

104TH CONGRESS  
2D SESSION

# S. 1547

To limit the provision of assistance to the Government of Mexico using the exchange stabilization fund established pursuant to section 5302 of title 31, United States Code, and for other purposes.

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## IN THE SENATE OF THE UNITED STATES

JANUARY 30, 1996

Mrs. FEINSTEIN (for herself, Mr. D'AMATO, and Mr. INHOFE) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

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## A BILL

To limit the provision of assistance to the Government of Mexico using the exchange stabilization fund established pursuant to section 5302 of title 31, United States Code, 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. LIMITATION ON ASSISTANCE TO MEXICO.**

4       Except as provided in section 2, and notwithstanding  
5       any other provision of law, neither the President nor the  
6       Secretary of the Treasury may—

7               (1) provide any assistance (including the unobli-  
8       gated balance of assistance to the Government of

1 Mexico announced by the President on January 31,  
2 1995) to the Government of Mexico or any agency  
3 or other entity of that government under section  
4 5302 of title 31, United States Code, other than as-  
5 sistance that was obligated to the Government of  
6 Mexico before January 26, 1996;

7 (2) renew or extend the terms of any assistance  
8 authorized during the period beginning on January  
9 1, 1995 and ending on the date of enactment of this  
10 Act, in connection with the program of assistance to  
11 the Government of Mexico (including any agency or  
12 other entity of that government) under section 5302  
13 of title 31, United States Code; or

14 (3) enter into any agreement on or after the  
15 date of enactment of this Act with the Government  
16 of Mexico under that section 5302 to provide any  
17 similar assistance.

18 **SEC. 2. EXCEPTION.**

19 Section 1 does not apply if the President submits to  
20 the Congress a written statement (as required under sub-  
21 section (b) of section 5302 of title 31, United States Code,  
22 or in connection with any agreement to provide any such  
23 assistance under that section 5302 entered into on or after  
24 the date of enactment of this Act, as applicable) that the  
25 Government of Mexico has—

1           (1) taken immediate action to comply with all  
2           outstanding requests for extradition by the United  
3           States;

4           (2) enacted and implemented (and provided for  
5           the thorough and consistent enforcement of) effective laws and regulations relating to money laundering, similar to those of the United States, including  
6           laws and regulations pertaining to the monitoring  
7           and reporting of large cash transactions with all  
8           banks, financial institutions, and money exchange  
9           houses;  
10          houses;

11          houses;  
12          (3) taken adequate steps to ensure that individuals and organizations that are involved in the illegal production, transport, or sale of narcotics or  
13          other illegal substances, are not able to purchase, invest, or acquire any interest in any governmental institution or former institution, including any bank;  
14          other illegal substances, are not able to purchase, invest, or acquire any interest in any governmental institution or former institution, including any bank;  
15          invest, or acquire any interest in any governmental institution or former institution, including any bank;  
16          institution or former institution, including any bank;  
17          institution or former institution, including any bank;

18          (4) enacted and implemented (and provided for  
19          the thorough and consistent enforcement of) effective laws and regulations that require the inspection  
20          and licensing of trucks, automobiles, aircraft, and  
21          other transportation vehicles, and the owners and  
22          operators of those vehicles, in order to assist in the  
23          detection, seizure, and prosecution of individuals engaging, assisting, or acquiescing in the illegal pro-  
24          detection, seizure, and prosecution of individuals engaging, assisting, or acquiescing in the illegal pro-  
25          engaging, assisting, or acquiescing in the illegal pro-

1       duction, transport, or sale of narcotics or other ille-  
2       gal substances;

3           (5) enacted and implemented (and provided for  
4       the thorough and consistent enforcement of) effec-  
5       tive laws and regulations to control the import and  
6       export of major precursor chemicals for  
7       methamphetamines and other narcotics and psycho-  
8       tropic drugs, including ephedrine and  
9       pseudephedrine;

10          (6) taken specific action to effect the arrests of  
11       Mexican drug cartel leaders and other individuals in-  
12       volved in organized crime in Mexico;

13          (7) established and maintained a complete and  
14       thorough program for the interdiction of narcotics  
15       and other controlled substances flowing across the  
16       border between the United States and Mexico, and  
17       assisted United States law enforcement officials to  
18       take effective action, such as permitting or facilitat-  
19       ing the interception of electronic and radio commu-  
20       nications across that border;

21          (8) implemented a plan and taken specific ac-  
22       tion dedicated to detecting and halting the large  
23       scale air transportation of narcotics within the  
24       boundaries of Mexico;

1           (9) taken specific action to identify and pros-  
2       ecute civilian and military officials, at the national  
3       and local levels, that engage, assist, or acquiesce in  
4       the illegal trafficking or production of narcotics or  
5       other illegal substances, money laundering, bribery,  
6       or other conduct linked with the illegal transpor-  
7       tation or production of narcotics or other illegal sub-  
8       stances, or that discourage the investigation and  
9       prosecution of any such conduct; and

10          (10) allowed for the seizure, through asset for-  
11       feiture of money, property, conveyances, and any  
12       other property derived through fraud or any other il-  
13       legal activity, including illegal drug trafficking.

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