

106TH CONGRESS
1ST SESSION

H. R. 1477

IN THE SENATE OF THE UNITED STATES

JULY 21, 1999

Received; read twice and referred to the Committee on Foreign Relations

AN ACT

To withhold voluntary proportional assistance for programs and projects of the International Atomic Energy Agency relating to the development and completion of the Bushehr nuclear power plant in Iran, 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,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Iran Nuclear Prolifera-
5 tion Prevention Act of 1999”.

6 **SEC. 2. FINDINGS.**

7 The Congress makes the following findings:

8 (1) Iran remains the world’s leading sponsor of
9 international terrorism and is on the Department of
10 State’s list of countries that provide support for acts
11 of international terrorism.

12 (2) Iran has repeatedly called for the destruc-
13 tion of Israel and Iran supports organizations, such
14 as Hizballah, Hamas, and the Palestine Islamic
15 Jihad, which are responsible for terrorist attacks
16 against Israel.

17 (3) Iranian officials have stated their intent to
18 complete at least three nuclear power plants by 2015
19 and are currently working to complete the Bushehr
20 nuclear power plant located on the Persian Gulf
21 coast.

22 (4) The United States has publicly opposed the
23 completion of reactors at the Bushehr nuclear power
24 plant because the transfer of civilian nuclear tech-

1 nology and training could help to advance Iran's nu-
2 clear weapons program.

3 (5) In an April 1997 hearing before the Sub-
4 committee on Near Eastern and South Asian Affairs
5 of the Committee on Foreign Relations of the Sen-
6 ate, the former Director of the Central Intelligence
7 Agency, James Woolsey, stated that through the op-
8 eration of the nuclear power reactor at the Bushehr
9 nuclear power plant, Iran will develop substantial ex-
10 pertise relevant to the development of nuclear weap-
11 ons.

12 (6) Construction of the Bushehr nuclear power
13 plant was halted following the 1979 revolution in
14 Iran because the former West Germany refused to
15 assist in the completion of the plant due to concerns
16 that completion of the plant could provide Iran with
17 expertise and technology which could advance Iran's
18 nuclear weapons program.

19 (7) In January 1995 Iran signed a
20 \$780,000,000 contract with the Russian Federation
21 for Atomic Energy (MINATOM) to complete a
22 VVER-1000 pressurized-light water reactor at the
23 Bushehr nuclear power plant and in November
24 1998, Iran and Russia signed a protocol to expedite

1 the construction of the nuclear reactor, setting a
2 new timeframe of 52 months for its completion.

3 (8) In November 1998, Iran asked Russia to
4 prepare a feasibility study to build three more nu-
5 clear reactors at the Bushehr site.

6 (9) Iran is building up its offensive military ca-
7 pacity in other areas as evidenced by its recent test-
8 ing of engines for ballistic missiles capable of car-
9 rying 2,200 pound warheads more than 800 miles,
10 within range of strategic targets in Israel.

11 (10) Iran ranks tenth among the 105 nations
12 receiving assistance from the technical cooperation
13 program of the International Atomic Energy Agen-
14 cy.

15 (11) Between 1995 and 1999, the International
16 Atomic Energy Agency has provided and is expected
17 to provide a total of \$1,550,000 through its Tech-
18 nical Assistance and Cooperation Fund for the Ira-
19 nian nuclear power program, including reactors at
20 the Bushehr nuclear power plant.

21 (12) In 1999 the International Atomic Energy
22 Agency initiated a program to assist Iran in the area
23 of uranium exploration. At the same time it is be-
24 lieved that Iran is seeking to acquire the requisite

1 technology to enrich uranium to weapons-grade lev-
2 els.

3 (13) The United States provides annual con-
4 tributions to the International Atomic Energy Agen-
5 cy which total more than 25 percent of the annual
6 assessed budget of the Agency and the United
7 States also provides annual voluntary contributions
8 to the Technical Assistance and Cooperation Fund
9 of the Agency which total approximately 32 percent
10 (\$18,250,000 in 1999) of the annual budget of the
11 program.

12 (14) The United States should not voluntarily
13 provide funding for the completion of nuclear power
14 reactors which could provide Iran with substantial
15 expertise to advance its nuclear weapons program
16 and potentially pose a threat to the United States or
17 its allies.

18 (15) Iran has no need for nuclear energy be-
19 cause of its immense oil and natural gas reserves
20 which are equivalent to 9.3 percent of the world's re-
21 serves and Iran has 73,000,000,000 cubic feet of
22 natural gas, an amount second only to the natural
23 gas reserves of Russia.

