

AMENDMENT TO RULES COMMITTEE PRINT
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Add at the end the following:

1 TITLE IV—NO JUNK FEES

2 SEC. 401. SHORT TITLE; TABLE OF CONTENTS.

3 (a) SHORT TITLE.—This title may be cited as the
4 “No Junk Fee Act of 2025”.

5 (b) TABLE OF CONTENTS.—The table of contents for
6 this title is as follows:

TITLE IV—NO JUNK FEES

Sec. 401. Short title; table of contents.

Sec. 402. Junk fee defined.

Subtitle A—Investment Companies

Sec. 411. Fee disclosure requirements for investment companies.

Sec. 412. Prohibition on certain fees by investment funds.

Subtitle B—Brokers and Dealers

Sec. 421. Fee disclosure requirements for brokers and dealers.

Sec. 422. Prohibition on certain fees by brokers and dealers.

Subtitle C—Investment Advisers

Sec. 431. Fee disclosure requirements for investment advisers.

Sec. 432. Prohibition on certain fees by investment advisers.

Subtitle D—Transparency on Fees Collected From Individual Investors

Sec. 441. Reports by registered investment companies.

Sec. 442. Reports by brokers and dealers.

Sec. 443. Reports by registered investment advisers.

Subtitle E—Transparency and Prohibition of Certain Fees on Trading
Venues

Sec. 451. Transparent fee structures for exchanges and ATSSs.

Sec. 452. Prohibition of excessive fees by exchanges and ATSSs.

1 **SEC. 402. JUNK FEE DEFINED.**

2 (a) IN GENERAL.—In this title, with respect to a
3 service or a transaction, the term “junk fee” means any
4 fee or charge imposed on an investor or consumer that
5 is—

6 (1) not clearly and conspicuously disclosed prior
7 to the investor or consumer entering into the agree-
8 ment for the service or transaction; or

9 (2) excessive and not reasonably related to the
10 actual cost of the service or transaction.

11 (b) IDENTIFICATION OF SPECIFIC JUNK FEES.—The
12 Securities and Exchange Commission may issue a rule to
13 identify specific fees or charges that are a junk fee under
14 paragraph (1), which may include—

15 (1) a sales load fee;

16 (2) a variable performance-based fee;

17 (3) a fee related to the paper or electronic deliv-
18 ery of regulatory documents;

19 (4) undisclosed or misleading trading commis-
20 sions;

21 (5) excessive or undisclosed markups or
22 markdowns;

23 (6) padded or mislabeled processing, handling,
24 service, ticket, or platform fees;

1 (7) mislabeled or marked-up regulatory, reg-
2 istered national securities exchange, “SEC”,
3 FINRA, or clearing fees;

4 (8) excessive or unnecessary front-end, back-
5 end, or level sales loads and contingent deferred
6 sales charges where lower-cost or no-load alter-
7 natives are available;

8 (9) the use of higher-cost mutual fund or ex-
9 change-traded fund share classes when identical or
10 substantially similar lower-cost share classes are rea-
11 sonably available;

12 (10) wrap fees marketed as “all-in” that ex-
13 clude significant trading, product, or platform costs
14 or are charged on largely inactive accounts (com-
15 monly referred to as “reverse churning”);

16 (11) unreasonable or surprise account mainte-
17 nance, custodial, or inactivity fees that are not tied
18 to bona fide services;

19 (12) unreasonable or punitive individual retire-
20 ment account (“IRA”) or brokerage account termi-
21 nation, closure, or transfer fees that impede switch-
22 ing;

23 (13) excessive paper statement, confirmation, or
24 tax document fees;

1 (14) wire, transfer, overnight delivery, or check
2 fees that materially exceed underlying provider costs;

3 (15) abusive or undisclosed cash sweep arrange-
4 ments, including sweep of client assets into low-yield
5 or proprietary vehicles;

6 (16) charging advisory or wrap fees on idle
7 cash;

8 (17) excessive or opaque margin interest
9 charges and securities borrowing fees;

10 (18) payment for order flow, internalization ar-
11 rangements, maker-taker or similar pricing prac-
12 tices, and routing incentives that hide costs or infe-
13 rior execution quality for customers;

14 (19) spreads or markups on principal trades;

15 (20) foreign exchange conversions that are in
16 excess of actual costs associate with the exchange;

17 (21) revenue-sharing arrangements with prod-
18 uct sponsors, custodians, or trading venues that are
19 not clearly disclosed;

