# <sup>117TH CONGRESS</sup> 2D SESSION H.R.6940

U.S. GOVERNMENT INFORMATION

To impose additional prohibitions relating to foreign boycotts under the Export Control Reform Act of 2018, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

#### MARCH 3, 2022

Mr. ZELDIN (for himself, Mr. MCCAUL, Mr. FLEISCHMANN, Mr. GROTHMAN, Mr. BABIN, Mr. BIGGS, Mr. PERRY, Mr. JOHNSON of Ohio, Mr. BUDD, Mr. DESJARLAIS, Mrs. WALORSKI, Ms. STEFANIK, Mr. LONG, Mr. ROD-NEY DAVIS of Illinois, Mr. KUSTOFF, Mrs. HARTZLER, Mr. WILSON of South Carolina, Mr. BROOKS, Mr. CRENSHAW, Ms. FOXX, Mr. BARR, Mr. ESTES, Mr. SCHWEIKERT, Mr. LAMBORN, Mr. NORMAN, Mr. MOONEY, Mr. JOYCE of Ohio, Mrs. RODGERS of Washington, Mr. FITZPATRICK, Mr. WEBER of Texas, Mr. FERGUSON, Mr. ADERHOLT, Ms. MALLIOTAKIS, Mrs. WAGNER, Mr. GIBBS, Ms. SALAZAR, Mr. DAVIDSON, Mrs. LESKO, Mr. LATURNER, Mr. GARCIA of California, Mr. DIAZ-BALART, Mrs. MILLER-MEEKS, Mrs. MILLER of Illinois, Mr. SMITH of Nebraska, Mrs. STEEL, Mr. RUTHERFORD, and Mr. OWENS) introduced the following bill; which was referred to the Committee on Foreign Affairs

## A BILL

- To impose additional prohibitions relating to foreign boycotts under the Export Control Reform Act of 2018, 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 "Israel Anti-Boycott3 Act".

#### 4 SEC. 2. SENSE OF CONGRESS.

5 It is the sense of Congress that—

6 (1) the Government of the United States should 7 use its voice, vote, and influence with and in inter-8 national governmental organizations to actively op-9 pose politically motivated actions to boycott, divest 10 from, or sanction Israel;

11 (2) the Government of the United States com-12 bats anti-Israel boycotts and other discriminatory 13 activity under the Export Control Reform Act of 14 2018 (subtitle B of title XVII of Public Law 115– 15 232), under part VI of title X of the Tax Reform 16 Act of 1976 (Public Law 94–455; 90 Stat. 1649) 17 (commonly referred to as the "Ribicoff Amend-18 ment"), through trade promotion authorities, in free 19 trade agreements, and in accession negotiations to 20 the World Trade Organization; however, due to the 21 increased anti-Israel economic activity in inter-22 national governmental organizations, it is necessary 23 to update Federal authorities to combat anti-Israel 24 boycotts and other discriminatory activity in such 25 fora, including the United Nations Human Rights 26 Council;

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1 (3) actions to boycott, divest from, or sanction 2 Israel represent a concerted effort to extract conces-3 sions from Israel outside of direct negotiations be-4 tween the Israelis and Palestinians; and (4) the United States-Israel Strategic Partner-5 6 ship Act of 2014 (Public Law 113–296; 128 Stat. 7 4075) should be fully implemented through en-8 hanced, governmentwide, coordinated United States-9 Israel scientific and technological cooperation in ci-10 vilian areas, such as with respect to energy, water, 11 agriculture, alternative fuel technology, civilian space 12 technology, and security in order to counter the ef-13 fects of actions to boycott, divest from, or sanction 14 Israel. 15 SEC. 3. ADDITIONAL PROHIBITIONS RELATING TO FOR-16 EIGN BOYCOTTS UNDER EXPORT CONTROL 17 **REFORM ACT OF 2018.** 18 (a) DECLARATION OF POLICY.—Section 1772 of the Export Control Reform Act of 2018 (50 U.S.C. 4841) is 19 20 amended-21 (1) by amending paragraph (1) to read as fol-22 lows: 23 "(1) to oppose restrictive trade practices or 24 boycotts fostered or imposed by foreign countries or

