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PROVIDING FOR CONSIDERATION OF THE BILL (H.R. 4498) TO  
CLARIFY THE DEFINITION OF GENERAL SOLICITATION  
UNDER FEDERAL SECURITIES LAW

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April 26, 2016.—Referred to the House Calendar and ordered to be printed.

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MR. SESSIONS, from the Committee on Rules, submitted the following

R E P O R T

[To accompany H. Res. ]

The Committee on Rules, having had under consideration House Resolution\_\_\_\_, by a nonrecord vote, report the same to the House with the recommendation that the resolution be adopted.

SUMMARY OF PROVISIONS OF THE RESOLUTION

The resolution provides for consideration of H.R. 4498, the HALOS Act, under a structured rule. The resolution provides one hour of debate equally divided and controlled by the chair and ranking minority member of the Committee on Financial Services. The resolution waives all points of order against consideration of the bill. The resolution provides that the bill shall be considered as read. The resolution waives all points of order against provisions in the bill. The resolution makes in order only the amendment printed in this report, if offered by the Member designated in this report, which shall be considered as read, shall be debatable for the time specified in this report equally divided and controlled by the proponent and an opponent, shall not be subject to amendment, and shall not be subject to a demand for division of the question. The resolution waives all points of order against the amendment printed in this report. The resolution provides one motion to recommit with or without instructions.

EXPLANATION OF WAIVERS

Although the resolution waives all points of order against consideration of the bill, the Committee is not aware of any points of order. The waiver is prophylactic in nature.

Although the resolution waives all points of order against provisions in the bill, the Committee is not aware of any points of order. The waiver is prophylactic in nature.

Although the resolution waives all points of order against the amendment printed in this report, the Committee is not aware of any points of order. The waiver is prophylactic in nature.

SUMMARY OF THE AMENDMENT MADE IN ORDER

1. Waters (CA): Limits the types of fees "demo day" sponsors can collect, limits attendance at "demo days" to only individuals with financial sophistication, and requires an issuer to be a real business. (10 minutes)

TEXT OF AMENDMENT MADE IN ORDER

1. AN AMENDMENT TO BE OFFERED BY REPRESENTATIVE WATERS OF CALIFORNIA OR HER DESIGNEE, DEBATABLE FOR 10 MINUTES

AMENDMENT TO H.R. 4498, AS REPORTED  
OFFERED BY MS. MAXINE WATERS OF  
CALIFORNIA

Page 5, line 5, strike “and”.

Page 5, after line 5, insert the following:

- 1 (D) does not receive any compensation for
- 2 making introductions between investors attend-
- 3 ing the event and issuers, or for investment ne-
- 4 gotiations between such parties; and

Page 5, line 6, strike “(D)” and insert “(E)”.

Page 5, line 11, strike “and”.

Page 5, line 23, strike the period and insert “; and”.

Page 5, after line 23, insert the following:

- 5 (5) where attendance to the event is limited to
- 6 members of an angel investor group or to accredited
- 7 investors.

At the end of the bill, insert the following:

- 8 (c) DEFINITION OF ISSUER.—For purposes of this
- 9 section and the revision of rules required under this sec-
- 10 tion, the term “issuer” means an issuer that is in day-

- 1 to-day operations as a business, is not in bankruptcy or
- 2 receivership, is not an investment company, and is not a
- 3 blank check, blind pool, or shell company.



House Calendar No. \_\_\_\_\_

114<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

**H. RES.** \_\_\_\_\_

Report No. 114-\_\_\_\_\_

Providing for consideration of the bill (H.R. 4498) to clarify the definition of general solicitation under Federal securities law.

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IN THE HOUSE OF REPRESENTATIVES

APRIL 26, 2016

Mr. SESSIONS, from the Committee on Rules, reported the following resolution; which was referred to the House Calendar and ordered to be printed

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**RESOLUTION**

Providing for consideration of the bill (H.R. 4498) to clarify the definition of general solicitation under Federal securities law.

1       *Resolved*, That upon adoption of this resolution it  
2 shall be in order to consider in the House the bill (H.R.  
3 4498) to clarify the definition of general solicitation under  
4 Federal securities law. All points of order against consid-  
5 eration of the bill are waived. The bill shall be considered  
6 as read. All points of order against provisions in the bill  
7 are waived. The previous question shall be considered as

1 ordered on the bill and on any amendment thereto to final  
2 passage without intervening motion except: (1) one hour  
3 of debate equally divided and controlled by the chair and  
4 ranking minority member of the Committee on Financial  
5 Services; (2) the amendment printed in the report of the  
6 Committee on Rules accompanying this resolution, if of-  
7 fered by the Member designated in the report, which shall  
8 be in order without intervention of any point of order,  
9 shall be considered as read, shall be separately debatable  
10 for the time specified in the report equally divided and  
11 controlled by the proponent and an opponent, and shall  
12 not be subject to a demand for a division of the question;  
13 and (3) one motion to recommit with or without instruc-  
14 tions.