20 (22) receipt of 12b-1 fees, trails, or other dis-
21 tribution-related compensation by registrants or
22 their affiliates, where such compensation and the
23 availability of cheaper alternatives are not clearly
24 disclosed;

1 (23) undisclosed or unfair soft-dollar or re-
2 search arrangements effectively causing clients or
3 funds to pay for firm overhead through elevated
4 commissions;

5 (24) undisclosed or conflicted principal trades
6 or cross trades with embedded markups or
7 markdowns;

8 (25) subscription, retainer, financial planning,
9 or monitoring fees charged where little or no ongo-
10 ing service is actually provided;

11 (26) technology, data, portal, platform, or re-
12 porting fees that double-charge investors for core
13 services already covered by other compensation;

14 (27) add-on “paperwork,” “document han-
15 dling,” “compliance,” or “administrative” fees not
16 tied to incremental, client-specific services;

17 (28) unreasonable or surprise inactivity or min-
18 imum-balance penalties;

19 (29) private fund monitoring, consulting, trans-
20 action, director, or similar portfolio company fees
21 that are undisclosed, duplicative, accelerated, or not
22 properly offset against management fees;

23 (30) misallocated broken-deal, organizational,
24 or operating expenses charged to clients or funds
25 contrary to disclosures or reasonable expectations;

1 (31) fees pursuant to complex, opaque, or dis-
2 crimatory exchange, alternative trading system,
3 and other trading venue fee schedules (including ex-
4 cessive access, connectivity, co-location, port, and
5 market data fees, and opaque tiered or rebate struc-
6 tures) that obscure the true all-in cost of trading or
7 unfairly advantage certain participants;

8 (32) misleading zero commission or free trading
9 offerings that rely on undisclosed spreads, inferior
10 execution, or hidden monetization of order flow or
11 customer data;

12 (33) mischaracterized network or gas fees or
13 similar charges where the firm retains undisclosed
14 spreads;

15 (34) unreasonable or undisclosed early redemp-
16 tion, surrender, or contract change charges in pooled
17 or packaged products; and

18 (35) any other fee, charge, spread, or rebate
19 that—

20 (A) is not clearly, prominently, and timely
21 disclosed in plain language before the relevant
22 decision;

23 (B) is disproportionate to any reasonable
24 estimate of the cost or value of the service pro-
25 vided;

1 (C) impedes investors from moving or clos-
2 ing accounts or switching products through un-
3 reasonable financial penalties; or

4 (D) is structured or labeled in a manner
5 reasonably likely to mislead, obscure the total
6 economic cost, or exploit information
7 asymmetries or conflicts of interest.

8 **Subtitle A—Investment Companies**

9 **SEC. 411. FEE DISCLOSURE REQUIREMENTS FOR INVEST-** 10 **MENT COMPANIES.**

11 Section 30 of the Investment Company Act of 1940
12 (15 U.S.C. 80a–29) is amended by adding at the end the
13 following:

14 “(1) FEE DISCLOSURE REQUIREMENTS FOR INVEST-
15 MENT COMPANIES.—

16 “(1) IN GENERAL.—Not later than 1 year after
17 the date of enactment of this subsection, the Com-
18 mission shall issue rules to enhance fee transparency
19 for registered investment companies.

20 “(2) REQUIREMENTS.—The rules issued under
21 paragraph (1) shall, at a minimum, require each
22 registered investment company to—

23 “(A) provide to each prospective investor,
24 before the purchase of any security issued by
25 the registered investment company, a clear and

1 concise disclosure of all fees and expenses that
2 the investor will incur, including management
3 fees, advisory fees, distribution or marketing
4 fees, redemption fees, and any other charges;

5 “(B) disclose in any prospectus, offering
6 document, or periodic report the total annual
7 fees and expenses of the registered investment
8 company, expressed as a percentage of assets
9 and as a dollar amount for a standard invest-
10 ment amount, such as \$10,000, including an
11 itemization of each component fee (such as
12 management fees, 12b-1 or other distribution
13 fees, and administrative costs);

14 “(C) clearly disclose any one-time or trans-
15 actional fees, including sales loads, purchase
16 fees, or redemption fees, that may be charged
17 to investors, with an explanation of the purpose
18 of each such fee; and

19 “(D) present the disclosures required
20 under this section in a prominent location and
21 in plain language and format, as prescribed by
22 the Commission, so that investors can easily un-
23 derstand and compare fee information.”.

