

AMENDMENT TO H.R. 5300
OFFERED BY MR. McCAUL OF TEXAS

At the appropriate place, insert the following:

1 **SEC. ____.** **THE MILLENNIUM CHALLENGE CORPORATION**
2 **REFORM TRANSPARENCY ACT.**

3 (a) FINDINGS.—Congress finds that—

4 (1) the Millennium Challenge Corporation
5 (MCC) plays a crucial role in promoting sustainable
6 economic growth and poverty reduction in developing
7 countries through its threshold and compact pro-
8 grams, as established in the Millennium Challenge
9 Act of 2003;

10 (2) the MCC’s selection process and program
11 implementation have been subject to ongoing review
12 and potential reform by the executive branch;

13 (3) Congress has a vested interest in ensuring
14 the effectiveness, transparency, and accountability of
15 the MCC’s operations; and

16 (4) to fulfill its oversight responsibilities, Con-
17 gress requires timely and comprehensive information
18 regarding any proposed reforms to the MCC.

19 (b) DEFINITIONS.—In this Act:

1 (1) CONGRESSIONAL COMMITTEES.—The term
2 “congressional committees” means—

3 (A) the Committee on Foreign Relations of
4 the Senate;

5 (B) the Committee on Appropriations of
6 the Senate;

7 (C) the Committee on Foreign Affairs of
8 the House of Representatives; and

9 (D) the Committee on Appropriations of
10 the House of Representatives.

11 (2) EXECUTIVE BRANCH.—The term “executive
12 branch” means the President of the United States
13 and any agency, department, or office within the ex-
14 ecutive branch, including the MCC.

15 (3) REFORM.—The term “reform” means any
16 proposed or implemented change to the MCC’s
17 scorecard criteria, operational procedures, organiza-
18 tional structure, or strategic priorities.

19 (c) REPORTING REQUIREMENT.—

20 (1) IN GENERAL.—Not later than 120 days
21 after the date of the enactment of this Act, and not
22 less than 30 days prior to the implementation of any
23 proposed reform, the executive branch shall submit
24 to the congressional committees a comprehensive re-

1 port detailing any planned or implemented reforms
2 to the MCC.

3 (2) CONTENTS.—The report required under
4 paragraph (1) shall include—

5 (A) a detailed description of each proposed
6 or implemented reform;

7 (B) the rationale for each reform, includ-
8 ing any supporting data or analysis;

9 (C) an assessment of the potential impact
10 of each reform on the MCC's effectiveness, effi-
11 ciency, and program outcomes;

12 (D) an assessment of how any MCC re-
13 form implemented impacts United States geo-
14 political interests;

15 (E) a timeline for the implementation of
16 each reform;

17 (F) a summary of any consultations with
18 stakeholders, including partner countries, civil
19 society organizations, and private sector enti-
20 ties, regarding the reforms;

21 (G) a detailed budget analysis showing any
22 projected changes to funding allocations result-
23 ing from the reforms;

24 (H) a description of any changes to the
25 MCC's selection criteria for partner countries,

1 including any modifications to the indicators
2 used to assess country performance;

3 (I) a description of any changes to the
4 MCC's compact and threshold development and
5 implementation processes;

6 (J) any proposed changes to the MCC's or-
7 ganizational structure, including staffing levels
8 and reporting relationships;

9 (K) a plan for ongoing monitoring and
10 evaluation of the reforms' impact;

11 (L) a substantive review of regional com-
12 pacts that have been considered but not imple-
13 mented and a plan for increasing the number of
14 regional compacts;

15 (M) a description of how the new authori-
16 ties granted to the MCC in the National De-
17 fense Authorization Act for Fiscal Year 2025
18 will better support the national security inter-
19 ests of the United States; and

20 (N) a roadmap for how the MCC plans to
21 increase coordination with the United States
22 Trade and Development Agency, Development
23 Finance Corporation, and Export-Import Bank
24 of the United States to ensure that compacts

1 are prioritizing United States private sector
2 companies.

3 (3) UPDATES.—The executive branch shall pro-
4 vide updates to the congressional committees on a
5 quarterly basis regarding the implementation of any
6 reforms and any subsequent modifications or adjust-
7 ments.

8 (d) CONSULTATION.—Prior to finalizing any reforms,
9 the executive branch shall consult with the congressional
10 committees to ensure that the reforms are consistent with
11 congressional intent and priorities.

12 (e) PROHIBITION.—Notwithstanding any other provi-
13 sion of law, none of the funds made available to the Millen-
14 nium Challenge Corporation may be obligated or expended
15 for new compacts, threshold programs, or other new as-
16 sistance until the report required under subsection (c) is
17 furnished to the congressional committees specified in sub-
18 section (c)(3).

19 (f) SUNSET CLAUSE.—This subtitle shall remain in
20 effect for 5 years after the date of enactment of this Act.

