Suspend the Rules and Pass the Bill, H. R. 3344, With an Amendment

(The amendment strikes all after the enacting clause and inserts a complete new text)

^{117TH CONGRESS} 2D SESSION H.R. 3344

To prioritize the efforts of and enhance coordination among United States agencies to encourage countries in Central and Eastern Europe to improve the security of their telecommunications networks, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

May 19, 2021

Ms. KAPTUR (for herself, Mr. KINZINGER, Mr. MCCAUL, Mr. CONNOLLY, Mr. FITZPATRICK, Mr. COSTA, Mr. WILSON of South Carolina, Mr. MALINOWSKI, Mr. CHABOT, Mr. RUPPERSBERGER, Mr. PFLUGER, Mr. QUIGLEY, Mr. TURNER, Mr. GALLEGO, Mr. COLE, Mr. CASE, Mr. MEIJER, Mr. MORELLE, Ms. TENNEY, Mr. TRONE, Ms. STEFANIK, Mr. COHEN, Mr. MOULTON, and Mr. GALLAGHER) introduced the following bill; which was referred to the Committee on Foreign Affairs

A BILL

- To prioritize the efforts of and enhance coordination among United States agencies to encourage countries in Central and Eastern Europe to improve the security of their telecommunications networks, 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,

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1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Transatlantic Tele-3 communications Security Act".

4 SEC. 2. SENSE OF CONGRESS; STATEMENT OF POLICY.

5 (a) SENSE OF CONGRESS.—It is the sense of Con-6 gress that—

7 (1) fifth and future generation's telecommuni8 cation networks in allied and partner countries
9 based on common, secure, transparent, democratic
10 standards have the potential to increase cultural, po11 litical, and economic exchanges leading to mutual
12 job creation, closer citizen relations, and stronger
13 democratic institutions;

(2) Russia's unprovoked, unjustified, and illegal
invasion of Ukraine and the People's Republic of
China's tacit support for Russian Federation's actions demonstrate the importance of secure telecommunication infrastructure in Central and Eastern European nations;

(3) the United States has national security and
economic interests in assisting Central and Eastern
European countries to improve the security of their
telecommunication networks by reducing dependence
on covered telecommunication equipment or services
that are often offered with predatory economic in-

ducements and replacing them with secure tele communication equipment or services;

3 (4) China's Belt and Road Initiative and the
4 17+1 Initiative seek to undermine Central and
5 Eastern Europe's infrastructure resilience and sov6 ereignty through predatory inducements from state7 linked providers of telecommunication equipment or
8 services such as Huawei Technologies Company and
9 ZTE Corporation;

10 (5) China's 2017 National Intelligence Law ob-11 ligates Chinese businesses to fully cooperate with 12 state intelligence work, and thereby compromises the 13 integrity of any network that utilizes equipment 14 from Chinese companies because providers could be 15 forced to hand over sensitive data or shut down net-16 works at the command of China;

(6) Russia's campaign to elect a Russian national, who is a former Huawei Technologies Company executive, to serve as the Secretary-General of
the International Telecommunication Union (ITU) is
indicative of China and Russia's efforts to use international organizations to promote their interests and
their malign influence;

24 (7) at global for ssuch as the ITU, the United25 States Government should actively support can-

1 didates that espouse democratic values, internet 2 freedoms, and secure telecommunication networks; 3 (8) the United States International Develop-4 ment Finance Corporation's development priorities, 5 as described in section 1412 of the Better Utiliza-6 tion of Investments Leading to Development Act of 7 2018, properly includes a focus on less developed 8 countries; 9 (9) the United States should assemble a coali-10 tion of democratic and like-minded allies and part-11 ners to counter the rise of global malign actors such 12 as China and Russia and build resilience in Central 13 and Eastern Europe against malign influences; and 14 (10) in order to ensure robust military coordi-15 nation and interoperability with the North Atlantic 16 Treaty Organization (NATO) and transatlantic al-17 lies and partners, the United States should ensure 18 that allies and partners' telecommunication networks 19 are secure and free from potential threats in accord-20 ance with the 2019 NATO London Declaration. 21 (b) STATEMENT OF POLICY.—It is the policy of the 22 United States— 23 (1) to strengthen the transatlantic alliance 24 based on shared values in the face of rising malign

influence from the People's Republic of China and

1	the Russian	Federation,	countries	that	seek	to	un-
2	dermine dem	ocratic instit	utions and	l valu	es;		
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3 (2) to encourage public and private sector in4 vestment in European telecommunication infrastruc5 ture projects to ensure secure telecommunication
6 and to catalyze economic advancement through the
7 highest standards of transparency, accessibility, and
8 competition;