1 **SEC. 412. PROHIBITION ON CERTAIN FEES BY INVESTMENT**
2 **FUNDS.**

3 Section 12 of the Investment Company Act of 1940
4 (15 U.S.C. 80a–12) is amended by adding at the end the
5 following:

6 “(h) PROHIBITION ON CERTAIN FEES BY INVEST-
7 MENT FUNDS.—

8 “(1) IN GENERAL.—A registered investment
9 company may not charge or collect any junk fee
10 from an investor.

11 “(2) JUNK FEE DEFINED.—In this subsection,
12 the term ‘junk fee’ has the meaning given that term
13 in section 402 of the No Junk Fee Act of 2025, as
14 the Commission may further define, by rule.”.

15 **Subtitle B—Brokers and Dealers**

16 **SEC. 421. FEE DISCLOSURE REQUIREMENTS FOR BROKERS**
17 **AND DEALERS.**

18 Section 15 of the Securities Exchange Act of 1934
19 (15 U.S.C. 78o) is amended by adding at the end the fol-
20 lowing:

21 “(p) FEE DISCLOSURE REQUIREMENTS FOR BRO-
22 KERS AND DEALERS.—

23 “(1) IN GENERAL.—Not later than 1 year after
24 the date of enactment of this subsection, the Com-
25 mission shall issue rules to require clear disclosure

1 of all fees and charges imposed by brokers and deal-
2 ers on retail investors.

3 “(2) REQUIREMENTS.—The rules issued under
4 paragraph (1) shall require each broker and dealer
5 to—

6 “(A) furnish to each new retail investor, at
7 the time of account opening, a complete sched-
8 ule of all fees, charges, and commissions that
9 may be imposed on the investor’s account or
10 transactions, including trading commissions,
11 mark-ups or mark-downs on trades, account
12 maintenance or inactivity fees, wire transfer or
13 withdrawal fees, and account closing or transfer
14 fees;

15 “(B) prominently disclose on each trade
16 confirmation the amount of any commission,
17 fee, or other compensation charged on the
18 transaction, including any payment the broker
19 or dealer receives from third parties in connec-
20 tion with the transaction (such as payment for
21 order flow or other remuneration), expressed in
22 dollar terms or, if not known at the time of
23 transaction, a reasonable estimate thereof;

24 “(C) provide each retail investor at least
25 annually an itemized summary of all fees and

1 charges paid by that investor over the reporting
2 period, including total commissions, fees, and
3 any other charges deducted from the investor's
4 accounts; and

5 “(D) maintain a publicly accessible sched-
6 ule of standard fees and charges on the broker
7 or dealer's website, and update investors in
8 writing of any increases in fees or introduction
9 of new fees at least 30 days before such
10 changes take effect.”.

11 **SEC. 422. PROHIBITION ON CERTAIN FEES BY BROKERS**
12 **AND DEALERS.**

13 Section 15 of the Securities Exchange Act of 1934
14 (15 U.S.C. 78o), as amended by section 421, is further
15 amended by adding at the end the following:

16 “(q) PROHIBITION ON CERTAIN FEES BY BROKERS
17 AND DEALERS.—

18 “(1) IN GENERAL.—A broker or dealer may
19 not, directly or indirectly, impose any of the fol-
20 lowing fees on a retail investor:

21 “(A) Any account maintenance, closure, or
22 inactivity fee that is not reasonably related to
23 the actual cost of maintaining or closing the in-
24 vestor's account.

1 “(B) Any surcharge, markup, or add-on
2 fee applied at the time of a transaction’s execu-
3 tion or settlement that was not clearly disclosed
4 to the investor before the transaction.

5 “(C) Any so-called ‘processing’ or ‘paper-
6 work’ fee charged to an investor that exceeds
7 the actual administrative cost of the service
8 provided.

9 “(D) Any undisclosed or misleading trad-
10 ing commissions.

11 “(E) Fees for services or features that are
12 not actually provided or utilized by a client.

13 “(F) Fees that are grossly disproportionate
14 to the cost or value of the services provided.

15 “(G) Any junk fee (as defined in section
16 402 of the No Junk Fee Act of 2025) as the
17 Commission determines appropriate or nec-
18 essary to protect investors.

19 “(2) PROHIBITION ON CERTAIN RELATED PRAC-
20 TICES BY BROKERS AND DEALERS.—A broker or
21 dealer may not, directly or indirectly, engage in any
22 of the following practices:

23 “(A) Providing investors with higher-cost
24 mutual fund or exchange-traded fund share
25 classes when identical or substantially similar

1 lower-cost share classes are reasonably avail-
2 able.

