

[DISCUSSION DRAFT]

117TH CONGRESS  
1ST SESSION

**H. R.** \_\_\_\_\_

To amend the Sarbanes-Oxley Act of 2002 to institute a trading prohibition for certain issuers that retain public accounting firms that have not been subject to inspection by the Public Company Accounting Oversight Board, and for other purposes.

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IN THE HOUSE OF REPRESENTATIVES

Mr. SHERMAN introduced the following bill; which was referred to the Committee on \_\_\_\_\_

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**A BILL**

To amend the Sarbanes-Oxley Act of 2002 to institute a trading prohibition for certain issuers that retain public accounting firms that have not been subject to inspection by the Public Company Accounting Oversight Board, 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. TRADING PROHIBITION FOR 2 CONSECUTIVE**  
4 **NON-INSPECTION YEARS.**

5 Section 104(i) of the Sarbanes-Oxley Act of 2002 (15  
6 U.S.C. 7214(i)) is amended—

1           (1) in paragraph (2)(A)(ii), by striking “the  
2           foreign jurisdiction described in clause (i)” and in-  
3           serting “a foreign jurisdiction”; and

4           (2) in paragraph (3)—

5           (A) in the paragraph heading, by striking  
6           “3” and inserting “2”; and

7           (B) in subparagraph (A), in the matter  
8           preceding clause (i), by striking “3” and insert-  
9           ing “2”.