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115TH CONGRESS
1ST SESSION**H. R. 3329**

IN THE SENATE OF THE UNITED STATES

OCTOBER 26, 2017

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AN ACT

To amend the Hizballah International Financing Prevention Act of 2015 to impose additional sanctions with respect to Hizballah, 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; TABLE OF CONTENTS.**

4 (a) SHORT TITLE.—This Act may be cited as the
5 “Hizballah International Financing Prevention Amend-
6 ments Act of 2017”.

7 (b) TABLE OF CONTENTS.—The table of contents for
8 this Act is as follows:

Sec. 1. Short title; table of contents.

TITLE I—PREVENTION OF ACCESS BY HIZBALLAH TO
INTERNATIONAL FINANCIAL AND OTHER INSTITUTIONS

- Sec. 101. Mandatory sanctions with respect to fundraising and recruitment activities for Hizballah.
- Sec. 102. Modification of report with respect to financial institutions that engage in certain transactions.
- Sec. 103. Sanctions against foreign states that support Hizballah.
- Sec. 104. Prohibitions and conditions with respect to certain accounts held by foreign financial institutions.
- Sec. 105. United States strategy to prevent hostile activities by Iran and disrupt and degrade Hizballah's illicit networks in the Western Hemisphere.

TITLE II—NARCOTICS TRAFFICKING AND SIGNIFICANT TRANSNATIONAL CRIMINAL ACTIVITIES OF HIZBALLAH

- Sec. 201. Blocking of property of affiliated networks of Hizballah.
- Sec. 202. Report on racketeering activities engaged in by Hizballah.
- Sec. 203. Modification of report on activities of foreign governments to disrupt global logistics networks and fundraising, financing, and money laundering activities of Hizballah.
- Sec. 204. Report on combating the illicit tobacco trafficking networks used by Hizballah and other foreign terrorist organizations.

TITLE III—GENERAL PROVISIONS

- Sec. 301. Regulatory authority.
- Sec. 302. Implementation; penalties; judicial review; exemptions.

1 TITLE I—PREVENTION OF AC- 2 CESS BY HIZBALLAH TO 3 INTERNATIONAL FINANCIAL 4 AND OTHER INSTITUTIONS

5 SEC. 101. MANDATORY SANCTIONS WITH RESPECT TO 6 FUNDRAISING AND RECRUITMENT ACTIVI- 7 TIES FOR HIZBALLAH.

8 (a) IN GENERAL.—Section 101 of the Hizballah
9 International Financing Prevention Act of 2015 (Public
10 Law 114–102; 50 U.S.C. 1701 note) is amended to read
11 as follows:

1 **“SEC. 101. MANDATORY SANCTIONS WITH RESPECT TO**
2 **FUNDRAISING AND RECRUITMENT ACTIVITIES FOR HIZBALLAH.**

4 “(a) IN GENERAL.—The President shall, on or after
5 the date of the enactment of this section, impose the sanc-
6 tions described in subsection (b) with respect to any for-
7 eign person that the President determines knowingly as-
8 sists, sponsors, or, provides significant financial, material,
9 or technological support for—

10 “(1) Bayt al-Mal, Jihad al-Bina, the Islamic
11 Resistance Support Association, the Foreign Rela-
12 tions Department of Hizballah, the External Secu-
13 rity Organization of Hizballah, or any successor or
14 affiliate thereof;

15 “(2) al-Manar TV, al Nour Radio, or the Leba-
16 nese Media Group, or any successor or affiliate
17 thereof;

18 “(3) a foreign person determined by the Presi-
19 dent to be engaged in fundraising or recruitment ac-
20 tivities for Hizballah; or

21 “(4) a foreign person owned or controlled by a
22 foreign person described in paragraph (1), (2), or
23 (3).

24 “(b) SANCTIONS DESCRIBED.—

25 “(1) IN GENERAL.—The sanctions described in
26 this subsection are the following:

1 “(A) ASSET BLOCKING.—The exercise of
2 all powers granted to the President by the
3 International Emergency Economic Powers Act
4 (50 U.S.C. 1701 et seq.) (except that the re-
5 quirements of section 202 of such Act (50
6 U.S.C. 1701) shall not apply) to the extent nec-
7 essary to block and prohibit all transactions in
8 all property and interests in property of a for-
9 eign person determined by the President to be
10 subject to subsection (a) if such property and
11 interests in property are in the United States,
12 come within the United States, or are or come
13 within the possession or control of a United
14 States person.

15 “(B) ALIENS INELIGIBLE FOR VISAS, AD-
16 MISSION, OR PAROLE.—

17 “(i) VISAS, ADMISSION, OR PAROLE.—
18 An alien who the Secretary of State or the
19 Secretary of Homeland Security (or des-
20 ignee of one of such Secretaries) deter-
21 mines is subject to subsection (a) is—

22 “(I) inadmissible to the United
23 States;

1 “(II) ineligible to receive a visa
2 or other documentation to enter the
3 United States; and

4 “(III) otherwise ineligible to be
5 admitted or paroled into the United
6 States or to receive any other benefit
7 under the Immigration and Nation-
8 ality Act (8 U.S.C. 1101 et seq.).

9 “(ii) CURRENT VISAS REVOKED.—

10 “(I) IN GENERAL.—The Sec-
11 retary of State or the Secretary of
12 Homeland Security shall revoke any
13 visa or other entry documentation
14 issued to an alien who the President
15 determines is subject to subsection
16 (a), regardless of when issued.

17 “(II) EFFECT OF REVOCATION.—
18 A revocation under subclause (I) shall
19 take effect immediately and shall
20 automatically cancel any other valid
21 visa or entry documentation that is in
22 the possession of the alien.

23 “(2) PENALTIES.—The penalties provided for
24 in subsections (b) and (c) of section 206 of the
25 International Emergency Economic Powers Act (50

1 U.S.C. 1705) shall apply to a person that violates,
2 attempts to violate, conspires to violate, or causes a
3 violation of regulations prescribed under paragraph
4 (1)(A) to the same extent that such penalties apply
5 to a person that commits an unlawful act described
6 in subsection (a) of such section 206.

7 “(c) IMPLEMENTATION.—The President may exercise
8 all authorities provided under sections 203 and 205 of the
9 International Emergency Economic Powers Act (50
10 U.S.C. 1702 and 1704) to carry out this section.

11 “(d) WAIVER.—

12 “(1) IN GENERAL.—The President may, for pe-
13 riods not to exceed 180 days, waive the imposition
14 of sanctions under this section with respect to a for-
15 eign person or foreign persons if the President cer-
16 tifies to the appropriate congressional committees
17 that such waiver is in the national security interests
18 of the United States.

19 “(2) CONSULTATION.—

20 “(A) BEFORE WAIVER EXERCISED.—Be-
21 fore a waiver under paragraph (1) takes effect
22 with respect to a foreign person, the President
23 shall notify and brief the appropriate congres-
24 sional committees on the status of the involve-

1 ment of the foreign person in activities de-
2 scribed in subsection (a).

