

119TH CONGRESS
1ST SESSION

S. _____

To amend the Securities Exchange Act of 1934 to further enhance anti-retaliation protections for whistleblowers, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. GRASSLEY introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To amend the Securities Exchange Act of 1934 to further enhance anti-retaliation protections for whistleblowers, 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. SHORT TITLE.**

4 This Act may be cited as the “SEC Whistleblower
5 Reform Act of 2025”.

6 **SEC. 2. WHISTLEBLOWER PROTECTIONS FOR INTERNAL**
7 **DISCLOSURES.**

8 (a) IN GENERAL.—Section 21F of the Securities Ex-
9 change Act of 1934 (15 U.S.C. 78u–6) is amended—

10 (1) in subsection (a)(6)—

1 (A) by striking “The term” and inserting
2 the following:

3 “(A) IN GENERAL.—The term”; and

4 (B) by adding at the end the following:

5 “(B) SPECIAL RULE.—Solely for the pur-
6 poses of subsection (h)(1), the term ‘whistle-
7 blower’ includes any individual who takes, or 2
8 or more individuals acting jointly who take, an
9 action described in subsection (h)(1)(A), that
10 the individual or 2 or more individuals reason-
11 ably believe relates to a violation of any law,
12 rule, or regulation subject to the jurisdiction of
13 the Commission, the Public Company Account-
14 ing Oversight Board, the Municipal Securities
15 Rulemaking Board, or a self-regulatory organi-
16 zation.”; and

17 (2) in subsection (h)(1)—

18 (A) in subparagraph (A)—

19 (i) in the matter preceding clause (i),
20 by inserting “or post-employment” after
21 “of employment”;

22 (ii) in clause (i), by inserting “, in
23 writing or orally if the oral report is docu-
24 mented,” after “to the Commission”;

1 (iii) in clause (ii), by striking “or” at
2 the end;

3 (iv) in clause (iii), by striking the pe-
4 riod at the end and inserting “; or”; and

5 (v) by adding at the end the following:

6 “(iv) in providing information regard-
7 ing any conduct that the whistleblower rea-
8 sonably believes constitutes a violation of
9 any law, rule, or regulation subject to the
10 jurisdiction of the Commission to—

11 “(I) a person with supervisory
12 authority over the whistleblower at the
13 employer of the whistleblower, if that
14 employer is an entity registered with,
15 or required to be registered with, or
16 otherwise subject to the jurisdiction
17 of, the Commission, the Public Com-
18 pany Accounting Oversight Board, a
19 self-regulatory organization, or a
20 State securities commission or office
21 performing like functions; or

22 “(II) another individual working
23 for the employer described in sub-
24 clause (I) who the whistleblower rea-

1 sonably believes has the authority
2 to—

3 “(aa) investigate, discover,
4 or terminate the misconduct; or
5 “(bb) take any other action
6 to address the misconduct.”; and

7 (B) in subparagraph (B), by adding at the
8 end the following:

9 “(iv) JURY TRIAL.—A person against
10 which an action is brought under this sub-
11 section shall be entitled to a jury trial.”.

12 (b) APPLICABILITY.—The amendments made by sub-
13 section (a) shall apply to any claim involving a violation
14 of section 21F(h)(1) of the Securities Exchange Act of
15 1934 (15 U.S.C. 78u–6(h)(1)), including a claim in an
16 enforcement action or proceeding brought by the Securi-
17 ties and Exchange Commission, that is—

18 (1) pending in any appropriate judicial or ad-
19 ministrative forum, as of the date of enactment of
20 this Act; or

21 (2) filed after the date of enactment of this Act.

22 **SEC. 3. PROMPT PAYMENT OF AWARDS.**

23 Section 21F(b) of the Securities Exchange Act of
24 1934 (15 U.S.C. 78u–6(b)) is amended by adding at the
25 end the following:

1 “(3) TIMELY PROCESSING OF CLAIMS.—

2 “(A) INITIAL DISPOSITION.—

3 “(i) IN GENERAL.—Except as pro-
4 vided in subparagraph (B), the Commis-
5 sion shall make an initial disposition with
6 respect to a claim submitted by a whistle-
7 blower for an award under this section (re-
8 ferred to in this paragraph as an ‘award
9 claim’) not later than the later of—

10 “(I) the date that is 1 year after
11 the deadline established by the Com-
12 mission, by rule, for the whistleblower
13 to file the award claim; or

14 “(II) the date that is 1 year after
15 the final resolution of all litigation, in-
16 cluding any appeals, concerning the
17 covered action or related action.

