

115TH CONGRESS 1ST SESSION

H. R. 1697

To amend the Export Administration Act of 1979 to include in the prohibitions on boycotts against allies of the United States boycotts fostered by international governmental organizations against Israel and to direct the Export-Import Bank of the United States to oppose boycotts against Israel, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

March 23, 2017

Mr. Roskam (for himself, Mr. Vargas, Mr. Zeldin, and Mr. Sherman) introduced the following bill; which was referred to the Committee on Foreign Affairs, and in addition to the Committee on Financial Services, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend the Export Administration Act of 1979 to include in the prohibitions on boycotts against allies of the United States boycotts fostered by international governmental organizations against Israel and to direct the Export-Import Bank of the United States to oppose boycotts against Israel, 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.

- This Act may be cited as the "Israel Anti-Boycott
- 3 Act".

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4 SEC. 2. FINDINGS.

- 5 Congress finds the following:
- (1) The United Nations Human Rights Council
 (in this section referred to as the "UNHRC") has
 long targeted Israel with systematic, politically motivated assaults on its legitimacy designed to stig-
- 11 (2) The UNHRC maintains a permanent agen-12 da item known as "Item 7" to ensure that Israel will 13 be criticized at every gathering of the UNHRC.

matize and isolate Israel internationally.

- (3) At its 31st session on March 24, 2016, the UNHRC targeted Israel with a commercial boycott, calling for the establishment of a database, such as a "blacklist", of companies that operate, or have business relations with entities that operate, beyond Israel's 1949 Armistice lines, including East Jerusalem.
 - (4) At its 32nd session in March 2017, the UNHRC is considering a resolution pursuant to agenda item 7 to withhold assistance from and prevent trade with "territories occupied since 1967", including East Jerusalem, the West Bank, and the Golan Heights, stating that businesses that engage

- in economic activity in those areas could face could
 face civil or criminal legal action.
 - (5) For a half century, Congress has combated anti-Israel boycotts and other discriminatory activity under the Export Administration Act of 1979 (as continued in effect pursuant to the International Emergency Economic Powers Act (50 U.S.C. 1701 et seq.)), under part VI of title X of the Tax Reform Act of 1976 (Public Law 94–455; 90 Stat. 1649) (commonly referred to as the "Ribicoff Amendment"), in free trade agreements with Bahrain and Oman, and in Saudi Arabia's accession negotiations to the World Trade Organization.
 - (6) The recent action of the UNHRC is reminiscent of the Arab League Boycott, which also called for the establishment of a "blacklist" and promoted a primary, as well as a secondary and tertiary, boycott against Israel, targeting United States and other companies that trade or invest with or in Israel, designed to harm Israel, any business operating in, or doing business with, Israel, or companies that do business with companies operating in Israel.
 - (7) Congress recently passed anti-boycott, divestment, and sanctions measures in the Bipartisan Congressional Trade Priorities and Accountability

1	Act of 2015 (19 U.S.C. 4201 et seq.) and section
2	909 of the Trade Facilitation and Trade Enforce-
3	ment Act of 2015 (19 U.S.C. 4452), which establish,
4	among other things—
5	(A) the opposition of the United States to
6	actions to boycott, divest from, or sanction

- actions to boycott, divest from, or sanction Israel:
- (B) requirements that the United States utilize trade negotiations to combat state-led or international governmental organization-led actions to boycott, divest from, or sanction Israel; and
- (C) reporting requirements regarding the actions of foreign countries or international organizations that establish barriers to trade or investment for United States companies in or with Israel.

18 SEC. 3. STATEMENT OF POLICY.

Congress—

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(1) opposes the United Nations Human Rights Council resolution of March 24, 2016, which urges countries to pressure their own companies to divest from, or break contracts with, Israel, and calls for the creation of a "blacklist" of companies that either operate, or have business relations with entities that