3 “(B) AFTER WAIVER EXERCISED.—Not
4 later than 90 days after the issuance of a waiv-
5 er under paragraph (1) with respect to a for-
6 eign person, and every 120 days thereafter
7 while the waiver remains in effect, the Presi-
8 dent shall brief the appropriate congressional
9 committees on the status of the involvement of
10 the foreign person in activities described in sub-
11 section (a).

12 “(e) REPORT.—Not later than 90 days after the date
13 of the enactment of the Hizballah International Financing
14 Prevention Amendments Act of 2017, and every 180 days
15 thereafter, the President shall submit to the appropriate
16 congressional committees and the Permanent Select Com-
17 mittee on Intelligence of the House of Representatives and
18 the Select Committee on Intelligence of the Senate a re-
19 port that lists the foreign persons that the President has
20 credible evidence knowingly assists, sponsors, or provides
21 significant financial, material, or technological support for
22 the foreign persons described in paragraph (1), (2), (3),
23 or (4) of subsection (a).

24 “(f) DEFINITIONS.—In this section:

1 “(1) ADMITTED; ALIEN.—The terms ‘admitted’
2 and ‘alien’ have meanings given those terms in sec-
3 tion 101 of the Immigration and Nationality Act (8
4 U.S.C. 1101).

5 “(2) APPROPRIATE CONGRESSIONAL COMMIT-
6 TEES.—The term ‘appropriate congressional com-
7 mittees’ means—

8 “(A) the Committee on Foreign Affairs,
9 the Committee on Ways and Means, the Com-
10 mittee on the Judiciary, and the Committee on
11 Financial Services of the House of Representa-
12 tives; and

13 “(B) the Committee on Foreign Relations,
14 the Committee on Banking, Housing, and
15 Urban Affairs, and the Committee on the Judi-
16 ciary of the Senate.

17 “(3) ENTITY.—The term ‘entity’—

18 “(A) means a partnership, association, cor-
19 poration, or other organization, group, or sub-
20 group; and

21 “(B) includes a governmental entity

22 “(4) FUNDRAISING OR RECRUITMENT ACTIVI-
23 TIES.—The term ‘fundraising or recruitment activi-
24 ties’ includes online fundraising and other online
25 commercial activities, or other means of such fund-

1 raising, recruitment, and retention, as determined by
 2 the President.

3 “(5) HIZBALLAH.—The term ‘Hizballah’ has
 4 the meaning given such term in section 102(f).

5 “(6) PERSON.—The term ‘person’ means an in-
 6 dividual or entity.

7 “(7) UNITED STATES PERSON.—The term
 8 ‘United States person’ means a United States cit-
 9 izen, permanent resident alien, entity organized
 10 under the laws of the United States (including for-
 11 eign branches), or a person in the United States.”.

12 (b) CLERICAL AMENDMENT.—The table of contents
 13 for the Hizballah International Financing Prevention Act
 14 of 2015 is amended by striking the item relating to section
 15 101 and inserting the following new item:

“Sec. 101. Mandatory sanctions with respect to fundraising and recruitment
 activities for Hizballah.”.

16 **SEC. 102. MODIFICATION OF REPORT WITH RESPECT TO FI-**
 17 **NANCIAL INSTITUTIONS THAT ENGAGE IN**
 18 **CERTAIN TRANSACTIONS.**

19 (a) IN GENERAL.—Subsection (d) of section 102 of
 20 the Hizballah International Financing Prevention Act of
 21 2015 (Public Law 114–102; 50 U.S.C. 1701 note) is
 22 amended to read as follows:

1 “(d) REPORT ON FINANCIAL INSTITUTIONS ORGA-
2 NIZED UNDER THE LAWS OF STATE SPONSORS OF TER-
3 RORISM.—

4 “(1) IN GENERAL.—Not later than 90 days
5 after the date of the enactment of the Hizballah
6 International Financing Prevention Amendments
7 Act of 2017, and annually thereafter for a period
8 not to exceed 3 years, the President shall submit to
9 the appropriate congressional committees and the
10 Committee on Appropriations of the House of Rep-
11 resentatives and the Committee on Appropriations of
12 the Senate a report that—

13 “(A) identifies each foreign financial insti-
14 tution described in paragraph (2) that the
15 President determines engages in one or more
16 activities described in subsection (a)(2);

17 “(B) provides a detailed description of
18 each such activity; and

19 “(C) contains a determination with respect
20 to each such foreign financial institution that is
21 identified under subparagraph (A) as engaging
22 in one or more activities described in subsection
23 (a)(2) as to whether or not such foreign finan-
24 cial institution is in violation of Executive
25 Order No. 13224 (50 U.S.C. 1701 note; relat-

1 ing to blocking property and prohibiting trans-
2 actions with persons who commit, threaten to
3 commit, or support terrorism) or section 2339B
4 of title 18, United States Code, by reason of en-
5 gaging in one or more such activities.

6 “(2) FOREIGN FINANCIAL INSTITUTION DE-
7 SCRIBED.—

8 “(A) IN GENERAL.—A foreign financial in-
9 stitution described in this paragraph is a for-
10 eign financial institution—

11 “(i) that, wherever located, is—

12 “(I) organized under the laws of
13 a state sponsor of terrorism or any ju-
14 risdiction within a state sponsor of
15 terrorism;

16 “(II) owned or controlled by the
17 government of a state sponsor of ter-
18 rorism;

19 “(III) located in the territory of
20 a state sponsor of terrorism; or

21 “(IV) owned or controlled by a
22 foreign financial institution described
23 in subclause (I), (II), or (III); and

24 “(ii) the capitalization of which ex-
25 ceeds \$10,000,000.

1 “(B) STATE SPONSOR OF TERRORISM.—In
2 this paragraph, the term ‘state sponsor of ter-
3 rorism’ means a country the government of
4 which the Secretary of State has determined is
5 a government that has repeatedly provided sup-
6 port for acts of international terrorism for pur-
7 poses of—

8 “(i) section 6(j) of the Export Admin-
9 istration Act of 1979 (50 U.S.C. 4605(j))
10 (as continued in effect pursuant to the
11 International Emergency Economic Powers
12 Act (50 U.S.C. 1701 et seq.));

13 “(ii) section 620A of the Foreign As-
14 sistance Act of 1961 (22 U.S.C. 2371);

15 “(iii) section 40 of the Arms Export
16 Control Act (22 U.S.C. 2780); or

17 “(iv) any other provision of law.”.

18 (b) SENSE OF CONGRESS.—It is the sense of the
19 Congress that—

20 (1) all countries should designate the entirety of
21 Hizballah as a terrorist organization; and

22 (2) the notion of separate Hizballah political
23 and military “wings” is an artificial construct that
24 attempts to legitimize Hizballah members of par-
25 liament and Hizballah cabinet officials who are

1 complicit in Hizballah’s use of violence and coercion
2 against its political opponents.