25 international governmental organizations, or efforts

1	by foreign countries or international governmental
2	organizations to collect information that have the ef-
3	fect of furthering or supporting restrictive trade
4	practices or boycotts fostered or imposed by foreign
5	countries or international governmental organiza-
6	tions, against other countries friendly to the United
7	States or against any United States person;"; and
8	(2) in paragraph (2), by inserting "or inter-
9	national governmental organization" after "any for-
10	eign country".
11	(b) FOREIGN BOYCOTTS.—Section 1773 of the Ex-
12	port Control Reform Act of 2018 (50 U.S.C. 4842) is
13	amended—
15	amendeu—
13	(1) in subsection (a)—
14	(1) in subsection (a)—
14 15	<ul><li>(1) in subsection (a)—</li><li>(A) in paragraph (1)—</li></ul>
14 15 16	<ul> <li>(1) in subsection (a)—</li> <li>(A) in paragraph (1)—</li> <li>(i) in the matter preceding subpara-</li> </ul>
14 15 16 17	<ul> <li>(1) in subsection (a)—</li> <li>(A) in paragraph (1)—</li> <li>(i) in the matter preceding subparagraph (A)—</li> </ul>
14 15 16 17 18	<ul> <li>(1) in subsection (a)—</li> <li>(A) in paragraph (1)—</li> <li>(i) in the matter preceding subparagraph (A)—</li> <li>(I) by striking "United States</li> </ul>
14 15 16 17 18 19	<ul> <li>(1) in subsection (a)—</li> <li>(A) in paragraph (1)—</li> <li>(i) in the matter preceding subparagraph (A)—</li> <li>(I) by striking "United States person" and inserting "covered per-</li> </ul>
14 15 16 17 18 19 20	<ul> <li>(1) in subsection (a)—</li> <li>(A) in paragraph (1)—</li> <li>(i) in the matter preceding subparagraph (A)—</li> <li>(I) by striking "United States person" and inserting "covered person"; and</li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	<ul> <li>(1) in subsection (a)—</li> <li>(A) in paragraph (1)—</li> <li>(i) in the matter preceding subparagraph (A)—</li> <li>(I) by striking "United States person" and inserting "covered person"; and</li> <li>(II) by inserting after "foreign</li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>	<ul> <li>(1) in subsection (a)—</li> <li>(A) in paragraph (1)—</li> <li>(i) in the matter preceding subparagraph (A)—</li> <li>(I) by striking "United States person" and inserting "covered person"; and</li> <li>(II) by inserting after "foreign country" the following: "or an inter-</li> </ul>

1	tion to collect information that have
2	the effect of furthering or supporting
3	restrictive trade practices or boycotts
4	fostered or imposed by a foreign coun-
5	try or international governmental or-
6	ganization,";
7	(ii) in subparagraph (A), by inserting
8	"or international governmental organiza-
9	tion (as the case may be)" after "of the
10	boycotting country";
11	(iii) in subparagraph (D)—
12	(I) by inserting "(i)" after
13	"(D)";
14	(II) by inserting "or with the
15	international governmental organiza-
16	tion (as the case may be)" after "in
17	the boycotting country"; and
18	(III) by striking the last sentence
19	and inserting the following:
20	"(ii) Furnishing information to a foreign
21	country or international governmental organiza-
22	tion in response to efforts by a foreign country
23	or international governmental organization to
24	collect information that have the effect of fur-
25	thering or supporting a restrictive trade prac-

1	tice or boycott fostered or imposed by a foreign
2	country or international governmental organiza-
3	tion. Such information includes information
4	about whether any person has, has had, or pro-
5	poses to have any business relationship (includ-
6	ing a relationship by way of sale, purchase,
7	legal or commercial representation, shipping or
8	other transport, insurance, investment, or sup-
9	ply)—
10	"(I) with or in the country to which
11	the restrictive trade practice or boycott ap-
12	plies;
13	"(II) with any business concern orga-
14	nized under the laws of that country;
15	"(III) with any national or resident of
16	that country; or
17	"(IV) with any other person which is
18	known or believed to be restricted from
19	having any business relationship with or in
20	a foreign country, or with an international
21	governmental organization, that fosters or
22	imposes the restrictive trade practice or
23	boycott.
24	"(iii) Nothing in this paragraph shall pro-
25	hibit the furnishing of normal business informa-

1	tion in a commercial context as defined by the
2	Secretary."; and
3	(iv) in subparagraph (F), by striking
4	"United States person" and inserting
5	"covered person";
6	(B) in paragraph $(2)(F)$ , by striking
7	"United States person" and inserting "covered
8	person"; and
9	(C) in paragraph (5), by striking "United
10	States person" and inserting "covered person";
11	(2) in subsection (c), by inserting "or inter-
12	national governmental organizations against other
13	countries, or regarding efforts by foreign countries
14	or international governmental organizations to col-
15	lect information that have the effect of furthering or
16	supporting restrictive trade practices or boycotts fos-
17	tered or imposed by foreign countries or inter-
18	national governmental organizations" after "foreign
19	countries"; and
20	(3) by adding at the end the following:
21	"(d) Covered Person Defined.—
22	"(1) IN GENERAL.—In this section, the term
23	'covered person' means—