3 “(B) Engaging in any revenue-sharing ar-
4 rangements with product sponsors, custodians,
5 or trading venues that are not clearly disclosed
6 to investors.

7 “(C) Characterizing a product or service as
8 a zero commission or free trading product or
9 service, when such product or service relies on
10 undisclosed spreads, inferior execution, or hid-
11 den monetization of order flow or customer
12 data.”.

13 **Subtitle C—Investment Advisers**

14 **SEC. 431. FEE DISCLOSURE REQUIREMENTS FOR INVEST-** 15 **MENT ADVISERS.**

16 Section 204 of the Investment Advisers Act of 1940
17 (15 U.S.C. 80b–4) is amended by adding at the end the
18 following:

19 “(g) FEE DISCLOSURE REQUIREMENTS FOR INVEST-
20 MENT ADVISERS.—

21 “(1) IN GENERAL.—Not later than 1 year after
22 the date of enactment of this subsection, the Com-
23 mission shall issue rules to require investment advis-
24 ers to provide full and clear disclosure of all fees and
25 compensation to their clients.

1 “(2) REQUIREMENTS.—The rules issued under
2 subsection (a) shall require an investment adviser
3 to—

4 “(A) deliver to each client or prospective
5 client, before entering into an advisory agree-
6 ment, a plain-language fee schedule describing
7 all fees and charges the client will incur for ad-
8 visory services and any related services or prod-
9 ucts, including advisory fees (whether fixed,
10 hourly, percentage of assets, or performance-
11 based) and any additional fees for ancillary
12 services or third-party products;

13 “(B) disclose to each client any compensa-
14 tion the investment adviser or affiliates of the
15 investment adviser receive from third parties in
16 connection with the client’s investments or
17 transactions (including referral fees, solicitation
18 fees, or revenue-sharing payments), along with
19 a clear explanation of how such compensation is
20 earned and any conflict of interest it presents;

21 “(C) provide each client, at least annually,
22 a written summary showing the actual amount
23 of fees paid by the client for advisory services
24 during the period, including advisory fees deb-
25 ited from the account of the client and any

1 other charges directly or indirectly paid by the
2 client to the adviser; and

3 “(D) prominently disclose, in the invest-
4 ment adviser’s Form ADV or equivalent disclo-
5 sure brochure given to clients, whether the ad-
6 viser receives any indirect compensation (such
7 as commissions on products or other benefits)
8 and, if so, include a concise explanation of how
9 such compensation is factored into or in addi-
10 tion to the direct fees paid by the client.”.

11 **SEC. 432. PROHIBITION ON CERTAIN FEES BY INVESTMENT**
12 **ADVISERS.**

13 Section 206 of the Investment Advisers Act of 1940
14 (15 U.S.C. 80b–6) is amended—

15 (1) by striking “It shall” and inserting the fol-
16 lowing:

17 “(a) IN GENERAL.—It shall”; and

18 (2) by adding at the end the following:

19 “(b) PROHIBITION ON CERTAIN FEES BY INVEST-
20 MENT ADVISERS.—

21 “(1) IN GENERAL.—The Commission may pro-
22 hibit an investment adviser from, directly or indi-
23 rectly, charging or collecting any junk fee (as de-
24 fined in section 402 of the No Junk Fee Act of
25 2025) if the Commission determines such prohibition

1 to be appropriate or necessary to protect investors,
2 which may include—

3 “(A) any account maintenance, closure, or
4 inactivity fee that is not reasonably related to
5 the actual cost of maintaining or closing the in-
6 vestor’s account;

7 “(B) any surcharge, markup, or add-on fee
8 applied at the time of a transaction’s execution
9 or settlement that was not clearly disclosed to
10 the investor before the transaction;

11 “(C) any so-called ‘processing’ or ‘paper-
12 work’ fee charged to an investor that exceeds
13 the actual administrative cost of the service
14 provided;

15 “(D) any undisclosed or misleading com-
16 missions;

17 “(E) fees for services or features that are
18 not actually provided or utilized by a client; and

19 “(F) fees that are grossly disproportionate
20 to the cost or value of the services provided.

