

**AMENDMENT IN THE NATURE OF A SUBSTITUTE**  
**TO H.R. 7007**  
**OFFERED BY M . \_\_\_\_\_**

Strike all after the enacting clause and insert the following:

**1 SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “No Corrupt Agree-  
3 ments Requiring Taxpayer Expenditures Benefitting  
4 Lawbreakers and Assorted Non-Prosecution Covenants,  
5 Handouts, and Emoluments Act of 2026” or the “NO  
6 CARTE BLANCHE Act of 2026”.

**7 SEC. 2. RESTRICTION ON FEDERAL FUNDS IN CONNECTION**  
**8 WITH TRUMP, ET AL. V. IRS, ET AL.**

9 No Federal funds may be used to create or make pay-  
10 ments to fund the compensation fund created by the set-  
11 tlement agreement entered into on May 18, 2026, in con-  
12 nection with the disposition of Trump, et al. v. IRS, et  
13 al., Civil Action No. 1:26-cv-20609–KMW, before the U.S.  
14 District Court for the Southern District of Florida.

**15 SEC. 3. RESTRICTION ON CERTAIN PAYMENTS FOR COM-**  
**16 PROMISE SETTLEMENTS OR AWARDS.**

17 Section 1304 of title 31, United States Code, is  
18 amended by adding at the end the following:

1           “(e) A compromise settlement or award may not be  
2 paid to—

3           “(1) the President or Vice President;

4           “(2) the parent, spouse, child, or spouse of a  
5 child of the President or Vice President;

6           “(3) a presidentially-owned entity;

7           “(4) any member of the cabinet;

8           “(5) any individual who is employed by the Ex-  
9 ecutive Office of the President who is paid at a rate  
10 of basic pay equivalent to or exceeding the GS-15  
11 level;

12           “(6) a political appointee; and

13           “(7) an individual who served in a position de-  
14 scribed under paragraph (4), (5), or (6) during the  
15 period for which the President who appointed such  
16 individual is in Office, including any period after  
17 such individual leaves such a position.

18           “(f) A compromise settlement or award may not be  
19 paid with respect to a claim alleging harm resulting from  
20 an investigation, prosecution, or conviction for an offense  
21 related to—

22           “(1) the January 6, 2021, attack on the United  
23 States Capitol; or

1           “(2) the same facts or circumstances as a civil  
2           action filed against the United States that was dis-  
3           missed with prejudice.

4           “(g)(1) Not later than 30 days after the date on  
5           which a payment of more than \$100,000 is made for a  
6           compromise settlement or award in accordance with this  
7           section, or a series of compromise settlement or award  
8           payments reaches a total of more than \$100,000 within  
9           the previous 4 years, and notwithstanding any other provi-  
10          sion of law, the Secretary of the Treasury shall report to  
11          the Chair and Ranking Members of the Committees on  
12          the Judiciary of the House of Representatives and the  
13          Senate, the following:

14                   “(A) The name of the plaintiff or awardee  
15                   of such settlement or award.

16                   “(B) The type of judgment for which the  
17                   settlement or award was made.

18                   “(C) The name of each attorney rep-  
19                   resenting the plaintiff or awardee.

20                   “(D) The name of each agency involved in  
21                   the claim and the name of each official approv-  
22                   ing such settlement or award.

23                   “(E) A brief description of the facts and  
24                   circumstances that gave rise to the settlement

1 or award and the authority authorizing such  
2 settlement or award.

3 “(2) The Secretary of the Treasury shall provide no-  
4 tice to the Committees on the Judiciary of the House of  
5 Representatives and of the Senate prior to certifying a  
6 payment for a compromise settlement or award in accord-  
7 ance with this section if that payment—

8 “(A) is of more than \$250,000 to be made for  
9 a compromise settlement or award in accordance  
10 with this section;

11 “(B) amounts to a total of more than \$250,000  
12 in payments for a series of compromise settlements  
13 or awards over the previous 4 years; or

14 “(C) is to be made on the basis of imminent  
15 litigation or suit against the United States, or  
16 against its agencies or officials upon obligations or  
17 liabilities of the United States.

18 “(3) A payment for which a notice is required to be  
19 submitted under paragraph (2) may not be made for a  
20 period of 120 days after the date on which such notice  
21 is received.

22 “(h) In the case that a compromise settlement or  
23 award is made in violation of subsection (e) or (f), the  
24 Attorney General may bring a civil action against a plain-  
25 tiff or awardee who received a settlement or award in vio-

1 lation of subsection (e) or (f) in an appropriate district  
2 court for injunctive relief and repayment of such settle-  
3 ment or award.

4 “(i) Nothing in this section, or an amendment made  
5 by this section, shall be construed to prohibit Congress  
6 from appropriating funds for a payment prohibited by this  
7 section on an individual per claim basis.