	-
1	"(A) any domestic concern (including any
2	permanent domestic establishment of any for-
3	eign concern);
4	"(B) any foreign subsidiary or affiliate (in-
5	cluding any permanent foreign establishment)
6	of any domestic concern which is controlled in
7	fact by such domestic concern, as determined
8	under regulations of the President;
9	"(C) the Government of the United States
10	or any State, territory, or possession of the
11	United States, or any subdivision, department,
12	agency, or commission of any such government;
13	0 <b>ľ</b>
14	"(D) an individual who is—
15	"(i) a United States resident or na-
16	tional (other than such an individual resid-
17	ing outside the United States and em-
18	ployed by other than a United States per-
19	son);
20	"(ii) an owner, officer, director, em-
21	ployee, or agent of a domestic concern de-
22	scribed in subparagraph (A) or a foreign
23	subsidiary or affiliate described in subpara-
24	graph (B) or an officer, director, employee,

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1	or agent of an entity described in subpara-
2	graph (C); and
3	"(iii) acting in the individual's official
4	capacity as such an owner, officer, direc-
5	tor, employee, or agent.
6	"(2) Domestic concern.—For purposes of
7	paragraph (1), the term 'domestic concern' does not
8	include an individual.".
9	(c) VIOLATIONS OF SECTION 1773(a).—Section 1774
10	of the Export Control Reform Act of 2018 (50 U.S.C.
11	4843) is amended—
12	(1) in subsection (a), by striking "A person"
13	and inserting "Except as provided in subsection (e),
14	a person"; and
15	(2) by adding at the end the following:
16	"(e) Certain Violations of Section 1773(a).—
17	"(1) IN GENERAL.—Whoever knowingly violates
18	or conspires to or attempts to violate a regulation
19	issued under section 1773(a) prohibiting an action
20	described in paragraph (2) shall be subject to only
21	a monetary penalty under subsection (a) or (b).
22	"(2) ACTIONS DESCRIBED.—An action de-
23	scribed in this paragraph is any action described in
24	subparagraphs $(A)$ through $(F)$ of section
25	1773(a)(1) taken by a covered person (as defined in

1	section 1773(d)), or knowingly agreed to be taken by
2	such a person, with respect to the person's activities
3	in the interstate or foreign commerce of the United
4	States, with the intent to comply with, further, or
5	support—
6	"(A) any boycott fostered or imposed by an
7	international governmental organization against
8	a country which is friendly to the United States
9	and which is not itself the object of any form
10	of boycott pursuant to United States law or
11	regulation; or
12	"(B) efforts by a foreign country or inter-
13	national governmental organization to collect
14	information that have the effect of furthering or
15	supporting restrictive trade practices or boy-
16	cotts fostered or imposed by a foreign country
17	or international governmental organization
18	against a country described in subparagraph
19	(A).".
20	(d) DEFINITIONS.—Part II of the Export Control Re-
21	form Act of 2018 is amended by adding at the end the
22	0 JI '

22 following:

### 23 **"SEC. 1775. DEFINITIONS.**

24 "In this part:

1	"(1) INTERNATIONAL GOVERNMENTAL ORGANI-
2	ZATION.—The term 'international governmental or-
3	ganization' includes—
4	"(A) the United Nations, including organi-
5	zations within the United Nations such as the
6	United Nations Human Rights Council; and
7	"(B) the European Union.
8	"(2) EFFORTS BY A FOREIGN COUNTRY OR
9	INTERNATIONAL GOVERNMENTAL ORGANIZATION,
10	ETC.—The term 'efforts by a foreign country or
11	international governmental organization to collect in-
12	formation that have the effect of furthering or sup-
13	porting a restrictive trade practice or boycott fos-
14	tered or imposed by a foreign country or inter-
15	national governmental organization' includes efforts
16	by the United Nations Human Rights Council to col-
17	lect information for the establishment of a database
18	of entities that operate, or have business relations
19	with entities that operate, beyond Israel's 1949 Ar-
20	mistice lines, including East Jerusalem.".
21	(e) EFFECTIVE DATE.—The amendments made by
$\gamma\gamma$	this section shall take affect on the date of the anactment

21 (e) EFFECTIVE DATE.—The amendments made by
22 this section shall take effect on the date of the enactment
23 of this Act and apply with respect to actions described
24 in section 1773(a) of the Export Control Reform Act of

2018 (50 U.S.C. 4842(a)) taken or knowingly agreed to
 be taken on or after such date of enactment.

#### **3** SEC. 4. RULES OF CONSTRUCTION.

4 (a) NOTHING DIMINISHING FIRST AMENDMENT.—
5 Nothing in this Act or an amendment made by this Act
6 shall be construed to diminish or infringe upon any right
7 protected under the first amendment to the Constitution.
8 (b) NONCOMMERCIAL SPEECH OR OTHER EXPRES-

9 SIVE ACTIVITY.—Consistent with current enforcement
10 practices of the Department of Commerce, nothing in this
11 Act or an amendment made by this Act shall be construed
12 to permit a person's noncommercial speech or other non13 commercial expressive activity to be used—

(1) as evidence to prove a violation of section
1773(a) of the Export Control Reform Act of 2018
(50 U.S.C. 4842(a)), as amended by section 3(b),
including as evidence to prove intent to violate such
section 1773(a); or

19 (2) as support for initiating an investigation20 into whether such a violation has occurred.