3 (c) MODIFICATION OF DEFINITION OF
4 HIZBALLAH.—Clause (ii) of section 102(f)(1)(E) of the
5 Hizballah International Financing Prevention Act of 2015
6 (Public Law 114–102; 50 U.S.C. 1701 note) is amend-
7 ed—

8 (1) by striking “(I)” and inserting “(I)(aa)”;

9 (2) by striking “(II)” and inserting “(bb)”;

10 (3) by striking “of Hizballah.” and inserting
11 “of Hizballah; or”; and

12 (4) by adding at the end the following:

13 “(II) who the President deter-
14 mines is an agent or affiliate of, or is
15 owned or controlled by Hizballah.”.

16 (d) REPORT.—

17 (1) IN GENERAL.—Not later than 120 days
18 after the date of the enactment of this Act, the
19 President shall transmit to the appropriate congres-
20 sional committees a report that contains a descrip-
21 tion of any sanctions described in section 102 of the
22 Hizballah International Financing Prevention Act of
23 2015 (Public Law 114–102; 50 U.S.C. 1701 note)
24 apply with respect to a foreign financial institution
25 by reason of engaging in an activity described in

1 subsection (a)(2) of such section with a member of
2 the Lebanese parliament or any cabinet official of
3 the Lebanese Republic who is a member of
4 Hizballah or identifies as such.

5 (2) FORM.—The report required by this sub-
6 section shall be transmitted in unclassified form but
7 may include a classified annex.

8 (3) APPROPRIATE CONGRESSIONAL COMMIT-
9 TEES DEFINED.—In this subsection, the term “ap-
10 propriate congressional committees” means—

11 (A) the Committee on Foreign Affairs, the
12 Committee on Appropriations, the Permanent
13 Select Committee on Intelligence, and the Com-
14 mittee on Financial Services of the House of
15 Representatives; and

16 (B) the Committee on Foreign Relations,
17 the Committee on Appropriations, the Select
18 Committee on Intelligence, and the Committee
19 on Banking, Housing, and Urban Affairs of the
20 Senate.

21 **SEC. 103. SANCTIONS AGAINST FOREIGN STATES THAT SUP-**
22 **PORT HIZBALLAH.**

23 (a) IN GENERAL.—Title I of the Hizballah Inter-
24 national Financing Prevention Act of 2015 (Public Law

1 114–102; 50 U.S.C. 1701 note) is amended by adding at
2 the end the following:

3 **“SEC. 103. SANCTIONS AGAINST FOREIGN STATES THAT**
4 **SUPPORT HIZBALLAH.**

5 “(a) SANCTIONS AGAINST CERTAIN AGENCIES AND
6 INSTRUMENTALITIES OF FOREIGN STATES.—

7 “(1) IN GENERAL.—Not later than 90 days
8 after the date of the enactment of this section, and
9 as appropriate thereafter, the President shall impose
10 the sanctions described in paragraph (3) with re-
11 spect to any agency or instrumentality of a foreign
12 state described in paragraph (2).

13 “(2) AGENCY OR INSTRUMENTALITY DE-
14 SCRIBED.—An agency or instrumentality of a for-
15 eign state described in this paragraph is an agency
16 or instrumentality of a foreign state that the Presi-
17 dent determines has, on or after the date of the en-
18 actment of this section, knowingly—

19 “(A) directly or indirectly conducted com-
20 bat operations with, or supported combat oper-
21 ations of, Hizballah or an entity owned or con-
22 trolled by Hizballah; or

23 “(B) directly or indirectly provided signifi-
24 cant financial or material support for, or sig-

1 nificant arms or related material to, Hizballah
2 or an entity owned or controlled by Hizballah.

3 “(3) SANCTIONS DESCRIBED.—The sanctions
4 described in this paragraph are the exercise of all
5 powers granted to the President by the International
6 Emergency Economic Powers Act (50 U.S.C. 1701
7 et seq.) (except that the requirements of section 202
8 of such Act (50 U.S.C. 1701) shall not apply) to the
9 extent necessary to block and prohibit all trans-
10 actions in all property and interests in property of
11 an agency or instrumentality of a foreign state if
12 such property and interests in property are in the
13 United States, come within the United States, or are
14 or come within the possession or control of a United
15 States person.

16 “(b) SANCTIONS AGAINST STATE SPONSORS OF TER-
17 RORISM.—

18 “(1) IN GENERAL.—In the case of an agency or
19 instrumentality of a foreign state that engages in
20 the activities described in subsection (a) that is an
21 agency or instrumentality of a foreign state de-
22 scribed in paragraph (3), the President shall, pursu-
23 ant to section 6 of the Export Administration Act of
24 1979 (as continued in effect pursuant to the Inter-
25 national Emergency Economic Powers Act (50

1 U.S.C. 1701 et seq.)), require a license under the
2 Export Administration Regulations to export or re-
3 export to that foreign state any item designated by
4 the Secretary of Commerce as ‘EAR 99’, other than
5 food, medicine, medical devices, or similarly licensed
6 items.

7 “(2) AUDITING REQUIREMENTS.—In the case of
8 an agency or instrumentality of a foreign state that
9 engages in the activities described in subsection (a)
10 that is an agency or instrumentality of a foreign
11 state described in paragraph (3), or the Government
12 of the Russian Federation if the President deter-
13 mines such Government is engaged in the activities
14 described in subsection (a), the President shall—

15 “(A) ensure that United States persons,
16 and foreign persons subject to United States ju-
17 risdiction, exercise enhanced due diligence in
18 the jurisdiction of that foreign state to ensure
19 such persons do not directly or indirectly fi-
20 nance Hizballah or engage in transactions with
21 foreign persons that directly or indirectly fi-
22 nance Hizballah;

23 “(B) ensure that United States persons,
24 and foreign persons subject to United States ju-
25 risdiction, maintain—

1 “(i) internal controls to prevent such
2 persons from engaging in a transaction or
3 transactions with Hizballah; and

4 “(ii) full compliance with relevant
5 laws and regulations;

6 “(C) ensure that United States persons,
7 and foreign persons subject to United States ju-
8 risdiction, engage an auditor to perform due
9 diligence to ascertain whether—

10 “(i) the internal controls of such per-
11 son are effective; and

12 “(ii) any transactions of such person
13 are directly or indirectly financing
14 Hizballah; and

15 “(D) ensure the accuracy of the inde-
16 pendent private sector audits and other due
17 diligence processes by providing recommenda-
18 tions for the processes used to carry out such
19 audits, including to—

20 “(i) improve the accuracy of such au-
21 dits; and

22 “(ii) establish standards of best prac-
23 tices.

