

107TH CONGRESS
2D SESSION

S. 1897

To require disclosure of the sale of securities by an affiliate of the issuer of the securities to be made available to the Commission and to the public in electronic form, and for other purposes.

IN THE SENATE OF THE UNITED STATES

JANUARY 24, 2002

Mrs. CARNAHAN (for herself and Mr. DAYTON) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

A BILL

To require disclosure of the sale of securities by an affiliate of the issuer of the securities to be made available to the Commission and to the public in electronic form, and for other purposes.

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 “Fully Informed Inves-
5 tor Act of 2002”.

1 **SEC. 2. ELECTRONIC DISCLOSURE OF AFFILIATE TRANS-**
2 **ACTIONS.**

3 (a) IN GENERAL.—Except as specifically provided in
4 this Act, and notwithstanding any other provision of law,
5 any disclosure required by the Securities and Exchange
6 Commission of the sale of any securities by an officer or
7 director or other affiliated person of the issuer of those
8 securities shall be made available in electronic form—

9 (1) to the Commission by the affiliated person,
10 before the end of the calendar day on which the
11 transaction occurs;

12 (2) to the public by the Commission, to the ex-
13 tent permitted under applicable law, upon receipt,
14 but in no case later than the end of the business day
15 on which the disclosure is received under paragraph
16 (1); and

17 (3) in any case in which the issuer maintains a
18 corporate website that is accessible only internally,
19 on that internal website, before the end of the cal-
20 endar day on which the transaction occurs.

21 (b) OTHER FORMATS.—The requirement of disclo-
22 sures in electronic form under subsection (a) shall, at the
23 discretion of the Commission, be in lieu of any other for-
24 mat required for such disclosures on the day before the
25 date of enactment of this Act.

1 (c) INCORPORATED DEFINITIONS.—In this Act, the
2 terms “affiliated person”, “Commission”, “issuer”, and
3 “securities” have the same meanings as in section 3 of
4 the Securities Exchange Act of 1934.

5 **SEC. 3. EFFECTIVE DATE.**

6 This Act shall become effective 90 days after the date
7 of enactment of this Act.

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