1 **SEC. 3. WITHHOLDING OF VOLUNTARY CONTRIBUTIONS TO**
2 **THE INTERNATIONAL ATOMIC ENERGY AGEN-**
3 **CY FOR PROGRAMS AND PROJECTS IN IRAN.**

4 Section 307 of the Foreign Assistance Act of 1961
5 (22 U.S.C. 2227) is amended by adding at the end the
6 following:

7 “(d) Notwithstanding subsection (c), the limitations
8 of subsection (a) shall apply to programs and projects of
9 the International Atomic Energy Agency in Iran, unless
10 the Secretary of State makes a determination in writing
11 to the Committee on International Relations of the House
12 of Representatives and the Committee on Foreign Rela-
13 tions of the Senate that such programs and projects are
14 consistent with United States nuclear nonproliferation and
15 safety goals, will not provide Iran with training or exper-
16 tise relevant to the development of nuclear weapons, and
17 are not being used as a cover for the acquisition of sen-
18 sitive nuclear technology. A determination made by the
19 Secretary of State under the preceding sentence shall be
20 effective for the 1-year period beginning on the date of
21 the determination.”.

1 **SEC. 4. ANNUAL REVIEW BY SECRETARY OF STATE OF PRO-**
2 **GRAMS AND PROJECTS OF THE INTER-**
3 **NATIONAL ATOMIC ENERGY AGENCY; UNITED**
4 **STATES OPPOSITION TO PROGRAMS AND**
5 **PROJECTS OF THE AGENCY IN IRAN.**

6 (a) ANNUAL REVIEW.—

7 (1) IN GENERAL.—The Secretary of State shall
8 undertake a comprehensive annual review of all pro-
9 grams and projects of the International Atomic En-
10 ergy Agency in the countries described in section
11 307(a) of the Foreign Assistance Act of 1961 (22
12 U.S.C. 2227(a)) and shall determine if such pro-
13 grams and projects are consistent with United
14 States nuclear nonproliferation and safety goals.

15 (2) REPORT.—Not later than 1 year after the
16 date of the enactment of this Act and on an annual
17 basis thereafter for 5 years, the Secretary shall pre-
18 pare and submit to the Congress a report containing
19 the results of the review under paragraph (1).

20 (b) OPPOSITION TO CERTAIN PROGRAMS AND
21 PROJECTS OF INTERNATIONAL ATOMIC ENERGY AGEN-
22 CY.—The Secretary of State shall direct the United States
23 representative to the International Atomic Energy Agency
24 to oppose programs of the Agency that are determined by
25 the Secretary under the review conducted under sub-

1 section (a)(1) to be inconsistent with nuclear nonprolifera-
2 tion and safety goals of the United States.

3 **SEC. 5. REPORTING REQUIREMENTS.**

4 (a) IN GENERAL.—Not later than 180 days after the
5 date of the enactment of this Act and on an annual basis
6 thereafter for 5 years, the Secretary of State, in consulta-
7 tion with the United States representative to the Inter-
8 national Atomic Energy Agency, shall prepare and submit
9 to the Congress a report that—

10 (1) describes the total amount of annual assist-
11 ance to Iran from the International Atomic Energy
12 Agency, a list of Iranian officials in leadership posi-
13 tions at the Agency, the expected timeframe for the
14 completion of the nuclear power reactors at the
15 Bushehr nuclear power plant, and a summary of the
16 nuclear materials and technology transferred to Iran
17 from the Agency in the preceding year which could
18 assist in the development of Iran’s nuclear weapons
19 program; and

20 (2) contains a description of all programs and
21 projects of the International Atomic Energy Agency
22 in each country described in section 307(a) of the
23 Foreign Assistance Act of 1961 (22 U.S.C. 2227(a))
24 and any inconsistencies between the technical co-
25 operation and assistance programs and projects of

1 the Agency and United States nuclear nonprolifera-
2 tion and safety goals in these countries.

3 (b) **ADDITIONAL REQUIREMENT.**—The report re-
4 quired to be submitted under subsection (a) shall be sub-
5 mitted in an unclassified form, to the extent appropriate,
6 but may include a classified annex.

7 **SEC. 6. SENSE OF THE CONGRESS.**

8 It is the sense of the Congress that the United States
9 Government should pursue internal reforms at the Inter-
10 national Atomic Energy Agency that will ensure that all
11 programs and projects funded under the Technical Co-
12 operation and Assistance Fund of the Agency are compat-
13 ible with United States nuclear nonproliferation policy and
14 international nuclear nonproliferation norms.

Passed the House of Representatives July 19, 1999.

Attest:

JEFF TRANDAHL,

Clerk.