

118TH CONGRESS  
2D SESSION

# H. R. 1398

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## AN ACT

To establish the CCP Initiative program, 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,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Protect America’s In-  
3 novation and Economic Security from CCP Act of 2024”.

4 **SEC. 2. CCP INITIATIVE.**

5 (a) **ESTABLISHMENT.**—There is established in the  
6 National Security Division of the Department of Justice  
7 the CCP Initiative to—

8 (1) counter nation-state threats to the United  
9 States;

10 (2) curb spying by the Chinese Communist  
11 Party on United States intellectual property and  
12 academic institutions in the United States;

13 (3) develop an enforcement strategy concerning  
14 nontraditional collectors, including researchers in  
15 labs, universities, and the defense industrial base,  
16 that are being used to transfer technology contrary  
17 to United States interests;

18 (4) implement the Foreign Investment Risk Re-  
19 view Modernization Act of 2018 (title XVII of divi-  
20 sion A of the John S. McCain National Defense Au-  
21 thorization Act for Fiscal Year 2019 (Public Law  
22 115–232; 132 Stat. 2173)) for the Department of  
23 Justice, including by working with the Department  
24 of the Treasury to develop regulations under that  
25 Act;

1           (5) identify cases under the Foreign Corrupt  
2 Practices Act of 1977 (Public Law 95–213; 91 Stat.  
3 1494) involving Chinese companies that compete  
4 with United States businesses;

5           (6) prioritize—

6                 (A) identifying and prosecuting those en-  
7 gaged in trade secret theft, hacking, and eco-  
8 nomic espionage;

9                 (B) protecting the critical infrastructure in  
10 the United States against external threats  
11 through foreign direct investment and supply  
12 chain compromises; and

13                (C) identifying Chinese Communist Party  
14 theft of intellectual property from small busi-  
15 nesses; and

16           (7) investigate investments made by Chinese  
17 companies included on the Entity List maintained  
18 by the Bureau of Industry and Security of the De-  
19 partment of Commerce or the People’s Republic of  
20 China Military Companies list maintained by the  
21 Department of Defense, and report to the Secretary  
22 of Commerce and the Secretary of Defense on any  
23 findings of such investigations, including findings re-  
24 lated to subsidiaries or other entities controlled by  
25 such companies, whether or not such subsidiaries or

1 other entities are registered in or operate in the Peo-  
2 ple's Republic of China.

3 (b) CONSULTATION.—In executing the CCP Initia-  
4 tive's objectives as set forth in subsection (a), the Attorney  
5 General, acting through the Assistant Attorney General  
6 for National Security, shall consult with relevant compo-  
7 nents of the Department of Justice as necessary, and co-  
8 ordinate activities with the Federal Bureau of Investiga-  
9 tion and any other Federal agency as necessary.

10 (c) REQUIREMENT.—Under the CCP Initiative—

11 (1) the Initiative shall be separate from and not  
12 under the authority or discretion of any other De-  
13 partment of Justice initiative dedicated to coun-  
14 tering nation-state threats; and

15 (2) all resources used for the CCP Initiative  
16 shall solely be set aside for the CCP Initiative and  
17 shall not be combined to support any other Depart-  
18 ment of Justice program, including other programs  
19 and initiatives dedicated to countering nation-state  
20 threats.

21 (d) ANNUAL REPORT.—The Attorney General shall  
22 submit annually a written report to the Committee on  
23 Homeland Security and Governmental Affairs and the  
24 Committee on the Judiciary of the Senate, and the Com-  
25 mittee on Homeland Security and the Committee on the

1 Judiciary of the House of Representatives, on the progress  
2 and challenges of the CCP Initiative over the preceding  
3 year, including—

4 (1) its progress in accomplishing the objectives  
5 set forth in subsection (a);

6 (2) the amount and sufficiency of resources  
7 provided to, and expended by, the CCP Initiative;

8 (3) the level and effectiveness of coordination  
9 with the Federal Bureau of Investigation and other  
10 Federal agencies;

11 (4) the status of efforts by and the financial in-  
12 telligence capabilities of the Chinese Communist  
13 Party to engage in trade secret theft, hacking, and  
14 economic espionage;

15 (5) an analysis of the use of unmanned aircraft  
16 and associated elements (including communication  
17 links and the components that control the unmanned  
18 aircraft required for the operator to operate safely  
19 and efficiently in the national airspace system) by  
20 the CCP;

21 (6) the impact of the CCP Initiative on those  
22 efforts of the Chinese Communist Party;

23 (7) the level and effectiveness of coordination  
24 and information sharing between Government agen-

1       cies and private companies about economic espio-  
2       nage threats; and

3               (8) an assessment of the economic loss to the  
4       United States as a result of hacking and trade se-  
5       cret theft by the Chinese Communist Party.

6       (e) SUNSET.—This Act shall take effect on the date  
7       of enactment of this Act and cease to be in effect on the  
8       date that is 6 years after that date.

9       (f) SEVERABILITY.—If any provision of this Act, or  
10      the application of such provision to any person or cir-  
11      cumstance, is held to be unconstitutional, the remainder  
12      of this Act, and the application of the provisions of such  
13      to any person or circumstance, shall not be affected there-  
14      by.

        Passed the House of Representatives September 11,  
2024.

Attest:

*Clerk.*



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