1 “(3) FOREIGN STATE DESCRIBED.—A foreign
2 state described in this paragraph is a foreign state
3 that—

4 “(A) the President determines has, on or
5 after the date of the enactment of this section,
6 knowingly provided significant financial or ma-
7 terial support for, or arms or related material
8 to—

9 “(i) Hizballah; or

10 “(ii) an entity owned or controlled by
11 Hizballah; and

12 “(B) is a state sponsor of terrorism.

13 “(c) WAIVER.—

14 “(1) IN GENERAL.—The President may, for pe-
15 riods not to exceed 180 days, waive the imposition
16 of sanctions under this section with respect to a for-
17 eign state or an agency or instrumentality of a for-
18 eign state if the President certifies to the appro-
19 priate congressional committees that such waiver is
20 vital to the national security interests of the United
21 States.

22 “(2) CONSULTATION.—

23 “(A) BEFORE WAIVER EXERCISED.—Be-
24 fore a waiver under paragraph (1) takes effect
25 with respect to a foreign state or an agency or

1 instrumentality of a foreign state, the President
2 shall notify and brief the appropriate congressional
3 committees on the status of the involvement
4 of the foreign state in activities described
5 in subsection (b)(3) or involvement of the agency
6 or instrumentality of a foreign state in activities
7 described in subsection (a)(2), as the
8 case may be.

9 “(B) AFTER WAIVER EXERCISED.—Not
10 later than 90 days after the issuance of a waiver
11 under paragraph (1) with respect to a foreign
12 state or an agency or instrumentality of a
13 foreign state, and every 120 days thereafter
14 while the waiver remains in effect, the President
15 shall brief the appropriate congressional
16 committees on the status of the involvement of
17 the foreign state in activities described in subsection
18 (b)(3) or involvement of the agency or
19 instrumentality of a foreign state in activities
20 described in subsection (a)(2), as the case may
21 be.

22 “(d) REPORT ON SUPPLY CHAIN OF HIZBALLAH’S
23 MISSILE PRODUCTION FACILITIES.—

24 “(1) IN GENERAL.—Not later than 120 days
25 after the date of the enactment of this subsection,

1 the President shall submit to the appropriate con-
2 gressional committees and the Committee on Appro-
3 priations and the Permanent Select Committee on
4 Intelligence of the House of Representatives and the
5 Committee on Appropriations and the Select Com-
6 mittee on Intelligence of the Senate on a report that
7 contains the following:

8 “(A) An analysis of the foreign and domes-
9 tic supply chain that significantly facilitates,
10 supports, or otherwise aids Hizballah’s acquisi-
11 tion or development of missile production facili-
12 ties.

13 “(B) A description of the geographic dis-
14 tribution of the foreign and domestic supply
15 chain described in subparagraph (A).

16 “(C) An assessment of the provision of
17 goods, services, or technology transferred to
18 Hizballah by the Government of Iran or its af-
19 filiates to indigenously manufacture or other-
20 wise produce missiles.

21 “(D) An identification of foreign persons
22 that have, on or after the date of the enactment
23 of this subsection, and based on credible evi-
24 dence—

1 “(i) knowingly provided significant fi-
2 nancial or material support for, or signifi-
3 cant arms or related material to, Hizballah
4 or an entity owned or controlled by
5 Hizballah; or

6 “(ii) knowingly facilitated the transfer
7 of significant arms or related materiel to
8 Hizballah utilizing commercial aircraft or
9 air carriers.

10 “(E) A description of the steps that the
11 President is taking to disrupt the foreign and
12 domestic supply chain described in subpara-
13 graph (A).

14 “(2) FORM.—The report required under para-
15 graph (1) shall be submitted in unclassified form,
16 but may contain a classified annex.

17 “(e) DEFINITIONS.—In this section:

18 “(1) AGENCY OR INSTRUMENTALITY OF A FOR-
19 EIGN STATE; FOREIGN STATE.—The terms ‘agency
20 or instrumentality of a foreign state’ and ‘foreign
21 state’ have the meanings given those terms in sec-
22 tion 1603 of title 28, United States Code.

23 “(2) APPROPRIATE CONGRESSIONAL COMMIT-
24 TEES.—The term ‘appropriate congressional com-
25 mittees’ means—

1 “(A) the Committee on Foreign Affairs,
2 the Committee on Financial Services, the Com-
3 mittee on Ways and Means, the Committee on
4 the Judiciary, the Committee on Appropria-
5 tions, and the Permanent Select Committee on
6 Intelligence of the House of Representatives;
7 and

8 “(B) the Committee on Foreign Relations,
9 the Committee on Banking, Housing, and
10 Urban Affairs, the Committee on Finance, the
11 Committee on the Judiciary, the Committee on
12 Appropriations, and the Select Committee on
13 Intelligence of the Senate.

14 “(3) ARMS OR RELATED MATERIAL.—The term
15 ‘arms or related material’ means—

16 “(A) nuclear, biological, chemical, or radio-
17 logical weapons or materials or components of
18 such weapons;

19 “(B) ballistic or cruise missile weapons or
20 materials or components of such weapons;

21 “(C) destabilizing numbers and types of
22 advanced conventional weapons;

23 “(D) defense articles or defense services,
24 as those terms are defined in paragraphs (3)

1 and (4), respectively, of section 47 of the Arms
2 Export Control Act (22 U.S.C. 2794); or

3 “(E) defense information, as that term is
4 defined in section 644 of the Foreign Assist-
5 ance Act of 1961 (22 U.S.C. 2403).

6 “(4) EXPORT ADMINISTRATION REGULA-
7 TIONS.—The term ‘Export Administration Regula-
8 tions’ means subchapter C of chapter VII of title 15,
9 Code of Federal Regulations (as in effect on the
10 date of the enactment of this Act).

11 “(5) HIZBALLAH.—The term ‘Hizballah’ has
12 the meaning given that term in section 102(f).

13 “(6) STATE SPONSOR OF TERRORISM.—In this
14 paragraph, the term ‘state sponsor of terrorism’
15 means a country the government of which the Sec-
16 retary of State has determined is a government that
17 has repeatedly provided support for acts of inter-
18 national terrorism for purposes of—

19 “(A) section 6(j) of the Export Adminis-
20 tration Act of 1979 (50 U.S.C. 4605(j)) (as
21 continued in effect pursuant to the Inter-
22 national Emergency Economic Powers Act (50
23 U.S.C. 1701 et seq.));

24 “(B) section 620A of the Foreign Assist-
25 ance Act of 1961 (22 U.S.C. 2371);

1 “(C) section 40 of the Arms Export Con-
2 trol Act (22 U.S.C. 2780); or

3 “(D) any other provision of law.”.

4 (b) CLERICAL AMENDMENT.—The table of contents
5 for the Hizballah International Financing Prevention Act
6 of 2015 is amended by inserting after the item relating
7 to section 102 the following new item:

 “Sec. 103. Sanctions against foreign states that support Hizballah.”.

