

## 116TH CONGRESS 1ST SESSION

## S. 2448

To control the export of electronic waste in order to ensure that such waste does not become the source of counterfeit goods that may reenter military and civilian electronics supply chains in the United States, and for other purposes.

## IN THE SENATE OF THE UNITED STATES

September 9, 2019

Mr. Whitehouse (for himself and Mr. Alexander) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

## A BILL

To control the export of electronic waste in order to ensure that such waste does not become the source of counterfeit goods that may reenter military and civilian electronics supply chains in the United States, 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 "Secure E-Waste Ex-
- 5 port and Recycling Act".
- 6 SEC. 2. EXPORT CONTROLS ON ELECTRONIC WASTE.
- 7 (a) Definitions.—In this section:

1	(1) Counterfeit military good.—The term
2	"counterfeit military good" means a counterfeit good
3	that—
4	(A) is falsely identified or labeled as meet-
5	ing military specifications; or
6	(B) is intended for use in a military, intel-
7	ligence, or national security application.
8	(2) Counterfeit good.—The term "counter-
9	feit good" means any good on which, or in connec-
10	tion with which, a counterfeit mark is used.
11	(3) Counterfeit Mark.—The term "counter-
12	feit mark" has the meaning given that term in sec-
13	tion 2320 of title 18, United States Code.
14	(4) Electronic waste.—
15	(A) In general.—The term "electronic
16	waste" means any of the following used items
17	containing electronic components, or fragments
18	thereof, including parts or subcomponents of
19	such items:
20	(i) Computers and related equipment.
21	(ii) Data center equipment (including
22	servers, network equipment, firewalls, bat-
23	tery backup systems, and power distribu-
24	tion units).

1	(iii) Mobile computers (including note-
2	books, netbooks, tablets, and e-book read-
3	ers).
4	(iv) Televisions (including portable
5	televisions and portable DVD players).
6	(v) Video display devices (including
7	monitors, digital picture frames, and port-
8	able video devices).
9	(vi) Digital imaging devices (including
10	printers, copiers, facsimile machines, image
11	scanners, and multifunction machines).
12	(vii) Consumer electronics—
13	(I) including digital cameras,
14	projectors, digital audio players, cel-
15	lular phones and wireless internet
16	communication devices, audio equip-
17	ment, video cassette recorders, DVD
18	players, video game systems (includ-
19	ing portable systems), video game
20	controllers, signal converter boxes,
21	and cable and satellite receivers; and
22	(II) not including appliances that
23	have electronic features.
24	(viii) Portable global positioning sys-
25	tem navigation devices.

1	(ix) Other used electronic items that
2	the Secretary determines to be necessary
3	to carry out this section.
4	(B) Exempt items.—The term "electronic
5	waste" does not include—
6	(i) exempted electronic waste items;
7	(ii) electronic parts of a motor vehicle;
8	or
9	(iii) electronic components, or items
10	containing electronic components, that are
11	exported or reexported to an entity under
12	the owernship or control of the person ex-
13	porting or reexporting the components or
14	items, with the intent that the components
15	or items be used for the purpose for which
16	the components or items were used in the
17	United States.
18	(5) Exempted electronic waste items.—
19	The term "exempted electronic waste items" means
20	the following:
21	(A) Tested, working used electronics.
22	(B) Low-risk counterfeit electronics.
23	(C) Recalled electronics.
24	(6) Export administration regulations.—
25	The term "Export Administration Regulations"

1	means the regulations set forth in subchapter C of
2	chapter VII of title 15, Code of Federal Regulations
3	or successor regulations.
4	(7) Export; Reexport.—The terms "export"
5	and "reexport" have the meanings given those terms
6	in section 1742 of the Export Control Reform Act
7	of 2018 (50 U.S.C. 4801).
8	(8) FEEDSTOCK.—The term "feedstock" means
9	any raw material constituting the principal input for
10	an industrial process.
11	(9) Low-risk counterfeit electronics.—
12	The term "low-risk counterfeit electronics" means
13	any electronic components or items that—
14	(A) have been subjected to destruction
15	processes that render the items unusable for
16	their original purpose; and
17	(B) are exported as a feedstock, with no
18	additional mechanical or hand separation re-
19	quired, in a reclamation process to render the
20	electronic components or items recycled con-
21	sistent with the laws of the foreign country per-
22	forming the reclamation process.
23	(10) Person.—The term "person" means an
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individual or entity.