1	operate, beyond Israel's 1949 Armistice lines, includ-
2	ing East Jerusalem;
3	(2) views such policies as actions to boycott, di-
4	vest from, or sanction Israel; and
5	(3) in order to counter the effects of actions to
6	boycott, divest from, or sanction Israel, encourages
7	full implementation of the United States-Israel Stra-
8	tegic Partnership Act of 2014 (Public Law 113–296)
9	128 Stat. 4075) through enhanced, governmentwide
10	coordinated United States-Israel scientific and tech-
11	nological cooperation in civilian areas such as with
12	respect to energy, water, agriculture, alternative fuel
13	technology, civilian space technology, and security.
14	SEC. 4. ADDITIONAL PROHIBITIONS RELATING TO FOR
15	DION DOVOCODES INDED EVOCODE ADMINIS
	EIGN BOYCOTTS UNDER EXPORT ADMINIS
16	TRATION ACT OF 1979.
16	TRATION ACT OF 1979.
16 17	TRATION ACT OF 1979. (a) Declaration of Policy.—Section 3(5) of the
16 17 18	TRATION ACT OF 1979. (a) DECLARATION OF POLICY.—Section 3(5) of the Export Administration Act of 1979 (50 U.S.C. 4602(5))
16 17 18 19	tration act of 1979. (a) Declaration of Policy.—Section 3(5) of the Export Administration Act of 1979 (50 U.S.C. 4602(5)) (as continued in effect pursuant to the International
16 17 18 19 20	TRATION ACT OF 1979. (a) DECLARATION OF POLICY.—Section 3(5) of the Export Administration Act of 1979 (50 U.S.C. 4602(5)) (as continued in effect pursuant to the International Emergency Economic Powers Act (50 U.S.C. 1701 et
116 117 118 119 220 221	TRATION ACT OF 1979. (a) DECLARATION OF POLICY.—Section 3(5) of the Export Administration Act of 1979 (50 U.S.C. 4602(5)) (as continued in effect pursuant to the International Emergency Economic Powers Act (50 U.S.C. 1701 et seq.)) is amended—

1	"(i) restrictive trade practices or boy-
2	cotts fostered or imposed by foreign coun-
3	tries, or requests to impose restrictive
4	trade practices or boycotts by foreign coun-
5	tries, against other countries friendly to
6	the United States or against any United
7	States person; and
8	"(ii) restrictive trade practices or boy-
9	cotts fostered or imposed by any inter-
10	national governmental organization against
11	Israel or requests to impose restrictive
12	trade practices or boycotts by any inter-
13	national governmental organization against
14	Israel;"; and
15	(2) in subparagraph (B), by striking "which
16	have the effect" and all the follows and inserting the
17	following: "which have the effect of furthering or
18	supporting—
19	"(i) restrictive trade practices or boy-
20	cotts fostered or imposed by any foreign
21	country, or requests to impose restrictive
22	trade practices or boycotts by any foreign
23	country, against a country friendly to the
24	United States or against any United
25	States person; and

1	"(ii) restrictive trade practices or boy-
2	cotts fostered or imposed by any inter-
3	national governmental organization against
4	Israel or requests to impose restrictive
5	trade practices or boycotts by any inter-
6	national governmental organization against
7	Israel; and".
8	(b) Foreign Boycotts.—Section 8 of the Export
9	Administration Act of 1979 (50 U.S.C. 4607) (as contin-
10	ued in effect pursuant to the International Emergency
11	Economic Powers Act (50 U.S.C. 1701 et seq.)) is amend-
12	ed—
13	(1) in subsection $(a)(1)$ —
14	(A) in the matter preceding subparagraph
15	(A)—
16	(i) by inserting ", or request to im-
17	pose any boycott by a foreign country,"
18	after "a foreign country";
19	(ii) by inserting ", or support any
20	boycott fostered or imposed by any inter-
21	national governmental organization against
22	Israel or request to impose any boycott by
23	any international governmental organiza-
24	tion against Israel" after "pursuant to
25	United States law or regulation";