21 “(2) INCLUSION OF CERTAIN RELATED PRAC-
22 TICES BY INVESTMENT ADVISERS.—In issuing any
23 rule pursuant to paragraph (1), the Commission
24 may also prohibit an investment adviser from, di-
25 rectly or indirectly, engaging in the following prac-

1 tices, if the Commission determines such prohibition
2 to be appropriate or necessary to protect investors:

3 “(A) Providing investors with higher-cost
4 mutual fund or exchange-traded fund share
5 classes when identical or substantially similar
6 lower-cost share classes are reasonably avail-
7 able.

8 “(B) Engaging in any revenue-sharing ar-
9 rangements with product sponsors, custodians,
10 or trading venues that are not clearly disclosed
11 to investors.

12 “(C) Characterizing a product or service as
13 a zero commission or free trading product or
14 service, when such product or service relies on
15 undisclosed spreads, inferior execution, or hid-
16 den monetization of order flow or customer
17 data.

18 “(3) FIDUCIARY DUTY.—Any violation of para-
19 graph (1) by an investment adviser shall be deemed
20 a breach of the investment adviser’s fiduciary duty
21 under this Act.”.

1 **Subtitle D—Transparency on Fees**
2 **Collected From Individual In-**
3 **vestors**

4 **SEC. 441. REPORTS BY REGISTERED INVESTMENT COMPA-**
5 **NIES.**

6 Section 30 of the Investment Company Act of 1940
7 (15 U.S.C. 80a–29), as amended by section 411, is further
8 amended by adding at the end the following:

9 “(m) REPORT ON FEES COLLECTED FROM INDIVIDUAL INVESTORS.—

11 “(1) IN GENERAL.—Each registered investment
12 company shall annually file with the Commission a
13 report that includes, with respect to the year pre-
14 ceding such report—

15 “(A) the total amount of fees the reg-
16 istered investment company collected from indi-
17 vidual investors with assets in individual ac-
18 counts;

19 “(B) the total amount of fees described in
20 subparagraph (A) divided by assets under man-
21 agement (‘AUM’); and

22 “(C) the table described in paragraph (2).

23 “(2) FEE DISAGGREGATION.—A registered in-
24 vestment company shall, with respect to each total
25 amount reported under paragraph (1)(A), include in

1 each report under such paragraph a table that
2 disaggregates the amount into the following cat-
3 egories:

4 “(A) The amount of management fees col-
5 lected.

6 “(B) The amount of frequent trading fees
7 collected.

8 “(C) The amount of account inactivity fees
9 collected.

10 “(D) The amount of transfer agent fees
11 collected.

12 “(E) The amount of exchange fees col-
13 lected.

14 “(F) The amount of low account balance
15 fees collected.

16 “(G) The amount of account opening fees
17 collected.

18 “(H) The amount of retirement account
19 rollover fees collected.

20 “(I) The amount of fees collected other
21 than fees described in subparagraphs (A)
22 through (H).

23 “(3) PUBLICATION OF DATA.—

24 “(A) ONLINE DATABASE.—The Commis-
25 sion shall publish the data received under para-

1 graph (1) on an online database (which shall be
2 similar to BrokerCheck) where individual inves-
3 tors can search by registered investment com-
4 pany name.

5 “(B) VISUAL METER COMPARING REG-
6 ISTERED INVESTMENT COMPANY FEES.—The
7 online database required under subparagraph
8 (A) shall include, with respect to each reg-
9 istered investment company, a visual meter
10 that—

11 “(i) indicates whether the registered
12 investment company’s fees are, when com-
13 pared to all other registered investment
14 companies that filed a report under para-
15 graph (1) for the most recent reporting
16 year—

17 “(I) in the highest quartile,
18 which shall be indicated with a back-
19 ground of red and the word ‘high’;

20 “(II) in the 25 percent to 50 per-
21 cent or 50 percent to 75 percent quar-
22 tile, which shall be indicated with a
23 background of white and the word ‘av-
24 erage’; or

1 “(III) in lowest quartile, which
2 shall be indicated with a background
3 of green and the word ‘low’; and

4 “(ii) includes—

5 “(I) a line running perpendicular
6 to the meter that corresponds to the
7 quartile under clause (i) applicable to
8 the registered investment company’s
9 fees; and

10 “(II) the amount of such fees
11 shown clearly next to such line.

12 “(C) LANDING PAGES OF REGISTERED IN-
13 VESTMENT COMPANY.—Each registered invest-
14 ment company’s landing page (which may con-
15 tain the regulatory or disciplinary history of the
16 registered investment company, and such other
17 information as the Commission determines use-
18 ful for investors and account holders) shall in-
19 clude the data required under paragraph (1).

