

117TH CONGRESS
2D SESSION

H. R. 9573

To amend section 207 of title 18, United States Code, to prohibit former political appointees from investing in or serving in a managerial role in an investment fund in which a foreign principal owns shares within a certain time period if such investment or managerial role is based on conversations between such appointee and such foreign principal while such appointee was employed by the Federal Government, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 15, 2022

Mr. BEYER introduced the following bill; which was referred to the Committee on the Judiciary

A BILL

To amend section 207 of title 18, United States Code, to prohibit former political appointees from investing in or serving in a managerial role in an investment fund in which a foreign principal owns shares within a certain time period if such investment or managerial role is based on conversations between such appointee and such foreign principal while such appointee was employed by the Federal Government, 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,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Jumpstarting Account-
3 ability Relating to Ethical Disclosures Act” or the
4 “JARED Act”.

5 **SEC. 2. PROHIBITION RELATING TO FOREIGN ENTITIES.**

6 Section 207(f) of title 18, United States Code, is
7 amended—

8 (1) by redesignating paragraph (3) as para-
9 graph (4);

10 (2) by adding after paragraph (2) the following
11 new paragraph:

12 “(3) SPECIAL RULE FOR FORMER POLITICAL
13 APPOINTEES ON INVESTMENTS OR MANAGEMENT
14 ROLES.—Any person who is a former political ap-
15 pointee who, within 4 years of any communication
16 between such person and a foreign principal or an
17 agent of a foreign principal involving prospective
18 business dealings or investments by such person
19 which occurred at the time such person was an em-
20 ployee of the Federal Government, knowingly invests
21 in or serves in a managerial role with respect to an
22 investment company in which such foreign principal
23 has also invested shall be subject to the penalties set
24 forth in section 216 of this title.”; and

25 (3) in paragraph (4), as redesignated by para-
26 graph (1)—

1 (A) by striking “this subsection,” and in-
2 serting “this subsection—”;

3 (B) by striking “the term” and inserting
4 “(A) the term”;

5 (C) by striking the period and inserting a
6 semicolon; and

7 (D) by adding at the end the following new
8 subparagraphs:

9 “(B) the terms ‘foreign principal’ and ‘agent of
10 a foreign principal’ have the meaning given such
11 terms in section 1 of the Foreign Agents Registra-
12 tion Act of 1938, as amended (22 U.S.C. 611);

13 “(C) the term ‘investment company’ has the
14 meaning given such term in section 3 of the Invest-
15 ment Company Act of 1940 (15 U.S.C. 80a–3); and

16 “(D) the term ‘political appointee’ has the
17 meaning given such term in section 4(a) of the Ed-
18 ward ‘Ted’ Kaufman and Michael Leavitt Presi-
19 dential Transitions Improvements Act of 2015 (5
20 U.S.C. 3101 note).”.

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