9 (3) to provide economically feasible alternatives
10 to financing from providers of covered telecommuni11 cation equipment or services;

(4) to engage in diplomacy with European allies
and partners to strengthen the United States and
European private sector efforts to develop common
telecommunication technology and industry standards, and in turn promote them globally;

17 (5) to support the Three Seas Initiative orga18 nized by 12 Central and Eastern European countries
19 of the European Union to increase infrastructure re20 siliency and reduce reliance on malign actors, includ21 ing in the telecommunication space;

(6) to enhance telecommunication security and
freedom around the globe by engaging in elections at
the ITU and promoting the candidacies of individuals that will promote democratic values, the rule of

law, technological freedoms, and telecommunication
 security;

3 (7) to support the people of Ukraine, Moldova,
4 Georgia, and the Western Balkan countries in their
5 desire for integration into Euro-Atlantic institutions
6 and economies through enhanced cross-border tele7 communication infrastructure connectivity; and

8 (8) to ensure that frontline NATO allies have
9 telecommunication services that cannot be controlled
10 by China or Russia, especially considering Russia's
11 illegal and unjustifiable invasion of Ukraine.

12 SEC. 3. INTERNATIONAL TELECOMMUNICATION UNION SE-

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CURITY CAMPAIGN DIRECTOR.

(a) APPOINTMENT.—Not later than 30 days after the
date of the enactment of this Act, the Secretary of State
shall appoint, from among existing personnel of the Department of State, an International Telecommunication
Union Security Campaign Director (in this section referred to as the "Director").

20 (b) DUTIES.—The Director shall—

(1) lead efforts to promote candidates for elections at the International Telecommunication Union
(ITU) who will support and defend democratic values, internet freedom, and telecommunication security;

1	(2) coordinate with other officials of the De-
2	partment of State, the Department of Commerce,
3	the Federal Communications Commission, and other
4	Federal departments and agencies to ensure efforts
5	described in paragraph (1) are carried out in an or-
6	ganized, nimble, efficient, and effective manner;
7	(3) work with stakeholders in the private sector
8	to harmonize efforts and to galvanize focus on elec-
9	tions at the ITU;
10	(4) use diplomatic tools of the Department of
11	State to bolster support for candidates for elections
12	at the ITU who will support and defend democratic
13	values, internet freedom, and telecommunication se-
14	curity;
15	(5) brief Congress regularly on the implementa-
16	tion of the duties described in paragraphs (1)
17	through (4) and, if appropriate, on requests for ad-
18	ditional legislative authority necessary to enhance
19	telecommunication security and freedom around the
20	globe as described in section $2(b)(6)$; and
21	(6) report to the Assistant Secretary of State
22	for International Organization Affairs regularly on
23	development, progress, or setbacks with respect to
24	support to the people of Ukraine, Moldova, Georgia,

and the Western Balkan countries as described in
 section 2(b)(7).

3 (c) SUNSET.—This section shall terminate on Octo-4 ber 31, 2022.

5 SEC. 4. PRIORITIZATION OF EFFORTS AND ASSISTANCE 6 FOR TELECOMMUNICATION INFRASTRUC7 TURE PROJECTS IN CENTRAL AND EASTERN 8 EUROPE.

9 (a) IN GENERAL.—In carrying out the policy de-10 scribed in section 2(b), the Secretary of State, in consultation with the Secretary of Commerce, the Chief Executive 11 12 Officer of the United States International Development Finance Corporation, the Director of the Trade and Devel-13 opment Agency, the head of the Federal Communications 14 15 Commission, and the heads of other relevant Federal departments and agencies, shall, as appropriate, prioritize 16 17 and expedite the efforts of the Department of State and 18 those departments and agencies in supporting the efforts 19 of the European Commission and the governments of Central and Eastern European countries to improve the secu-20 21 rity of their telecommunication networks, including 22 through providing diplomatic and political support to the 23 European Commission and Central and Eastern European 24 countries, as necessary—

(1) to ensure European telecommunication net works are built securely, consistent with democratic
 values and principles such as privacy, including
 through early-stage project support and late-stage
 project support for the construction or improvement
 of telecommunication and related infrastructure;

7 (2) to remove covered telecommunication equip8 ment or services and replace such equipment or serv9 ices with secure telecommunication equipment or
10 services;

(3) to support the development of telecommunication networks that are inclusive, transparent, economically viable, financially, environmentally, and socially sustainable, compliant with international standards, laws, and regulations, and supplied by providers of secure telecommunication equipment or services; and

18 (4) to facilitate international coordination on
19 cross-border telecommunication infrastructure con20 struction and security standards to ensure cross-bor21 der telecommunications are secure.

