(Original Signature of Member)



IN THE HOUSE OF REPRESENTATIVES

Mr. WAXMAN introduced the following bill; which was referred to the Committee on _____

A BILL

- To amend the Foreign Corrupt Practices Act of 1977 to prevent persons doing business in interstate commerce from providing financial support to the International Olympic Committee until the International Olympic Committee adopts institutional reforms.
 - 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 "International Olympic
- 5 Committee Reform Act of 1999".

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1 SEC. 2. FINDINGS AND PURPOSE.

2 (a) FINDINGS.—The Congress finds the following:

3 (1) The International Olympic Committee has
4 been beset by allegations of illegal and improper
5 gifts made to IOC members during the bid process
6 in which cities compete to host the Olympic games.

7 (2) In order to maintain the integrity of the
8 Olympic games, reforms are necessary to ensure that
9 future Olympic games are awarded to host cities in
10 an impartial manner.

(3) Financial sponsorship by American corporations comprises a significant source of revenues for
the IOC and the Olympic games.

(b) PURPOSE.—The purpose of this Act is to prevent
persons doing business in interstate commerce from providing financial support to the IOC until the IOC adopts
institutional reforms to ensure that future Olympic games
are awarded to host cities in an impartial manner.

19SEC. 3. AMERICAN CORPORATE SPONSORSHIP OF THE20INTERNATIONAL OLYMPIC COMMITTEE.

The Foreign Corrupt Practices Act of 1977 (15
U.S.C. 78dd-2) is amended by adding the following new
section after section 104:

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"SEC. 104A. PROHIBITION AGAINST AMERICAN CORPORATE SPONSORSHIP OF THE INTERNATIONAL OLYMPIC COMMITTEE.

4 "(a) Reforms To Be Implemented by the 5 IOC.—No person doing business in interstate commerce in the United States may knowingly provide financial sup-6 7 port to the IOC, unless and until the Secretary of Com-8 merce certifies to Congress that the IOC has implemented 9 the recommendations contained in the March 1, 1999, Report of the Special Bid Oversight Commission established 10 by the United States Olympic Committee, including the 11 following: 12

"(1) Establishing a policy that IOC members
may not accept gifts of more than nominal value
from any city bidding to host the Olympic games, or
any representative of such city.

17 "(2) Prohibiting IOC members from receiving
18 any money for travel expenses directly from any city
19 bidding to host the Olympic games, or any rep20 resentative of such city.

"(3) Establishing an independent office to monitor, investigate, and enforce violations of its gift
giving and travel expense rules by any city bidding
to host the Olympic games, any representative of
such city, or any IOC member.

4

1	"(4) Establishing a procedure by which a ma-
2	jority of IOC members are elected by national Olym-
3	pic committees or by other constituent organizations.
4	"(5) Subjecting IOC members and leaders to
5	periodic reelection.
6	"(b) Savings Provisions.—
7	"(1) Nothing in this section shall restrict the
8	first amendment rights of any person.
9	((2) Nothing in this section shall prohibit a
10	person from providing financial support to the
11	United States Olympic Committee, any United
12	States sports governing body, or any organizing
13	committee for any Olympic games already awarded
14	by the IOC at the date of enactment of this section.
15	(c) CIVIL PENALTY.—An action may be brought by
16	the Secretary of Commerce in an appropriate United
17	States district court to enjoin any failure or refusal to
18	comply with this section or to impose a civil penalty for
19	such failure or refusal of not more than \$25,000 per day.
20	"(d) DEFINITIONS.—In this section:
21	"(1) PERSON.—The term 'person' means—
22	"(A) any United States citizen; or
23	"(B) any other legal entity which is orga-
	(_)
24	nized under the laws of the United States, or

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1	commonwealth, territory, or possession of the
2	United States, and which has its principal place
3	of business in the United States.

4 "(2) FINANCIAL SUPPORT.—The term 'financial
5 support' means any direct or indirect transfer of
6 funds, property, or benefits, including, but not lim7 ited to, loans, credits, financing, investment, spon8 sorship, or in-kind contribution.

9 "(3) IOC.—The term 'IOC' means the Inter10 national Olympic Committee.".

11 SEC. 4. EFFECTIVE DATE.

12 The amendments made by this Act shall take effect13 with respect to the providing of financial support after the14 date of enactment of this Act.