8 (c) REPORT ON SIGNIFICANT MATERIAL SUPPORT
9 AND ARMS OR RELATED MATERIEL PROVIDED BY THE
10 RUSSIAN FEDERATION TO HIZBALLAH.—

11 (1) IN GENERAL.—Not later than 120 days
12 after the date of the enactment of this Act, the
13 President shall submit to the appropriate congres-
14 sional committees a report that contains the fol-
15 lowing:

16 (A) A description of significant material
17 support and arms or related material that the
18 Government of the Russian Federation has, on
19 or after the date of the enactment of this Act,
20 knowingly, directly or indirectly, provided to
21 Hizballah or an entity owned or controlled by
22 Hizballah.

23 (B) An analysis of the extent to which
24 Russian strategic weapons deployed in Syria,

1 including air defense systems, have provided
2 protection for Hizballah fighters in Syria.

3 (C) An assessment of whether Russian
4 counter-proliferation safeguards can ensure that
5 any arms or related materiel described in sub-
6 paragraph (A) will not be used against Israel in
7 the future.

8 (2) FORM.—The report required by paragraph
9 (1) shall be submitted in unclassified form but may
10 include a classified annex.

11 (3) DEFINITIONS.—In this subsection:

12 (A) APPROPRIATE CONGRESSIONAL COM-
13 MITTEES.—The term “appropriate congres-
14 sional committees” has the meaning given such
15 term in section 103 of the Hizballah Inter-
16 national Financing Prevention Act of 2015, as
17 added by this section.

18 (B) ARMS OR RELATED MATERIAL.—The
19 term “arms or related material” has the mean-
20 ing given such term in section 103 of the
21 Hizballah International Financing Prevention
22 Act of 2015, as added by this section.

1 **SEC. 104. PROHIBITIONS AND CONDITIONS WITH RESPECT**
2 **TO CERTAIN ACCOUNTS HELD BY FOREIGN**
3 **FINANCIAL INSTITUTIONS.**

4 Section 104(c)(2)(A)(ii) of the Comprehensive Iran
5 Sanctions, Accountability, and Divestment Act of 2010
6 (22 U.S.C. 8513(c)(2)(A)(ii)) is amended by inserting be-
7 fore “or support for acts of international terrorism” the
8 following “, including Hizballah (as defined in section
9 102(f)(1)(E) of the Hizballah International Financing
10 Prevention Act of 2015 (Public Law 114–102; 50 U.S.C.
11 1701 note)), and any affiliates or successors thereof,”.

12 **SEC. 105. UNITED STATES STRATEGY TO PREVENT HOSTILE**
13 **ACTIVITIES BY IRAN AND DISRUPT AND DE-**
14 **GRADE HIZBALLAH’S ILLICIT NETWORKS IN**
15 **THE WESTERN HEMISPHERE.**

16 (a) IN GENERAL.—Not later than 180 days after the
17 date of the enactment of this Act, the Secretary of State
18 shall submit to the appropriate congressional committees
19 a strategy to prevent hostile activities by Iran and disrupt
20 and degrade Hizballah’s illicit networks in the Western
21 Hemisphere that—

22 (1) identifies Department of State priorities, in
23 coordination with other executive branch agencies,
24 for defining United States policy to protect United
25 States interests from Iranian and Hizballah threats
26 in the Western Hemisphere;

1 (2) coordinates with other executive branch
2 agencies to ensure that information-sharing, inter-
3 dictions, arrests, investigations, indictments, sanc-
4 tions, and designations related to Hizballah individ-
5 uals or networks in the Western Hemisphere are in-
6 tegrated, coordinated, and publicly communicated by
7 the United States in a manner that supports United
8 States interests;

9 (3) describes Iranian and Hizballah activities in
10 the Western Hemisphere, their relationships with
11 transnational criminal organizations in the region,
12 their use of the region's commodities trade to engage
13 in illicit activities, and their use of Latin American
14 and Caribbean visas, including through Citizenship
15 by Investment Programs to seek admittance into the
16 United States, as well as a plan to address any secu-
17 rity vulnerabilities to the United States;

18 (4) includes a review of all relevant United
19 States sanctions that relate to Hizballah's activities
20 in Latin America and the Caribbean and an assess-
21 ment of their use, effectiveness, and any capability
22 gaps;

23 (5) includes a review of the use of the Depart-
24 ment of State's rewards program under section 36
25 of the State Department Basic Authorities Act (22

1 U.S.C. 2708) to obtain information related to Latin
2 America-based Hizballah operatives and illicit net-
3 works and an assessment of the effectiveness of this
4 program for targeting Hizballah in the Western
5 Hemisphere;

6 (6) includes a review of all relevant United
7 States sanctions on financial institutions in Latin
8 America and the Caribbean that engage in activities
9 outlined by section 102 of Hizballah International
10 Financing Prevention Act of 2015 (Public Law 114–
11 102; 50 U.S.C. 1701 note) and an assessment of the
12 use of the authorities outlined, their effectiveness,
13 and recommendations for improvement;

14 (7) describes Hizballah criminal support net-
15 works, including country facilitation, in the Western
16 Hemisphere and outlines a United States approach
17 to partners in the region to address those illicit net-
18 works and build country capacity to combat the
19 transnational criminal activities of Hizballah; and

20 (8) includes a review of the actions of govern-
21 ments in the Western Hemisphere to identify, inves-
22 tigate, and prosecute Latin America-based Hizballah
23 operatives, and enforce sanctions either personally or
24 to their business interests of Latin America-based
25 Hizballah operatives as well as recommendations for

1 United States action towards governments who
2 refuse to impose sanctions or who willingly facilitate
3 Latin America-based Hizballah illicit activities.

4 (b) FORM.—The strategy required by subsection (a)
5 shall be submitted in unclassified form to the greatest ex-
6 tent possible but may include a classified annex.

7 (c) APPROPRIATE CONGRESSIONAL COMMITTEES DE-
8 FINED.—In this section, the term “appropriate congres-
9 sional committees” means—

10 (1) the Committee on Foreign Affairs, the
11 Committee on Financial Services, the Committee on
12 Appropriations, and the Permanent Select Com-
13 mittee on Intelligence of the House of Representa-
14 tives; and

15 (2) the Committee on Foreign Relations, the
16 Committee on Banking, Housing, and Urban Af-
17 fairs, the Committee on Appropriations, and the Se-
18 lect Committee on Intelligence of the Senate.