8 “(j) A settlement or award made on or after January  
9 20, 2025, (including any settlement or award entered into  
10 prior to the date of the enactment of this subsection) shall  
11 be subject to the requirements of subsections (e) through  
12 (h).

13 “(k) The Secretary of the Treasury may not establish  
14 a compensation fund, or approve a payment to such a  
15 fund, and no Federal funds may be used by the Secretary  
16 to so establish such a fund or approve such a payment—

17 “(1) pursuant to a compromise settlement with  
18 the President; or

19 “(2) if such payment would be in violation of  
20 subsection (e) or (f) if made from the Judgment  
21 Fund.

22 “(l) In this section—

23 “(1) the term ‘presidentially-owned entity’  
24 means a corporation, association, partnership, lim-  
25 ited liability company, limited liability partnership,

1 other legal entity, or sole proprietorship in which the  
2 President or Vice President has an ownership stake,  
3 except that such term does not include an entity in  
4 which more than 100 people have an ownership  
5 stake and the President or Vice President, as appli-  
6 cable, holds no more than five percent in a beneficial  
7 ownership stake and that—

8 “(A) issues securities registered with the  
9 Securities and Exchange Commission pursuant  
10 to section 12 of the Securities Exchange Act of  
11 1934 (15 U.S.C. 78l);

12 “(B) is an investment company registered  
13 pursuant to section 8 of the Investment Com-  
14 pany Act of 1940 (15 U.S.C. 80a–8) that does  
15 not have a stated policy of concentrating the in-  
16 vestments of the investment company in any in-  
17 dustry, business, single country other than the  
18 United States, or bonds of a single State within  
19 the United States; or

20 “(C) is a unit investment trust, as defined  
21 in section 4 of the Investment Company Act of  
22 1940 (15 U.S.C. 80a–4) that—

23 “(i) is a regulated investment com-  
24 pany, as defined in section 851 of the In-  
25 ternal Revenue Code of 1986; and

1 “(ii) does not have a stated policy of  
2 concentrating the investments of the in-  
3 vestment company in any industry, busi-  
4 ness, single country other than the United  
5 States, or bonds of a single State within  
6 the United States; and

7 “(2) the term ‘political appointee’ shall have the  
8 meaning given such term in section 9803 of title 5.”.

9 **SEC. 4. COMPROMISE SETTLEMENTS.**

10 (a) IN GENERAL.—Chapter 161 of title 28, United  
11 States Code, is amended by inserting after section 2414  
12 the following:

13 **“§ 2414a. Compromise settlements between the Presi-  
14 dent and the United States**

15 “(a) INVALIDITY.—In the case of any administrative  
16 claim, civil action, or other claim against the United  
17 States filed by the President (including a claim or civil  
18 action filed by an individual who assumed the Office of  
19 the President while such claim is pending), any covered  
20 agreement to resolve such claim or action is void ab initio  
21 unless such covered agreement is the subject of a court  
22 order giving it effect. A court of the United States may  
23 not issue such an order unless—

24 “(1) the President, if no such civil action has  
25 been filed, files a civil action before the court and

1 files the proposed terms of the covered agreement  
2 with the court; and

3 “(2) the court conducts a hearing on the pro-  
4 posed terms of the covered agreement, with presen-  
5 tation of evidence by the parties, and thereafter en-  
6 ters the order giving effect to the terms of the cov-  
7 ered agreement, that includes explicit findings of the  
8 court that—

9 “(A) the parties to the action are adverse;

10 “(B) the action was not brought to force  
11 a covered agreement with the United States;

12 “(C) the United States made a good faith  
13 effort to explore available defenses to the claims  
14 at issue and has a reasonable legal basis for its  
15 decision to enter into the covered agreement;

16 “(D) the covered agreement is not—

17 “(i) collusive; or

18 “(ii) the perpetration of a fraud on  
19 the court; and

20 “(E) the covered agreement is in the inter-  
21 est of justice.

22 “(b) COVERED AGREEMENT DEFINED.—In this sec-  
23 tion, the term ‘covered agreement’ means any settlement  
24 agreement, consent decree, compromise settlement, or

1 other agreement to resolve an administrative claim, civil  
2 action, or other claim against the United States.

3 “(c) APPLICABILITY.—This section shall apply to any  
4 covered agreement between the President and the United  
5 States concluded before, on, or after the date of enactment  
6 of this section.”.

7 (b) CLERICAL AMENDMENT.—The table of sections  
8 for chapter 161 of title 28, United States Code, is amend-  
9 ed by inserting after the item related to section 2414 the  
10 following:

“2414a. Compromise settlements between the President and the United  
States.”.

