

117TH CONGRESS
2D SESSION

H. R. 6494

To prohibit the disbursement of funds to entities owned or controlled by individuals with executive or managerial authority over the operations of political committees, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 25, 2022

Mr. MALINOWSKI (for himself, Ms. PORTER, Mr. RASKIN, Mrs. WATSON COLEMAN, Mr. PHILLIPS, Mr. MCGOVERN, Ms. OCASIO-CORTEZ, Mr. TAKANO, Ms. NORTON, and Ms. TLAIB) introduced the following bill; which was referred to the Committee on House Administration

A BILL

To prohibit the disbursement of funds to entities owned or controlled by individuals with executive or managerial authority over the operations of political committees, 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 “Stopping Corrupt Ac-
5 tors from Making Political Action Committees Act” or the
6 “SCAM PAC Act”.

1 **SEC. 2. PROHIBITION ON DISBURSEMENT OF FUNDS TO EN-**
2 **TITIES OWNED OR CONTROLLED BY INDIVID-**
3 **UALS WITH AUTHORITY OVER OPERATIONS**
4 **OF POLITICAL COMMITTEES.**

5 (a) IN GENERAL.—Section 302 of the Federal Elec-
6 tion Campaign Act of 1971 (52 U.S.C. 30102) is amended
7 by adding at the end the following new subsection:

8 “(j)(1) Except as provided in paragraphs (3) and (4),
9 during a reporting period covered by a report filed by a
10 political committee under section 304, the committee may
11 not make disbursements to an entity owned or controlled
12 in whole or in part by an individual, or by an immediate
13 family member of an individual—

14 “(A) who is authorized to carry out executive or
15 managerial authority over the operation of the com-
16 mittee;

17 “(B) who is authorized to solicit or disburse
18 funds for or on behalf of the committee; or

19 “(C) who is an employee of the committee
20 (whether paid or unpaid) and who provides the com-
21 mittee with professional services (other than ac-
22 counting or legal services) relating to the commit-
23 tee’s campaign or fundraising strategy.

24 “(2) A political committee may not employ or allow
25 to volunteer on behalf of the committee an individual who
26 owns or controls an entity that has accepted disburse-

1 ments made from any political committee in violation of
2 paragraph (1).

3 “(3) Paragraph (1) does not apply with respect to
4 disbursements made by a political committee during the
5 reporting period covered by a report filed by the committee
6 under section 304 if the committee includes in the report
7 a true and accurate certification, under penalty of perjury,
8 that a majority of the funds disbursed by the committee
9 during the period were for expenses other than adminis-
10 trative costs, fundraising costs, and salaries of employees
11 of the committee.

12 “(4) Paragraph (1) does not apply with respect to
13 the following:

14 “(A) An authorized committee of a candidate.

15 “(B) A committee of a political party.

16 “(C) A separate segregated fund of a corpora-
17 tion or labor organization under section
18 316(b)(2)(C).

19 “(5) In this subsection, the term ‘immediate family
20 member’ means, with respect to an individual, a parent,
21 parent-in law, grandparent, child, child-in law, grandchild,
22 spouse, or sibling.”.

23 (b) EFFECTIVE DATE.—The amendment made by
24 subsection (a) shall apply with respect to disbursements

1 made on or after the date that is 90 days after the date
2 of enactment of this Act.

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