19 (d) DIPLOMATIC ENGAGEMENT.—

20 (1) IN GENERAL.—Title I of the Hizballah
21 International Financing Prevention Act of 2015
22 (Public Law 114–102; 129 Stat. 2206; 50 U.S.C.
23 1701 note), as amended by section 103 of this Act,
24 is further amended by adding at the end the fol-
25 lowing:

1 **“SEC. 104. DIPLOMATIC INITIATIVES.**

2 “Not later than 90 days after the date of the enact-
3 ment of this section, the President shall instruct—

4 “(1) the Secretary of State to increase coopera-
5 tion with countries in the Western Hemisphere to
6 assist in strengthening the capacity of governments
7 to prevent hostile activity by Iran and disrupt and
8 degrade Hizballah’s illicit networks operating in the
9 region, including diplomatic engagement that in-
10 volves—

11 “(A) efforts to target and expose illicit net-
12 works, arrest perpetrators, freeze assets, and
13 attack Iran and Hizballah’s use of illicit net-
14 works using international trade and banking
15 systems;

16 “(B) efforts to revoke or deny visas from
17 those implicated in Hizballah’s activity in the
18 region, including lawyers, accountants, business
19 partners, service providers, and politicians who
20 knowingly facilitate or fail to take measures to
21 counter Hizballah’s illicit finance in their own
22 jurisdictions;

23 “(C) efforts to assist willing nations with
24 the development of counter-organized crime leg-
25 islation, the strengthening of financial inves-
26 tigative capacity, and a fully-vetted counter-or-

1 ganized crime judicial model in places plagued
2 with corruption; and

3 “(D) efforts to persuade governments in
4 the region to list Hizballah as a terrorist orga-
5 nization;

6 “(2) the United States Permanent Representa-
7 tive to the Organization of American States to work
8 to secure support at the Organization of American
9 States for a resolution that would declare Hizballah
10 as a terrorist organization and address Hizballah’s
11 illicit networks operating in the region;

12 “(3) the United States Ambassador to the Or-
13 ganization for Security and Cooperation in Europe
14 (OSCE) to work to secure a report on compliance by
15 participating states with OSCE Decision Number
16 1063, the ‘Consolidated Framework for the Fight
17 Against Terrorism’, in regard to Hizballah, with
18 particular focus on the mandate to ‘suppress the fi-
19 nancing of terrorism, including its links with money-
20 laundering and illegal economic activities’, especially
21 as it relates transatlantic relations, including with
22 Latin America and the Caribbean; and

23 “(4) United States diplomats to work with
24 international forums, including the Financial Action
25 Task Force, to identify government entities within

1 Latin America and the Caribbean that provide sup-
 2 port, facilitation, or assistance to individuals affili-
 3 ated with Hizballah in the Western Hemisphere.”.

4 (2) CLERICAL AMENDMENT.—The table of con-
 5 tents for the Hizballah International Financing Pre-
 6 vention Act of 2015 is amended by inserting after
 7 the item related to section 103 the following new
 8 item:

“Sec. 104. Diplomatic initiatives.”.

9 **TITLE II—NARCOTICS TRAF-**
 10 **FICKING AND SIGNIFICANT**
 11 **TRANSNATIONAL CRIMINAL**
 12 **ACTIVITIES OF HIZBALLAH**

13 **SEC. 201. BLOCKING OF PROPERTY OF AFFILIATED NET-**
 14 **WORKS OF HIZBALLAH.**

15 (a) IN GENERAL.—Section 201 of the Hizballah
 16 International Financing Prevention Act of 2015 (Public
 17 Law 114–102; 50 U.S.C. 1701 note) is amended to read
 18 as follows:

19 **“SEC. 201. IMPOSITION OF SANCTIONS WITH RESPECT TO**
 20 **AFFILIATED NETWORKS OF HIZBALLAH.**

21 “(a) IN GENERAL.—Not later than 120 days after
 22 the date of the enactment of this section, and as appro-
 23 priate thereafter, the President shall impose the sanctions
 24 described in subsection (b) with respect to affiliated net-

1 works of Hizballah, including by reason of significant
 2 transnational criminal activities of such networks.

3 “(b) SANCTIONS DESCRIBED.—The sanctions de-
 4 scribed in this subsection are sanctions applied with re-
 5 spect to a foreign person pursuant to Executive Order No.
 6 13581 (75 Fed. Reg. 44,757) (as such Executive order
 7 was in effect on the day before the date of the enactment
 8 of this section).

9 “(c) DEFINITION.—In this section, the term
 10 ‘Hizballah’ has the meaning given such term in section
 11 102(f).”.

12 (b) CLERICAL AMENDMENTS.—The table of contents
 13 for the Hizballah International Financing Prevention Act
 14 of 2015 is amended—

15 (1) by striking the item relating to title II and
 16 inserting the following:

“TITLE II—IMPOSITION OF SANCTIONS WITH RESPECT TO
 AFFILIATED NETWORKS OF HIZBALLAH AND REPORTS AND
 BRIEFINGS ON NARCOTICS TRAFFICKING AND SIGNIFICANT
 TRANSNATIONAL CRIMINAL ACTIVITIES OF HIZBALLAH”;

17 and

18 (2) by striking the item relating to section 201
 19 and inserting the following:

“Sec. 201. Imposition of sanctions with respect to affiliated networks of
 Hizballah.”.

20 (c) EFFECTIVE DATE.—The amendments made by
 21 this section take effect on the date that is 90 days after
 22 the date of the enactment of this Act.

1 **SEC. 202. REPORT ON RACKETEERING ACTIVITIES EN-**
2 **GAGED IN BY HIZBALLAH.**

3 (a) IN GENERAL.—Section 202 of the Hizballah
4 International Financing Prevention Act of 2015 (Public
5 Law 114–102; 50 U.S.C. 1701 note) is amended to read
6 as follows:

7 **“SEC. 202. REPORT ON RACKETEERING ACTIVITIES EN-**
8 **GAGED IN BY HIZBALLAH.**

9 “(a) IN GENERAL.—Not later than 120 days after
10 the date of the enactment of the Hizballah International
11 Financing Prevention Amendments Act of 2017, and an-
12 nually thereafter for the following 5 years, the Assistant
13 Attorney General for the Criminal Division of the Depart-
14 ment of Justice and the Administrator of the Drug En-
15 forcement Administration, in coordination with the Sec-
16 retary of the Treasury and the heads of other applicable
17 Federal agencies, shall jointly submit to the appropriate
18 congressional committees a report on the following:

19 “(1) Activities that Hizballah, and agents and
20 affiliates of Hizballah, have engaged in that are
21 racketeering activities.

22 “(2) The extent to which Hizballah, and agents
23 and affiliates of Hizballah, engage in a pattern of
24 such racketeering activities.

1 “(b) FORM OF REPORT.—Each report required under
2 subsection (a) shall be submitted in an unclassified form
3 but may contain a classified annex.

4 “(c) DEFINITIONS.—In this section:

5 “(1) APPROPRIATE CONGRESSIONAL COMMIT-
6 TEES.—The term ‘appropriate congressional com-
7 mittees’ means—

8 “(A) the Committee on the Judiciary, the
9 Committee on Foreign Affairs, and the Com-
10 mittee on Appropriations of the House of Rep-
11 resentatives; and

12 “(B) the Committee on the Judiciary, the
13 Committee on Foreign Relations, and the Com-
14 mittee on Appropriations of the Senate.

