Amendment to the Amendment to the Nature of a Substitute for H.R. 2668 Offered by M_.

At the end add the following new section:

1 SEC. 3. TIME LIMITATION FOR CONSENT ORDERS.

2 (a) AMENDMENT.—Section 5 of the Federal Trade
3 Commission Act (15 U.S.C. 45) is amended by adding at
4 the end the following new subsection:

5 "(0) TERMINATION CLAUSE REQUIRED FOR CON-6 SENT ORDERS.—Any consent order entered into by the Commission shall include a termination clause that the 7 consent order shall expire not later than 8 years after the 8 9 date on which the consent order is entered into, unless 10 such consent order relates to alleged fraud by the entity 11 subject to the consent order and requires a time limit 12 longer than 8 years based on the factors described in this subsection. In determining the time limit for any termi-13 nation clause, the Commission shall consider each of the 14 following factors: 15

16 "(1) The impact of technological progress on17 the continuing relevance of the consent order.

18 "(2) Whether there is reason to believe that the19 entity would engage in activities that violate this sec-

tion without the consent order 8 years after the con sent order is entered into by the Commission.

3 "(p) CONSENT ORDER REVIEW.—Any consent order 4 entered into by the Commission that is unrelated to al-5 leged fraud by the entity subject to the consent order and has a termination date more than 5 years after such con-6 7 sent order is entered into shall include a clause providing 8 for Commission review of the consent order 5 years after 9 the date on which the order is entered into. Such clause 10 shall require the Commission to evaluate whether the con-11 sent order continues to serve its initial purposes based on 12 the factors described in subsection (o). The clause shall 13 provide that if, based on such evaluation, the Commission determines that the consent order no longer serves its pur-14 15 poses, the Commission shall terminate the consent order. 16 "(q) Petition for Review of Existing Consent ORDERS.—Any entity that as of the effective date of this 17 18 subsection is subject to a consent order that is unrelated 19 to alleged fraud and has been effective for a period of at least five years may petition the Commission to terminate 20 21 such consent order. In evaluating a petition to terminate 22 a consent order under this subsection, the Commission

shall consider whether the consent order continues to serveits initial purposes based on each of the factors describedin subsection (o). If, based on such evaluation, the Com-

mission determines that the consent order no longer serves
 its purposes, the Commission shall terminate the consent
 order.".

4 (b) EFFECTIVE DATE; APPLICABILITY.—The amend5 ment made by subsection (a) shall take effect on the date
6 of enactment of this Act and with respect to subsections
7 (o) and (p) of section 5 of the Federal Trade Commission
8 Act (15 U.S.C. 45), as added by subsection (a), shall apply
9 with respect to any consent order entered into after such
10 date.

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