20 “(4) REPORT TO INDIVIDUAL INVESTORS.—

21 Each registered investment company shall provide
22 an annual individualized fee report to the investors
23 of the registered investment company. Each report
24 shall allow each investor to compare the fees charged
25 to the investor to those charged by other registered

1 investment companies and include a 10-year fee pro-
2 jection, assuming no changes in the products, serv-
3 ices, or fee tiers offered. The report shall include—

4 “(A) the information provided to the Com-
5 mission under paragraph (1); and

6 “(B) the information published by the
7 Commission under paragraph (3)(B) relating to
8 such registered investment company.

9 “(5) FINANCIAL INTERMEDIARIES.—The Com-
10 mission shall issue a rule to apply the requirements
11 of this subsection to any financial intermediary that
12 functions in the manner of an registered investment
13 company but is not registered as a registered invest-
14 ment company.”.

15 **SEC. 442. REPORTS BY BROKERS AND DEALERS.**

16 Section 15 of the Securities Exchange Act of 1934
17 (15 U.S.C. 78o), as amended by section 422, is further
18 amended by adding at the end the following

19 “(r) REPORT ON FEES COLLECTED FROM INDIV-
20 IDUAL INVESTORS.—

21 “(1) IN GENERAL.—Each broker and dealer
22 shall annually file with the Commission a report that
23 includes, with respect to the year preceding such re-
24 port—

1 “(A) the total amount of fees the broker
2 and dealer collected from individual investors
3 with assets in individual accounts;

4 “(B) the total amount of fees described in
5 subparagraph (A) divided by assets under man-
6 agement (‘AUM’);

7 “(C) the average fee paid by an individual
8 account (i.e., the average fee across all investor
9 accounts); and

10 “(D) the table described in paragraph (2).

11 “(2) FEE DISAGGREGATION.—Each broker and
12 dealer shall, with respect to each total amount re-
13 ported under paragraph (1)(A), include in each re-
14 port under such paragraph a table that
15 disaggregates the amount into the following cat-
16 egories:

17 “(A) The amount of management fees col-
18 lected.

19 “(B) The amount of frequent trading fees
20 collected.

21 “(C) The amount of account inactivity fees
22 collected.

23 “(D) The amount of transfer agent fees
24 collected.

1 “(E) The amount of exchange fees col-
2 lected.

3 “(F) The amount of low account balance
4 fees collected.

5 “(G) The amount of account opening fees
6 collected.

7 “(H) The amount of retirement account
8 rollover fees collected.

9 “(I) The amount of fees collected other
10 than fees described in subparagraphs (A)
11 through (H).

12 “(3) PUBLICATION OF DATA.—

13 “(A) ONLINE DATABASE.—The Commis-
14 sion shall publish the data received under para-
15 graph (1) on an online database (which shall be
16 similar to BrokerCheck) where individual inves-
17 tors can search by registered investment com-
18 pany name.

19 “(B) VISUAL METER COMPARING REG-
20 ISTERED INVESTMENT COMPANY FEES.—The
21 online database required under subparagraph
22 (A) shall include, with respect to each reg-
23 istered investment company, a visual meter
24 that—

1 “(i) indicates whether the registered
2 investment company’s fees are, when com-
3 pared to all other registered investment
4 companies that filed a report under para-
5 graph (1) for the most recent reporting
6 year—

7 “(I) in the highest quartile,
8 which shall be indicated with a back-
9 ground of red and the word ‘high’;

10 “(II) in the 25 percent to 50 per-
11 cent or 50 percent to 75 percent quar-
12 tile, which shall be indicated with a
13 background of white and the word ‘av-
14 erage’; or

15 “(III) in lowest quartile, which
16 shall be indicated with a background
17 of green and the word ‘low’; and

18 “(ii) includes—

19 “(I) a line running perpendicular
20 to the meter that corresponds to the
21 quartile under clause (i) applicable to
22 the registered investment company’s
23 fees; and

24 “(II) the amount of such fees
25 shown clearly next to such line.

1 “(C) LANDING PAGES OF REGISTERED IN-
2 VESTMENT COMPANY.—Each registered invest-
3 ment company’s landing page (which may con-
4 tain the regulatory or disciplinary history of the
5 registered investment company, and such other
6 information as the Commission determines use-
7 ful for investors and account holders) shall in-
8 clude the data required under paragraph (1).