15 “(2) HIZBALLAH.—The term ‘Hizballah’ has
16 the meaning given that term in section 102(f).

17 “(3) RACKETEERING ACTIVITY.—The term
18 ‘racketeering activity’ has the meaning given that
19 term in section 1961(1) of title 18, United States
20 Code.”.

21 (b) CLERICAL AMENDMENT.—The table of contents
22 for the Hizballah International Financing Prevention Act
23 of 2015 is amended by striking the item relating to section
24 202 and inserting the following:

“Sec. 202. Report on racketeering activities engaged in by Hizballah.”.

1 **SEC. 203. MODIFICATION OF REPORT ON ACTIVITIES OF**
2 **FOREIGN GOVERNMENTS TO DISRUPT GLOB-**
3 **AL LOGISTICS NETWORKS AND FUND-**
4 **RAISING, FINANCING, AND MONEY LAUN-**
5 **DERING ACTIVITIES OF HIZBALLAH.**

6 (a) IN GENERAL.—Section 204(a)(1) of the
7 Hizballah International Financing Prevention Act of 2015
8 (Public Law 114–102; 50 U.S.C. 1701 note) is amend-
9 ed—

10 (1) in the matter preceding subparagraph (A),
11 by striking “this Act” and inserting “the Hizballah
12 International Financing Prevention Amendments
13 Act of 2017, and annually thereafter for the fol-
14 lowing 5 years”;

15 (2) in subparagraph (D)(ii)(II), by striking
16 “and” at the end;

17 (3) in subparagraph (E), by striking “and free-
18 trade zones.” and inserting “free-trade zones, busi-
19 ness partnerships and joint ventures, and other in-
20 vestments in small and medium-sized enterprises;”;
21 and

22 (4) by adding at the end the following:

23 “(F) a list of provinces, municipalities, and
24 local governments outside of Lebanon that ex-
25 pressly consent to, or with knowledge allow, tol-
26 erate, or disregard the use of their territory by

1 Hizballah to carry out terrorist activities, in-
2 cluding training, financing, and recruitment;

3 “(G) a description of the total aggregate
4 revenues and remittances that Hizballah re-
5 ceives from the global logistics networks of
6 Hizballah, including—

7 “(i) a list of Hizballah’s sources of
8 revenue, including sources of revenue
9 based on illicit activity, revenues from
10 Iran, charities, and other business activi-
11 ties; and

12 “(ii) a list of Hizballah’s expenditures,
13 including expenditures for ongoing military
14 operations, social networks, and external
15 operations;

16 “(H) a survey of national and
17 transnational legal measures available to target
18 Hizballah’s financial networks;

19 “(I) an assessment of Hizballah’s financial
20 operations in areas under its operational or po-
21 litical control in Lebanon and Syria and avail-
22 able measures to target Hizballah’s financial
23 operations in those areas;

1 “(J) a review of Hizballah’s international
2 operational capabilities, including in the United
3 States; and

4 “(K) a review of—

5 “(i) the total number and value of
6 Hizballah-related assets seized and for-
7 feited; and

8 “(ii) the total number of indictments,
9 prosecutions, and extraditions of Hizballah
10 members or affiliates.”.

11 (b) REPORT ON ESTIMATED NET WORTH OF AND
12 DETERMINATION WITH RESPECT TO SENIOR HIZBALLAH
13 MEMBERS.—

14 (1) IN GENERAL.—Not later than 180 days
15 after the date of the enactment of this Act, and not
16 less frequently than annually thereafter for the fol-
17 lowing 2 years, the President shall submit to the ap-
18 propriate congressional committees a report that
19 contains—

20 (A) the estimated total net worth of each
21 individual described in paragraph (2);

22 (B) a description of how funds of each in-
23 dividual described in paragraph (2) were ac-
24 quired, and how such funds have been used or
25 employed; and

1 (C) a determination of whether each indi-
2 vidual described in paragraph (2) meets the cri-
3 teria described in paragraph (3) or (4) of sec-
4 tion 1263(a) of the National Defense Author-
5 ization Act for Fiscal Year 2017 (Public Law
6 114–328; 22 U.S.C. 2656 note).

7 (2) INDIVIDUALS DESCRIBED.—The individuals
8 described in this paragraph are the following:

9 (A) The Secretary General of Hizballah.

10 (B) Members of the Hizballah Politburo.

11 (C) Any other individual that the President
12 determines is a senior foreign political figure of
13 Hizballah, is associated with Hizballah, or oth-
14 erwise provides significant support to Hizballah.

15 (3) FORM OF REPORT; PUBLIC AVAILABILITY.—

16 (A) FORM.—The report required under
17 paragraph (1) shall be submitted in unclassified
18 form but may include a classified annex.

19 (B) PUBLIC AVAILABILITY.—The unclassi-
20 fied portion of the report required under para-
21 graph (1) shall be made available to the public
22 and posted on the website of the Department of
23 State and all United States Embassy websites.

24 (4) DEFINITIONS.—In this subsection:

1 (A) APPROPRIATE CONGRESSIONAL COM-
2 MITTEES.—The term “appropriate congres-
3 sional committees” means—

4 (i) the Committee on Foreign Affairs,
5 the Committee on Financial Services, the
6 Committee on Appropriations, and the
7 Permanent Select Committee on Intel-
8 ligence of the House of Representatives;
9 and

10 (ii) the Committee on Foreign Rela-
11 tions, the Committee on Banking, Hous-
12 ing, and Urban Affairs, the Committee on
13 Appropriations, and the Select Committee
14 on Intelligence of the Senate.

15 (B) FUNDS.—The term “funds” means—

16 (i) cash;

17 (ii) equity;

18 (iii) any other intangible asset the
19 value of which is derived from a contrac-
20 tual claim, including bank deposits, bonds,
21 stocks, a security (as defined in section
22 2(a) of the Securities Act of 1933 (15
23 U.S.C. 77b(a))), or a security or an equity
24 security (as those terms are defined in sec-

1 tion 3(a) of the Securities Exchange Act of
2 1934 (15 U.S.C. 78c(a)); and

3 (iv) anything else of value that the
4 President determines to be appropriate.

5 (C) SENIOR FOREIGN POLITICAL FIG-
6 URE.—The term “senior foreign political fig-
7 ure” has the meaning given that term in section
8 1010.605 of title 31, Code of Federal Regula-
9 tions (or any successor regulation).

