

**AMENDMENT IN THE NATURE OF A SUBSTITUTE  
TO H.R. 5063  
OFFERED BY M . \_\_\_\_\_**

Strike all that follows after the enacting clause and  
insert the following:

**1 SECTION 1. SHORT TITLE.**

2       This Act may be cited as the “Stop Settlement Slush  
3 Funds Act of 2016”.

**4 SEC. 2. LIMITATION ON DONATIONS MADE PURSUANT TO  
5 SETTLEMENT AGREEMENTS TO WHICH THE  
6 UNITED STATES IS A PARTY.**

7       (a) **LIMITATION ON REQUIRED DONATIONS.**—An of-  
8 ficial or agent of the Government may not enter into or  
9 enforce any settlement agreement on behalf of the United  
10 States, directing or providing for a payment to any person  
11 or entity other than the United States, other than a pay-  
12 ment that provides restitution for or otherwise directly  
13 remedies actual harm (including to the environment) di-  
14 rectly and proximately caused by the party making the  
15 payment, or constitutes payment for services rendered in  
16 connection with the case.

17       (b) **PENALTY.**—Any official or agent of the Govern-  
18 ment who violates subsection (a), shall be subject to the

1 same penalties that would apply in the case of a violation  
2 of section 3302 of title 31, United States Code.

3 (c) EFFECTIVE DATE.—Subsections (a) and (b)  
4 apply only in the case of a settlement agreement concluded  
5 on or after the date of enactment of this Act.

6 (d) DEFINITION.—The term “settlement agreement”  
7 means a settlement agreement resolving a civil action or  
8 potential civil action.