18 “(ii) MULTIPLE ACTIONS.—If an
19 award claim involves 1 or more related ac-
20 tions, the requirement under clause (i)
21 shall apply with respect to the latest dead-
22 line with respect to the actions.

23 “(B) EXCEPTIONS.—

24 “(i) INITIAL EXTENSION.—If the Di-
25 rector of the Division of Enforcement of

1 the Commission (referred to in this para-
2 graph as the ‘Director’), or the designee of
3 the Director, determines that an award
4 claim is sufficiently complex or involves
5 more than 1 whistleblower, or if other good
6 cause exists such that the Commission can-
7 not reasonably satisfy the requirements
8 under subparagraph (A), as determined by
9 the Director or the designee, as applicable,
10 the Director or the designee, after pro-
11 viding notice to the Chairman of the Com-
12 mission (referred to in this paragraph as
13 the ‘Chairman’), may extend the deadline
14 with respect to the satisfaction of those re-
15 quirements by not more than 180 days.

16 “(ii) ADDITIONAL EXTENSIONS.—If,
17 after providing an extension under clause
18 (i), the Director, or the designee of the Di-
19 rector, determines that good cause exists
20 such that the Commission cannot reason-
21 ably satisfy the requirement under sub-
22 paragraph (A), the Director or the des-
23 ignee of the Director, may extend the
24 deadline described in clause (i) as needed
25 for 1 or more additional successive 180-

1 day periods only after providing notice to
2 and receiving approval from the Commis-
3 sion.

4 “(iii) NOTICE TO WHISTLEBLOWER
5 REQUIRED.—If the Director, or the des-
6 ignee of the Director, exercises authority
7 under clause (i) or (ii), the Director or the
8 designee, as applicable, shall submit to the
9 whistleblower who filed the award claim
10 that is subject to that action by the Direc-
11 tor or the designee a written notification of
12 that action.

13 “(C) APPLICABILITY.—This paragraph
14 shall apply only to an award claim that the Di-
15 rector or the designee of the Director deter-
16 mines is timely submitted under a deadline es-
17 tablished by the Commission after the date of
18 enactment of this paragraph.”.

19 **SEC. 4. NONENFORCEABILITY OF CERTAIN PROVISIONS.**

20 (a) IN GENERAL.—Section 21F of the Securities Ex-
21 change Act of 1934 (15 U.S.C. 78u–6) is amended by add-
22 ing at the end the following:

23 “(k) NONENFORCEABILITY OF CERTAIN PROVISIONS
24 WAIVING RIGHTS AND REMEDIES OR REQUIRING ARBI-
25 TRATION.—

1 “(1) WAIVER OF RIGHTS AND REMEDIES.—The
2 rights and remedies provided in this section may not
3 be waived by any agreement, policy form, or condi-
4 tion of employment, including by a predispute arbi-
5 tration agreement.

6 “(2) PREDISPUTE ARBITRATION AGREEMENT.—
7 No predispute arbitration agreement shall be valid
8 or enforceable if the agreement requires the arbitra-
9 tion of a dispute arising under this section.”.

10 (b) APPLICABILITY.—Subsection (k) of section 21F
11 of the Securities Exchange Act of 1934 (15 U.S.C. 78u–
12 6), as added by subsection (a), shall apply with respect
13 to any action that is filed on or after, or that is pending
14 as of, the date of enactment of this Act.

15 **SEC. 5. RULEMAKING AUTHORITY.**

16 The Securities and Exchange Commission may issue
17 any rules that are necessary or appropriate to carry out
18 this Act consistent with the purposes of section 21F of
19 the Securities Exchange Act of 1934 (15 U.S.C. 78u–6),
20 as amended by this Act.