1	(B) in subparagraph (A), by inserting "or
2	international governmental organization (as the
3	case may be)" after "of the boycotting coun-
4	try"; and
5	(C) in subparagraph (D)—
6	(i) by inserting ", or requesting the
7	furnishing of information," after "Fur-
8	nishing information"; and
9	(ii) by inserting "or with the inter-
10	national governmental organization (as the
11	case may be)" after "in the boycotting
12	country"; and
13	(2) in subsection (c)—
14	(A) by inserting ", or requests to impose
15	restrictive trade practices or boycotts by foreign
16	countries," after "foreign countries"; and
17	(B) by inserting "or restrictive trade prac-
18	tices or boycotts fostered or imposed by any
19	international governmental organization against
20	Israel or requests to impose restrictive trade
21	practices or boycotts by any international gov-
22	ernmental organization against Israel" before
23	the period at the end.
24	(c) VIOLATIONS OF SECTION 8(a).—Section 11 of the
25	Export Administration Act of 1979 (50 U.S.C. 4610) (as

continued in effect pursuant to the International Emergency Economic Powers Act (50 U.S.C. 1701 et seq.)) is amended— 3 4 (1) in subsection (a), by inserting "or (j)" after "subsection (b)"; and 5 6 (2) by adding at the end the following: 7 "(j) VIOLATIONS OF SECTION 8(a).—Whoever know-8 ingly violates or conspires to or attempts to violate any provision of section 8(a) or any regulation, order, or li-10 cense issued thereunder shall be fined in accordance with section 206 of the International Emergency Economic Powers Act (50 U.S.C. 1705).". 13 DEFINITION OF INTERNATIONAL GOVERN-MENTAL ORGANIZATION.—Section 16 of the Export Ad-14 15 ministration Act of 1979 (50 U.S.C. 4618) (as continued in effect pursuant to the International Emergency Economic Powers Act (50 U.S.C. 1701 et seq.)) is amended— 18 (1) by redesignating paragraphs (7) and (8) as 19 paragraphs (8) and (9), respectively; and 20 (2) by inserting after paragraph (6) the fol-21 lowing: 22 "(7) the term international governmental orga-23 nization' includes the United Nations and the Euro-

pean Union;".

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- 1 (e) Effective Date.—The amendments made by
- 2 this section take effect on the date of the enactment of
- 3 this Act and apply with respect to actions described in
- 4 section 8(a) of the Export Administration Act of 1979 (as
- 5 continued in effect pursuant to the International Emer-
- 6 gency Economic Powers Act (50 U.S.C. 1701 et seq.))
- 7 taken or knowingly agreed to be taken on or after such
- 8 date of enactment.
- 9 (f) Implementation.—The President shall imple-
- 10 ment the amendments made by this section by exercising
- 11 the authorities of the President under the International
- 12 Emergency Economic Powers Act (50 U.S.C. 1701 et
- 13 seq.).
- 14 SEC. 5. POLICY OF THE UNITED STATES RELATING TO BOY-
- 15 COTT OF ISRAEL UNDER EXPORT-IMPORT
- 16 BANK ACT OF 1945.
- 17 Section 2(b)(1)(B) of the Export-Import Bank Act
- 18 of 1945 (12 U.S.C. 635(b)(1)(B)) is amended in the sixth
- 19 sentence by inserting after "child labor)," the following:
- 20 "or opposing policies and actions that are politically moti-
- 21 vated and are intended to penalize or otherwise limit com-
- 22 mercial relations specifically with citizens or residents of
- 23 Israel, entities organized under the laws of Israel, or the
- 24 Government of Israel,".

SEC. 6. DEFINITIONS.

2	(a) IN	GENERAL.—	_In	this	Act.
<u> </u>	(a) In	OENERAL.—	-111	OHID	ACU.

- 3 (1) ACTIONS TO BOYCOTT, DIVEST FROM, OR 4 SANCTION ISRAEL.—The term "actions to boycott, divest from, or sanction Israel" has the meaning 5 6 given that term in section 102(b)(20)(B) of the Bi-7 partisan Congressional Trade Priorities and Ac-8 countability of 2015 U.S.C. Act (19)9 4201(b)(20)(B).
- 10 (2) International governmental organi-11 zation.—The term "international governmental or-12 ganization" includes the United Nations and the Eu-13 ropean Union.
- 14 (3) POLITICALLY MOTIVATED.—The term "po-15 litically motivated" means actions to impede or con-16 strain commerce with Israel that are intended to co-17 erce political action from or impose policy positions 18 on Israel.
- on Israel.

 (b) RULE OF CONSTRUCTION.—Nothing in this section shall be construed to alter the established policy of the United States or to establish new United States policy concerning final status issues associated with the Arab-Israeli conflict, including border delineation, that can only be resolved through direct negotiations between the parties.