

- (1) The population of the area.
- (2) The number of bank and nonbank financial institution transactions which originate in such area or involve institutions located in such area.
- (3) The number of stock or commodities transactions which originate in such area or involve institutions located in such area.
- (4) Whether the area is a key transportation hub with any international ports or airports or an extensive highway system.
- (5) Whether the area is an international center for banking or commerce.
- (6) The extent to which financial crimes and financial crime-related activities in such area are having a harmful impact in other areas of the country.
- (7) The number or nature of requests for information or analytical assistance which—
  - (A) are made to the analytical component of the Department of the Treasury; and
  - (B) originate from law enforcement or regulatory authorities located in such area or involve institutions or businesses located in such area or residents of such area.
- (8) The volume or nature of suspicious activity reports originating in the area.
- (9) The volume or nature of currency transaction reports or reports of cross-border movements of currency or monetary instruments originating in, or transported through, the area.
- (10) Whether, and how often, the area has been the subject of a geographical targeting order.
- (11) Observed changes in trends and patterns of money laundering activity.
- (12) Unusual patterns, anomalies, growth, or other changes in the volume or nature of core economic statistics or indicators.
- (13) Statistics or indicators of unusual or unexplained volumes of cash transactions.
- (14) Unusual patterns, anomalies, or changes in the volume or nature of transactions conducted through financial institutions operating within or outside the United States.
- (15) The extent to which State and local governments and State and local law enforcement agencies have committed resources to respond to the financial crime problem in the area and the degree to which the commitment of such resources reflects a determination by such government and agencies to address the problem aggressively.
- (16) The extent to which a significant increase in the allocation of Federal resources to combat financial crimes in such area is necessary to provide an adequate State and local response to financial crimes and financial crime-related activities in such area.

(Added Pub. L. 105-310, §2(a), Oct. 30, 1998, 112 Stat. 2944.)

#### Statutory Notes and Related Subsidiaries

##### REPORT AND RECOMMENDATIONS

Pub. L. 105-310, §2(c), Oct. 30, 1998, 112 Stat. 2949, provided that: "Before the end of the 5-year period beginning on the date the first national strategy for combating money laundering and related financial crimes is submitted to the Congress pursuant to section

5341(a)(1) of title 31, United States Code (as added by section 2(a) of this Act), the Secretary of the Treasury, in consultation with the Attorney General, shall submit a report to the Committee on Banking and Financial Services [now Committee on Financial Services] and the Committee on the Judiciary of the House of Representatives and the Committee on Banking, Housing, and Urban Affairs and the Committee on the Judiciary of the Senate on the effectiveness of and the need for the designation of areas, under section 5342 of title 31, United States Code (as added by such section 2(a)), as high-risk money laundering and related financial crime areas, together with recommendations for such legislation as the Secretary and the Attorney General may determine to be appropriate to carry out the purposes of such section."

#### PART 2—FINANCIAL CRIME-FREE COMMUNITIES SUPPORT PROGRAM

##### § 5351. Establishment of financial crime-free communities support program

(a) ESTABLISHMENT.—The Secretary of the Treasury, in consultation with the Attorney General, shall establish a program to support local law enforcement efforts in the development and implementation of a program for the detection, prevention, and suppression of money laundering and related financial crimes.

(b) PROGRAM.—In carrying out the program, the Secretary of the Treasury, in consultation with the Attorney General, shall—

- (1) make and track grants to grant recipients;
- (2) provide for technical assistance and training, data collection, and dissemination of information on state-of-the-art practices that the Secretary determines to be effective in detecting, preventing, and suppressing money laundering and related financial crimes; and
- (3) provide for the general administration of the program.

(c) ADMINISTRATION.—The Secretary shall appoint an administrator to carry out the program.

(d) CONTRACTING.—The Secretary may employ any necessary staff and may enter into contracts or agreements with Federal and State law enforcement agencies to delegate authority for the execution of grants and for such other activities necessary to carry out this chapter.

(Added Pub. L. 105-310, §2(a), Oct. 30, 1998, 112 Stat. 2946.)

##### § 5352. Program authorization

(a) GRANT ELIGIBILITY.—To be eligible to receive an initial grant or a renewal grant under this part, a State or local law enforcement agency or prosecutor shall meet each of the following criteria:

(1) APPLICATION.—The State or local law enforcement agency or prosecutor shall submit an application to the Secretary in accordance with section 5353(a)(2).

(2) ACCOUNTABILITY.—The State or local law enforcement agency or prosecutor shall—

- (A) establish a system to measure and report outcomes—
  - (i) consistent with common indicators and evaluation protocols established by the Secretary, in consultation with the Attorney General; and