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1	(11) Recalled electronics.—The term "re-
2	called electronics" means any electronic items that—
3	(A) because of a defect in the design or
4	manufacture of the items—
5	(i) are subject to a recall notice issued
6	by the Consumer Product Safety Commis-
7	sion or other pertinent Federal authority
8	and have been received by the manufac-
9	turer or its agent and repaired by the
10	manufacturer or its agent to cure the de-
11	fect; or
12	(ii) have been recalled by the manu-
13	facturer as a condition of the validity of
14	the warranty on the items and have been
15	repaired by the manufacturer or its agent
16	to cure the defect; and
17	(B) are exported by the manufacturer of
18	the items.
19	(12) Secretary.—The term "Secretary"
20	means the Secretary of Commerce.
21	(13) Tested, working used electronics.—
22	The term "tested, working used electronics" means
23	any used electronic items that—
24	(A) are determined, through testing meth-
25	odologies established by the Secretary, to be—

1	(i) fully functional for the purpose for
2	which the items were designed; or
3	(ii) in the case of multifunction de-
4	vices, fully functional for at least one of
5	the primary purposes for which the items
6	were designed;
7	(B) are exported with the intent to reuse
8	the products as functional products; and
9	(C) are appropriately packaged for ship-
10	ment to prevent the items from losing
11	functionality as a result of damage during ship-
12	ment.
13	(14) USED.—The term "used", with respect to
14	an item, means the item has been operated or em-
15	ployed.
16	(b) Prohibition.—Except as provided in subsections
17	(c) and (d), no person may export or reexport electronic
18	waste or exempted electronic waste items.
19	(c) Export Prohibition Exemptions.—A person
20	may export or reexport exempted electronic waste items
21	if the following requirements are met:
22	(1) Registration.—The person is listed on a
23	publicly available registry maintained by the Sec-
24	retary of persons authorized to export or reexport
25	exempted electronic waste.

- 1 (2) Purpose.—The exempted electronic waste
  2 items are being exported or reexported for reclama3 tion, recall, or reuse.
  4 (3) Filing of export information.—For
  - (3) FILING OF EXPORT INFORMATION.—For each export transaction, the person files in the Automated Export System, in accordance with part 758 of the Export Administration Regulations (or any corresponding similar regulation or ruling), electronic export information that contains, at a minimum, the following information:
    - (A) A description of the type and total quantity of exempted electronic waste items exported.
    - (B) The name of each country that will receive the exempted electronic waste items for reuse, recall, or recycling.
    - (C)(i) The name of the ultimate consignee that will receive the exempted electronic waste items for reclamation, recall, or reuse; and
    - (ii) documentation and a declaration that such consignee has the necessary permits, resources, and competence to manage the exempted electronic waste items as reusable products or recyclable feedstock and prevent the release

1	of such items as counterfeit goods or counter-
2	feit military goods.
3	(4) Compliance with existing laws.—The
4	export or reexport of the exempted electronic waste
5	items otherwise complies with applicable inter-
6	national agreements to which the United States is a
7	party and with other trade and export control laws
8	of the United States.
9	(5) Export declarations and require-
10	MENTS.—The exempted electronic waste items are
11	accompanied by—
12	(A) documentation of the registration of
13	the exporter required under paragraph (1);
14	(B) a declaration signed by an officer or
15	designated representative of the exporter assert-
16	ing that the exempted electronic waste items
17	meet the applicable requirements for exempted
18	electronic waste items under this section;
19	(C) a description of the contents and con-
20	dition of the exempted electronic waste items in
21	the shipment;
22	(D) for tested, working used electronics, a
23	description of the testing methodologies and
24	test results for each item;

- 1 (E) the name of the ultimate consignee 2 and declaration of the consignee's applicable 3 permits, resources, and competence to process 4 or use the items as intended; and
  - (F) with respect to low-risk counterfeit electronics only and when required by the country to which the electronics are being exported or reexported, the written consent of the competent authority of the country to allow the entry of the electronics into the country.
- 11 (d) EXCEPTION FOR PERSONAL USE.—The Sec12 retary may provide for an exception to the requirements
  13 of this section, subject to such recordkeeping requirements
  14 as the Secretary may impose, for the export or reexport
  15 of 5 or fewer items that are or contain electronic compo16 nents intended for personal use.
- 17 (e) Penalties for Violations.—Any person who 18 violates this section or the regulations issued under sub-19 section (f)(2) shall be subject to the same penalties as 20 those that apply to any person violating any other provi-21 sion of the Export Administration Regulations.
- 22 (f) Effective Date.—
- 23 (1) IN GENERAL.—Subject to paragraph (2), 24 this section shall take effect upon the expiration of

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- the 1-year period beginning on the date of the enactment of this Act.
- 3 (2) Modification of Ear.—The Secretary 4 shall, not later than the effective date under para-5 graph (1), ensure that the Export Administration 6 Regulations are modified to carry out this section.

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