

106TH CONGRESS
1ST SESSION

S. 403

To prohibit implementation of “Know Your Customer” regulations by the Federal banking agencies.

IN THE SENATE OF THE UNITED STATES

FEBRUARY 10, 1999

Mr. ALLARD (for himself and Mr. SANTORUM) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

A BILL

To prohibit implementation of “Know Your Customer” regulations by the Federal banking agencies.

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. PROHIBITION ON IMPLEMENTATION.**

4 (a) IN GENERAL.—No regulation or amendment
5 thereto prescribed by the Secretary of the Treasury or any
6 Federal banking agency under subchapter II or III of
7 chapter 53 of title 31, United States Code, chapter 2 of
8 Public Law 91–508, or any other provision of Federal law,
9 that requires a depository institution or any other private
10 entity to obtain information concerning any person in con-

1 nection with a financial transaction between such person
2 and the depository institution or other private entity (com-
3 monly referred to as “know your customer” regulations)
4 may be implemented or otherwise take effect on or after
5 the date of enactment of this Act.

6 (b) DEFINITIONS.—The terms “Federal banking
7 agency” and “depository institution” have the same mean-
8 ings as in section 3 of the Federal Deposit Insurance Act.

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