9 “(4) REPORT TO INDIVIDUAL INVESTORS.—
10 Each registered investment company shall provide
11 an annual individualized fee report to the investors
12 of the registered investment company. Each report
13 shall allow each investor to compare the fees charged
14 to the investor to those charged by other registered
15 investment companies and include a 10-year fee pro-
16 jection, assuming no changes in the products, serv-
17 ices, or fee tiers offered. The report shall include—

18 “(A) the information provided to the Com-
19 mission under paragraph (1); and

20 “(B) the information published by the
21 Commission under paragraph (3)(B) relating to
22 such registered investment company.

23 “(5) FINANCIAL INTERMEDIARIES.—The Com-
24 mission shall issue a rule to apply the requirements
25 of this subsection to any financial intermediary that

1 functions in the manner of a broker or dealer but is
2 not registered as a broker or dealer.”.

3 **SEC. 443. REPORTS BY REGISTERED INVESTMENT ADVIS-**
4 **ERS.**

5 Section 204 of the Investment Advisers Act of 1940
6 (15 U.S.C. 80b–4), as amended by section 431, is further
7 amended by adding at the end the following:

8 “(h) REPORT ON FEES COLLECTED FROM INDIV-
9 VIDUAL INVESTORS.—

10 “(1) IN GENERAL.—Each registered investment
11 adviser shall annually file with the Commission a re-
12 port that includes, with respect to the year preceding
13 such report—

14 “(A) the total amount of fees the reg-
15 istered investment adviser collected from indi-
16 vidual investors with assets in individual ac-
17 counts;

18 “(B) the total amount of fees described in
19 subparagraph (A) divided by assets under man-
20 agement (‘AUM’);

21 “(C) the average fee paid by an individual
22 account (i.e., the average fee across all investor
23 accounts); and

24 “(D) the table described in paragraph (2).

1 “(2) FEE DISAGGREGATION.—Each registered
2 investment adviser shall, with respect to each total
3 amount reported under paragraph (1)(A), include in
4 each report under such paragraph a table that
5 disaggregates the amount into the following cat-
6 egories:

7 “(A) The amount of management fees col-
8 lected.

9 “(B) The amount of frequent trading fees
10 collected.

11 “(C) The amount of account inactivity fees
12 collected.

13 “(D) The amount of transfer agent fees
14 collected.

15 “(E) The amount of exchange fees col-
16 lected.

17 “(F) The amount of low account balance
18 fees collected.

19 “(G) The amount of account opening fees
20 collected.

21 “(H) The amount of retirement account
22 rollover fees collected.

23 “(I) The amount of fees collected other
24 than fees described in subparagraphs (A)
25 through (H).

1 “(3) PUBLICATION OF DATA.—

2 “(A) ONLINE DATABASE.—The Commis-
3 sion shall publish the data received under para-
4 graph (1) on an online database (which shall be
5 similar to BrokerCheck) where individual inves-
6 tors can search by registered investment com-
7 pany name.

8 “(B) VISUAL METER COMPARING REG-
9 ISTERED INVESTMENT COMPANY FEES.—The
10 online database required under subparagraph
11 (A) shall include, with respect to each reg-
12 istered investment company, a visual meter
13 that—

14 “(i) indicates whether the registered
15 investment company’s fees are, when com-
16 pared to all other registered investment
17 companies that filed a report under para-
18 graph (1) for the most recent reporting
19 year—

20 “(I) in the highest quartile,
21 which shall be indicated with a back-
22 ground of red and the word ‘high’;

23 “(II) in the 25 percent to 50 per-
24 cent or 50 percent to 75 percent quar-
25 tile, which shall be indicated with a

1 background of white and the word ‘av-
2 erage’; or

3 “(III) in lowest quartile, which
4 shall be indicated with a background
5 of green and the word ‘low’; and

6 “(ii) includes—

7 “(I) a line running perpendicular
8 to the meter that corresponds to the
9 quartile under clause (i) applicable to
10 the registered investment company’s
11 fees; and

12 “(II) the amount of such fees
13 shown clearly next to such line.

14 “(C) LANDING PAGES OF REGISTERED IN-
15 VESTMENT COMPANY.—Each registered invest-
16 ment company’s landing page (which may con-
17 tain the regulatory or disciplinary history of the
18 registered investment company, and such other
19 information as the Commission determines use-
20 ful for investors and account holders) shall in-
21 clude the data required under paragraph (1).