22 (b) PROJECT SELECTION.—

(1) IN GENERAL.—The Secretary of State, the
Chief Executive Officer of the United States International Development Finance Corporation, and the

1	Director of the Trade and Development Agency shall
2	jointly identify telecommunication infrastructure
3	projects that would advance the United States na-
4	tional security and be appropriate for United States
5	assistance under this section.
6	(2) PROJECT ELIGIBILITY.—A project is eligible
7	for United States assistance under this section if—
8	(A) the project—
9	(i) improves telecommunication net-
10	works through either hard infrastructure,
11	such as telecommunication lines, towers,
12	antennas, or other equipment, or soft in-
13	frastructure, such as innovative software
14	development or cloud services;
15	(ii) is inclusive, transparent, economi-
16	cally viable, financially, environmentally,
17	and socially sustainable, compliant with
18	international standards, laws, and regula-
19	tions, and supplied with secure tele-
20	communication equipment or services solely
21	by providers of secure telecommunication
22	equipment or services; and
23	(iii) does not use covered tele-
24	communication equipment or services or
25	removes covered telecommunication equip-

1	ment or services and replaces such equip-
2	ment or services with secure telecommuni-
3	cation equipment or services; and
4	(B) the project is located in a covered
5	country.
6	(3) PREFERENCE.—In selecting among projects
7	that are eligible under paragraph (2), the heads of
8	the Federal departments and agencies specified in
9	subsection (a) shall give preference to projects
10	that—
11	(A) are located in Ukraine;
12	(B) can attract funding from the private
13	sector, an international financial institution, the
14	government of the country in which the project
15	will be carried out, or the European Commis-
16	sion;
17	(C) have been designated as available for
18	funding through the Three Seas Initiative In-
19	vestment Fund;
20	(D) are to be carried out in the Three Seas
21	Initiative member nations;
22	(E) are to be carried out in NATO mem-
23	ber states that meet or are making progress to-
24	ward meeting their commitments to upholding
25	the rule of law and preserving democratic insti-

1	tutions in accordance with the preamble and
2	Article 2 of the North Atlantic Treaty;
3	(F) are to be carried out in NATO mem-
4	ber states that meet or are making demon-
5	strable progress toward meeting their defense
6	spending commitments in accordance with the
7	2014 NATO Wales Summit Declaration; or
8	(G) have the potential to advance United
9	States economic interests.
10	(c) Types of Assistance.—
11	(1) DIPLOMATIC AND POLITICAL SUPPORT.—
12	The Secretary of State shall provide diplomatic and
13	political support to the covered countries, as nec-
14	essary, including by using the diplomatic and polit-
15	ical influence and expertise of the Department of
16	State to build the capacity of covered countries to
17	resolve any impediments to the development of
18	projects selected under subsection (b).
19	(2) INTERNATIONAL FINANCIAL INSTITUTIONS
20	SUPPORT.—The Secretary of State shall seek to en-
21	courage international financial institutions, including
22	the European Bank for Reconstruction and Develop-
23	ment, the European Investment Bank, and the
24	International Monetary Fund, the Foreign, Com-
25	monwealth, and Development Office of the Govern-

1	ment of the United Kingdom, the Agency for Inter-
2	national Cooperation of the Government of Ger-
3	many, and the Development Agency of the Govern-
4	ment of France to invest in telecommunication infra-
5	structure resilience in Central and Eastern Europe.
6	(3) Early-stage project support.—The Di-
7	rector of the Trade and Development Agency shall
8	provide early-stage project support with respect to
9	projects selected under subsection (b), as necessary.
10	(4) LATE-STAGE PROJECT SUPPORT.—The
11	heads of the Federal departments and agencies spec-
12	ified in subsection (a) that provide late-stage project
13	support shall do so, with respect to projects selected
14	under subsection (b), as necessary.
15	(5) UNITED STATES INTERNATIONAL DEVELOP-
16	MENT FINANCE CORPORATION SUPPORT.—The
17	United States International Development Finance
18	Corporation is authorized to provide support for
19	projects under this section in covered countries that
20	are countries with upper-middle-income economies or
21	high-income economies (as those terms are defined
22	by the International Bank for Reconstruction and
23	Development and the International Development As-
24	sociation (collectively referred to as the "World
25	Bank")), notwithstanding the restriction contained

in section 1412(c)(2) of the Better Utilization of In vestments Leading to Development Act of 2018 (22
 U.S.C. 9612(c)(2)).

