Deposit Insurance Act,
 10 or any other provision of Federal law, that has the effect
 11 of requiring a depository institution (as defined in section
 12 3 of the Federal Deposit Insurance Act) or any other pri-
 13 vate entity—

14 (1) to monitor the account of any customer of
 15 the institution or entity; or

16 (2) to obtain information concerning any person
 17 in connection with a financial transaction at the in-
 18 stitution or entity, including the source of any funds
 19 involved in the transaction,

20 (commonly referred to as “know your customer” regula-
 21 tions) shall cease to be effective as of the date of the enact-
 22 ment of this Act and no such regulation may be prescribed
 23 after such date.

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