110TH CONGRESS 2D SESSION

H. R. 6074

AN ACT

To amend the Sherman Act to make oil-producing and exporting cartels illegal 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 "Gas Price Relief for
- 3 Consumers Act of 2008".

4 TITLE I—AMENDMENT TO

5 SHERMAN ACT

- 6 SEC. 101. SHORT TITLE.
- 7 This title may be cited as the "No Oil Producing and
- 8 Exporting Cartels Act of 2008" or "NOPEC".
- 9 SEC. 102. SHERMAN ACT.
- The Sherman Act (15 U.S.C. 1 et seq.) is amended
- 11 by adding after section 7 the following:
- "Sec. 7A. (a) It shall be illegal and a violation of
- 13 this Act for any foreign state, or any instrumentality or
- 14 agent of any foreign state, to act collectively or in com-
- 15 bination with any other foreign state, any instrumentality
- 16 or agent of any other foreign state, or any other person,
- 17 whether by cartel or any other association or form of co-
- 18 operation or joint action—
- 19 "(1) to limit the production or distribution of
- oil, natural gas, or any other petroleum product;
- 21 "(2) to set or maintain the price of oil, natural
- gas, or any petroleum product; or
- 23 "(3) to otherwise take any action in restraint of
- trade for oil, natural gas, or any petroleum product;
- 25 when such action, combination, or collective action has a
- 26 direct, substantial, and reasonably foreseeable effect on

- 1 the market, supply, price, or distribution of oil, natural
- 2 gas, or other petroleum product in the United States.
- 3 "(b) A foreign state engaged in conduct in violation
- 4 of subsection (a) shall not be immune under the doctrine
- 5 of sovereign immunity from the jurisdiction or judgments
- 6 of the courts of the United States in any action brought
- 7 to enforce this section.
- 8 "(c) No court of the United States shall decline,
- 9 based on the act of state doctrine, to make a determina-
- 10 tion on the merits in an action brought under this section.
- "(d) The Attorney General of the United States may
- 12 bring an action to enforce this section in any district court
- 13 of the United States as provided under the antitrust
- 14 laws.".
- 15 SEC. 103. SOVEREIGN IMMUNITY.
- Section 1605(a) of title 28, United States Code, is
- 17 amended—
- 18 (1) in paragraph (6) by striking "or" after the
- semicolon;
- 20 (2) in paragraph (7) by striking the period and
- 21 inserting "; or"; and
- 22 (3) by adding at the end the following:
- "(8) in which the action is brought under sec-
- tion 7A of the Sherman Act.".

1	TITLE II—CREATION OF DE-					
2	PARTMENT OF JUSTICE PE-					
3	TROLEUM INDUSTRY ANTI-					
4	TRUST TASK FORCE					
5	SEC. 201. ESTABLISHMENT OF DEPARTMENT OF JUSTICE					
6	PETROLEUM INDUSTRY ANTITRUST TASK					
7	FORCE.					
8	(a) Establishment of Task Force.—The Attor					
9	ney General shall establish in the Department of Justice					
10	a Petroleum Industry Antitrust Task Force (in this title					
11	referred to as the "Task Force").					
12	(b) RESPONSIBILITIES OF TASK FORCE.—The Task					
13	Force shall have the responsibility for—					
14	(1) developing, coordinating, and facilitating					
15	the implementation of the investigative and enforce					
16	ment policies of the Department of Justice related					
17	to petroleum industry antitrust issues under Federa					
18	law,					
19	(2) consulting with, and requesting assistance					
20	from, other Federal entities as may be appropriate,					
21	and					
22	(3) preparing and submitting to the Congress					
23	an annual report that—					
24	(A) describes all investigatory and enforce-					
25	ment efforts of the Department of Justice re					

1	lated to petroleum industry antitrust issues,					
2	and					
3	(B) addresses the issues described in sub-					
4	section (c).					
5	(c) Issues To Be Examined by Task Force.—The					
6	Task Force shall examine all issues related to the applica-					
7	tion of Federal antitrust laws to the market for petroleum					
8	and petroleum products, including the following:					
9	(1) The existence and effects of any price					
10	gouging in sales of gasoline.					
11	(2) The existence and effects of any inter-					
12	national oil cartels.					
13	(3) The existence and effects of any collusive					
14	behavior in controlling or restricting petroleum refin-					
15	ery capacity.					
16	(4) The existence and effects of any anti-					
17	competitive price discrimination by petroleum refin-					
18	ers or other wholesalers of gasoline to retail sellers					
19	of gasoline.					
20	(5) The existence and effects of any unilateral					
21	actions, by refiners or other wholesalers of petroleum					
22	products, in the nature of withholding supply or oth-					
23	erwise refusing to sell petroleum products in order					
24	to inflate the price of such products above competi-					
25	tive levels.					

- 1 (6) The existence and effects of any anti-2 competitive manipulation in futures markets or other 3 trading exchanges relating to petroleum or petro-4 leum products.
 - (7) The existence and effects of any other anticompetitive market manipulation activities involving petroleum or petroleum products.
 - (8) Any other anticompetitive behavior that impacts the price or supply of petroleum or petroleum products.
 - (9) The advisability of revising the merger guidelines to appropriately take into account particular aspects of the petroleum and petroleum products marketplace.
- 15 (10) The advisability of amending the antitrust
 16 laws in light of any competitive problems in the pe17 troleum and petroleum products marketplace de18 scribed in paragraphs (1)–(8) that cannot currently
 19 be effectively addressed under such laws.
- 20 (d) DIRECTOR OF TASK FORCE.—The Attorney Gen-21 eral shall appoint a director to head the Task Force.
- 22 (e) Initial Report.—The 1st report required by 23 subsection (b)(2) shall be submitted to the Congress not 24 later than December 31, 2008.

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TITLE III—STUDY BY THE GOV-

2 ERNMENT ACCOUNTABILITY

3 **OFFICE**

- 4 SEC. 301. STUDY BY THE GOVERNMENT ACCOUNTABILITY
- 5 OFFICE.
- 6 (a) STUDY.—Not later than 180 days after the date
- 7 of the enactment of this Act, the Comptroller General of
- 8 the United States shall conduct a study evaluating the ef-
- 9 fects of mergers addressed in covered merger consent de-
- 10 crees on competition in the markets involved, including the
- 11 effectiveness of divestitures required under those consent
- 12 decrees in preserving competition in those markets.
- 13 (b) Report.—Not later than one year after the date
- 14 of the enactment of this Act, the Comptroller General shall
- 15 submit a report to Congress and the Department of Jus-
- 16 tice regarding the findings of the study conducted under
- 17 subsection (b).
- 18 (c) Attorney General Consideration.—Upon
- 19 receipt of the report described in subsection (b), the Attor-
- 20 ney General shall refer the report to the Task Force estab-
- 21 lished under section 201, which shall consider whether any
- 22 further enforcement action is warranted to protect or re-
- 23 store competition in any market affected by a transaction
- 24 to which any covered merger consent decree relates.

- 1 (d) Definition.—In this section, the term "covered
- 2 merger consent decree" means a consent decree entered
- 3 in the 10-year period ending on the date of the enactment
- 4 of this Act, in an enforcement action brought under sec-
- 5 tion 7 of the Clayton Act against a person engaged in the
- 6 business of exploring for, producing, refining, processing,
- 7 storing, distributing, or marketing petroleum or petroleum
- 8 products.

Passed the House of Representatives May 20, 2008. Attest:

Clerk.

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