22 “(4) REPORT TO INDIVIDUAL INVESTORS.—
23 Each registered investment company shall provide
24 an annual individualized fee report to the investors
25 of the registered investment company. Each report

1 shall allow each investor to compare the fees charged
2 to the investor to those charged by other registered
3 investment companies and include a 10-year fee pro-
4 jection, assuming no changes in the products, serv-
5 ices, or fee tiers offered. The report shall include—

6 “(A) the information provided to the Com-
7 mission under paragraph (1); and

8 “(B) the information published by the
9 Commission under paragraph (3)(B) relating to
10 such registered investment company.

11 “(5) FINANCIAL INTERMEDIARIES.—The Com-
12 mission shall issue a rule to apply the requirements
13 of this subsection to any financial intermediary that
14 functions in the manner of an registered investment
15 adviser but is not registered as a registered invest-
16 ment adviser.”.

17 **Subtitle E—Transparency and Pro-**
18 **hibition of Certain Fees on**
19 **Trading Venues**

20 **SEC. 451. TRANSPARENT FEE STRUCTURES FOR EX-**
21 **CHANGES AND ATSS.**

22 The Securities Exchange Act of 1934 (15 U.S.C. 78a
23 et seq.) is amended by inserting after section 6 the fol-
24 lowing:

1 **“SEC. 6A. TRANSPARENT FEE STRUCTURES FOR EX-**
2 **CHANGES AND ATSS.**

3 “(a) IN GENERAL.—The Commission shall adopt
4 rules to improve the transparency of fee structures im-
5 posed by exchanges and alternative trading systems on
6 their participants.

7 “(b) REQUIREMENTS.—The rules issued under sub-
8 section (a) shall require that each exchange and each al-
9 ternative trading system—

10 “(1) publicly disclose, in a complete and readily
11 accessible format (including on the website of the ex-
12 change or the alternative trading system), a schedule
13 of all fees, dues, charges, and rebates that the ex-
14 change or alternative trading system imposes on
15 members, subscribers, or other users for trading,
16 market data, access, connectivity, or any other serv-
17 ices, and update such disclosure promptly upon any
18 change;

19 “(2) provide advance notice to the users of the
20 exchange or alternative trading system of any new
21 fee or increase in an existing fee at least 30 days be-
22 fore the effective date of such fee or increase (unless
23 a longer notice period is otherwise required by law
24 or regulation);

25 “(3) if the exchange or alternative trading sys-
26 tem offers volume-based rebates or other incentives,

1 clearly disclose the terms of such programs and the
2 effective fee after accounting for such rebates or in-
3 centives, in a manner that allows market partici-
4 pants to determine the true net cost or rebate for
5 their trading activity; and

6 “(4) issue regular billing statements or reports
7 to users of the exchange or alternative trading sys-
8 tem that itemize each fee or charge incurred for the
9 period by category (such as execution fees, market
10 data fees, connectivity fees), to allow users to verify
11 the fees charged.

12 “(c) ALTERNATIVE TRADING SYSTEM DEFINED.—In
13 this section, the term ‘alternative trading system’ means
14 any organization, association, or system that meets the
15 definition of an alternative trading system under regula-
16 tions prescribed by the Commission, including section
17 242.300(a) of title 17, Code of Federal Regulations.”.

18 **SEC. 452. PROHIBITION OF EXCESSIVE FEES BY EX-**
19 **CHANGES AND ATSS.**

20 The Securities Exchange Act of 1934 (15 U.S.C. 78a
21 et seq.), as amended by section 451, is further amended
22 by inserting after section 6A the following:

1 **“SEC. 6B. PROHIBITION OF EXCESSIVE FEES BY EX-**
2 **CHANGES AND ATSS.**

3 “An exchange or alternative trading system (as de-
4 fined in section 6A) may not, directly or indirectly, impose
5 any of the following fees:

6 “(1) Any fee or charge that is not reasonable
7 and proportional to the cost of the product or service
8 for which the fee is charged.

9 “(2) Any fee pursuant to a fee structure that
10 is designed in a way that unfairly disadvantages or
11 advantages certain participants relative to others
12 without a legitimate business justification.

13 “(3) Any fee pursuant to a fee model that ob-
14 scures or conceals the true cost of trading, market
15 data, or access to the market.

16 “(4) Any junk fee (as defined in section 402 of
17 the No Junk Fee Act of 2025) or other fee that is
18 excessive, unreasonable, or unjustly discriminatory,
19 as the Commission determines appropriate or nec-
20 essary to protect investors.”.

