## Suspend the Rules and Pass the Bill, H. R. 6603, With an Amendment

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

118th CONGRESS 2D Session

H. R. 6603

To apply foreign-direct product rules to Iran.

#### IN THE HOUSE OF REPRESENTATIVES

DECEMBER 5, 2023

Mr. MORAN (for himself and Mr. MCCAUL) introduced the following bill; which was referred to the Committee on Foreign Affairs

# A BILL

To apply foreign-direct product rules to Iran.

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 "No Technology for

5 Terror Act".

### 6 SEC. 2. APPLICATION OF FOREIGN-DIRECT PRODUCT 7 RULES TO IRAN.

8 (a) IN GENERAL.—Beginning on the date that is 90

9 days after the date of the enactment of this Act, a foreign-

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1	produced item shall be subject to the Export Administra-
2	tion Regulations (pursuant to the Export Control Reform
3	Act of 2018 (50 U.S.C. 4801 et seq.)) if the item—
4	(1) meets—
5	(A) the product scope requirements de-
6	scribed in subsection (b); and
7	(B) the destination scope requirements de-
8	scribed in subsection (c); and
9	(2) is exported, reexported, or in-country trans-
10	ferred to Iran from abroad or involves the Govern-
11	ment of Iran.
12	(b) PRODUCT SCOPE REQUIREMENTS.—A foreign-
13	produced item meets the product scope requirements of
14	this subsection if the item—
15	(1) is a direct product of United States-origin
16	technology or software subject to the Export Admin-
17	istration Regulations that is specified in a covered
18	Export Control Classification Number or is identi-
19	fied in supplement no. 7 to part 746 of the Export
20	Administration Regulations; or
21	(2) is produced by any plant or major compo-
22	nent of a plant that is located outside the United
23	States, if the plant or major component of a plant,
24	whether made in the United States or a foreign
25	country, itself is a direct product of United States-

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origin technology or software subject to the Export
 Administration Regulations that is specified in a
 covered Export Control Classification Number.

4 (c) DESTINATION SCOPE REQUIREMENTS.—A foreign-produced item meets the destination scope require-5 ments of this subsection if there is knowledge that the for-6 7 eign-produced item is destined to Iran or will be incor-8 porated into or used in the production or development of 9 any part, component, or equipment subject to the Export 10 Administration Regulations and produced in or destined 11 to Iran.

12 (d) LICENSE REQUIREMENTS.—

(1) IN GENERAL.—A license shall be required
to export, reexport, or in-country transfer a foreignproduced item from abroad that meets the product
scope requirements described in subsection (b) and
the destination scope requirements described in subsection (c) and is subject to the Export Administration Regulations pursuant to this section.

20 (2) EXCEPTIONS.—The license requirements of
21 paragraph (1) shall not apply to—

22 (A) food, medicine, or medical devices that
23 are—

(i) designated as EAR99; or

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1	(ii) not designated under or listed on
2	the Commerce Control List; or
3	(B) services, software, or hardware (other
4	than services, software, or hardware for end-
5	users owned or controlled by the Government of
6	Iran) that are—
7	(i) necessarily and ordinarily incident
8	to communications; or
9	(ii) designated as—
10	(I) EAR99; or
11	(II) Export Control Classification
12	Number 5A992.c or 5D992.c, and
13	classified in accordance with section
14	740.17 of title 15 Code of Federal
15	Regulations; and
16	(iii) subject to a general license issued
17	by the Department of Commerce or De-
18	partment of Treasury.
19	(e) NATIONAL INTEREST WAIVER.—The Secretary of
20	Commerce may waive the requirements imposed under this
21	section if the Secretary—
22	(1) determines that the waiver is in the national
23	interests of the United States; and
24	(2) submits to the Committee on Foreign Af-
25	fairs of the House of Representatives and the Com-

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mittee on Banking, Housing, and Urban Affairs of
 the Senate a report explaining which requirements
 are being waived and the reasons for the waiver.

4 (f) SUNSET.—The authority provided under this sec5 tion shall terminate on the date that is 7 years after the
6 date of the enactment of this Act.

7 (g) DEFINITIONS.—In this section—

8 (1) the term "Commerce Control List" means
9 the list maintained pursuant to part 744 of the Ex10 port Administration Regulations;

(2) the term "covered Export Control Classification Number" means an Export Control Classification Number in product group D or E of Category 3, 4, 5, 6, 7, 8, or 9 of the Commerce Control
List;

16 (3) the terms "Export Administration Regula17 tions", "export", "reexport", and "in-country trans18 fer" have the meanings given those terms in section
19 1742 of the Export Control Reform Act of 2018 (50
20 U.S.C. 4801); and

(4) the terms "direct product", "technology",
"software", "major component", "knowledge", "production", "development", "part", "component",
"equipment", and "government end users" have the
meanings given those terms in section 734.9 or part

- 1 772 of the Export Administration Regulations, as
- 2 the case may be.