4 SEC. 5. REPORT.

5 (a) IN GENERAL.—Not later than 1 year after the 6 date of the enactment of this Act, and annually thereafter 7 for 5 years, the President shall submit to the appropriate 8 congressional committees a report on the progress made 9 in providing assistance for projects under section 4 that 10 includes—

(1) a description of the telecommunications infrastructure projects the United States has identified for such assistance; and

14 (2) for each such project—

15 (A) a description of the role of the United
16 States in the project, including in early-stage
17 project support and late-stage project support;

18 (B) the amount and form of debt financ-19 ing, equity financing, and insurance provided by 20 the United States Government, the Three Seas 21 Initiative Investment Fund, and international 22 financial institutions, including the European 23 Bank for Reconstruction and Development, the 24 European Investment Bank, and the Inter-25 national Monetary Fund, the Foreign, Com-

1	monwealth, and Development Office of the Gov-		
2	ernment of the United Kingdom, the Agency for		
3	International Cooperation of the Government of		
4	Germany, and the Development Agency of the		
5	Government of France for the project;		
6	(C) the contractual terms of the project		
7	that preclude the use of covered telecommuni-		
8	cation equipment or services and steps taken to		
9	ensure providers of telecommunication equip-		
10	ment or services meet such contractual terms;		
11	and		
12	(D) an update on the progress made on		
13	the project as of the date of the report.		
14	(b) Appropriate Congressional Committees		
15	DEFINED.—In this section, the term "appropriate con-		
16	gressional committees" means—		
17	(1) the Committee on Foreign Affairs and the		
18	Committee on Appropriations of the House of Rep-		
19	resentatives; and		
20	(2) the Committee on Foreign Relations and		
21	the Committee on Appropriations of the Senate.		
22	SEC. 6. DEFINITIONS.		
23	In this Act:		
24	(1) COVERED COUNTRY.—The term "covered		
25	country" includes—		

1	(A) any member state of the North Atlan-
2	tic Treaty Organization that—
3	(i) shares a border with the Russian
4	Federation; and
5	(ii) according to World Bank official
6	data for 2020, has a Gross Domestic Prod-
7	uct per capita, adjusted for purchasing
8	power parity, of less than \$45,000; and
9	(B) any European country that—
10	(i) has not participated or aided in
11	Russia's invasion of Ukraine; and
12	(ii) according to World Bank official
13	data for 2020, has a Gross Domestic Prod-
14	uct per capita, adjusted for purchasing
15	power parity, of less than \$34,000.
16	(2) COVERED TELECOMMUNICATION EQUIP-
17	MENT OR SERVICES.—The term "covered tele-
18	communication equipment or services" means any of
19	the following:
20	(A) Telecommunication equipment or serv-
21	ices produced or provided by Huawei Tech-
22	nologies Company or ZTE Corporation (or any
23	subsidiary or affiliate of such entities).
24	(B) Telecommunication equipment or serv-
25	ices produced or provided by an entity that the

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1	Secretary of State, in consultation with the Di-
2	rector of National Intelligence, reasonably be-
3	lieves to be an entity owned or controlled by, or
4	otherwise connected to, the People's Republic of
5	China or the Russian Federation.
6	(3) Early-stage project support.—The
7	term "early-stage project support" includes—
8	(A) feasibility studies;
9	(B) resource evaluations;
10	(C) project appraisal and costing;
11	(D) pilot projects;
12	(E) commercial support, such as trade
13	missions, reverse trade missions, technical
14	workshops, international buyer programs, and
15	international partner searchers to link suppliers
16	to projects;
17	(F) technical assistance and other guid-
18	ance to improve the local regulatory environ-
19	ment and market frameworks to encourage
20	transparent competition and enhance tele-
21	communication security; and
22	(G) long-term telecommunication sector
23	planning.
24	(4) LATE-STAGE PROJECT SUPPORT.—The term
25	"late-stage project support" includes debt financing,

- equity financing, insurance, and transaction advisory
 services.
- 3 (5) SECURE TELECOMMUNICATION EQUIPMENT
 4 OR SERVICES.—The term "secure telecommunication
 5 equipment or services" means telecommunication
 6 equipment or services that are not, and do not con7 tain, covered telecommunication equipment or serv8 ices.