10 **SEC. 204. REPORT ON COMBATING THE ILLICIT TOBACCO**
11 **TRAFFICKING NETWORKS USED BY**
12 **HIZBALLAH AND OTHER FOREIGN TER-**
13 **RORIST ORGANIZATIONS.**

14 (a) IN GENERAL.—Not later than 180 days after the
15 date of the enactment of this Act, the President shall sub-
16 mit to the appropriate congressional committees a report
17 on combating the illicit tobacco trafficking networks used
18 by Hizballah and other foreign terrorist organizations to
19 finance their operations, as described in the report sub-
20 mitted to Congress in December 2015 by the Department
21 of State, the Department of Justice, the Department of
22 the Treasury, the Department of Homeland Security, and
23 the Department of Health and Human Services entitled,
24 “The Global Illicit Trade in Tobacco: A Threat to Na-
25 tional Security.”.

1 (b) MATTERS TO BE ADDRESSED.—The report re-
2 quired by subsection (a) shall include the following:

3 (1) A description of the steps to be taken by
4 Federal agencies to combat the illicit tobacco traf-
5 ficking networks used by Hizballah, other foreign
6 terrorist organizations, and other illicit actors.

7 (2) A description of the steps to be taken to en-
8 gage State and local law enforcement authorities in
9 efforts to combat illicit tobacco trafficking networks
10 operating within the United States.

11 (3) A description of the steps to be taken to en-
12 gage foreign government law enforcement and intel-
13 ligence authorities in efforts to combat illicit tobacco
14 trafficking networks operating outside the United
15 States.

16 (4) Recommendations for legislative or adminis-
17 trative action needed to address the threat of illicit
18 tobacco trafficking networks.

19 (c) APPROPRIATE CONGRESSIONAL COMMITTEES DE-
20 FINED.—In this section, the term “appropriate congres-
21 sional committees” means—

22 (1) the Committee on Foreign Affairs, the
23 Committee on Armed Services, the Committee on
24 Homeland Security, the Committee on the Judiciary,
25 the Committee on Financial Services, the Committee

1 on Ways and Means, the Committee on Appropria-
2 tions, and the Permanent Select Committee on Intel-
3 ligence of the House of Representatives; and

4 (2) the Committee on Foreign Relations, the
5 Committee on Armed Services, the Committee on
6 Homeland Security and Governmental Affairs, the
7 Committee on the Judiciary, the Committee on
8 Banking, Housing, and Urban Affairs, the Com-
9 mittee on Finance, the Committee on Appropria-
10 tions, and the Select Committee on Intelligence of
11 the Senate.

12 **TITLE III—GENERAL** 13 **PROVISIONS**

14 **SEC. 301. REGULATORY AUTHORITY.**

15 (a) IN GENERAL.—The President shall, not later
16 than 180 days after the date of the enactment of this Act,
17 prescribe regulations as necessary for the implementation
18 of this Act and the amendments made by this Act.

19 (b) BRIEFING TO CONGRESS.—Not later than 10
20 days before the prescription of regulations under sub-
21 section (a), the President shall brief the appropriate con-
22 gressional committees of the proposed regulations and the
23 provisions of this Act and the amendments made by this
24 Act that the regulations are implementing.

1 (c) APPROPRIATE CONGRESSIONAL COMMITTEES DE-
2 FINED.—In this section, the term “appropriate congres-
3 sional committees” means—

4 (1) the Committee on Foreign Affairs, the
5 Committee on Financial Services, and the Com-
6 mittee on Ways and Means of the House of Rep-
7 resentatives; and

8 (2) the Committee on Foreign Relations, the
9 Committee on Banking, Housing, and Urban Af-
10 fairs, and the Committee on Finance of the Senate.

11 **SEC. 302. IMPLEMENTATION; PENALTIES; JUDICIAL RE-**
12 **VIEW; EXEMPTIONS.**

13 (a) IN GENERAL.—Title I of the Hizballah Inter-
14 national Financing Prevention Act of 2015 (Public Law
15 114–102; 50 U.S.C. 1701 note), as amended by sections
16 103 and 105 of this Act, is further amended by adding
17 at the end the following:

18 **“SEC. 105. IMPLEMENTATION; PENALTIES; JUDICIAL RE-**
19 **VIEW; EXEMPTIONS; RULE OF CONSTRUC-**
20 **TION.**

21 “(a) IMPLEMENTATION.—The President may exercise
22 all authorities provided under sections 203 and 205 of the
23 International Emergency Economic Powers Act (50
24 U.S.C. 1702 and 1704) to carry out sections 101 and 103.

1 “(b) PENALTIES.—The penalties provided for in sub-
2 sections (b) and (c) of section 206 of the International
3 Emergency Economic Powers Act (50 U.S.C. 1705) shall
4 apply to a person that violates, attempts to violate, con-
5 spires to violate, or causes a violation of regulations pre-
6 scribed to carry out section 101 or 103 to the same extent
7 that such penalties apply to a person that commits an un-
8 lawful act described in subsection (a) of such section 206.

9 “(c) PROCEDURES FOR JUDICIAL REVIEW OF CLAS-
10 SIFIED INFORMATION.—

11 “(1) IN GENERAL.—If a finding, or a prohibi-
12 tion, condition, or penalty imposed as a result of any
13 such finding, is based on classified information (as
14 defined in section 1(a) of the Classified Information
15 Procedures Act (18 U.S.C. App.)) and a court re-
16 views the finding or the imposition of the prohibi-
17 tion, condition, or penalty, the President may submit
18 such information to the court ex parte and in cam-
19 era.

20 “(2) RULE OF CONSTRUCTION.—Nothing in
21 this subsection shall be construed to confer or imply
22 any right to judicial review of any finding under sec-
23 tion 101 or 103 or any prohibition, condition, or
24 penalty imposed as a result of any such finding.

1 “(d) EXEMPTIONS.—The following activities shall be
2 exempt from sections 101 and 103:

3 “(1) Any authorized intelligence, law enforce-
4 ment, or national security activities of the United
5 States.

6 “(2) Any transaction necessary to comply with
7 United States obligations under the Agreement be-
8 tween the United Nations and the United States of
9 America regarding the Headquarters of the United
10 States, signed at Lake Success June 26, 1947, and
11 entered into force November 21, 1947, or under the
12 Convention on Consular Relations, done at Vienna
13 April 24, 1963, and entered into force March 19,
14 1967, or any other United States international
15 agreement.

16 “(e) RULE OF CONSTRUCTION.—Nothing in section
17 101 or 103 shall be construed to limit the authority of
18 the President under the International Emergency Eco-
19 nomic Powers Act (50 U.S.C. 1701 et seq.) or under any
20 other provision of law.”.

21 (b) CLERICAL AMENDMENT.—The table of contents
22 for the Hizballah International Financing Prevention Act
23 of 2015 is amended by inserting after the item relating
24 to section 104, as added by section 105(c) of this Act,
25 the following new item:

“Sec. 105. Implementation; penalties; judicial review; exemptions; rule of construction.”.

Passed the House of Representatives October 25,
2017.

Attest:

KAREN L. HAAS,
Clerk.

Calendar No. 253

115TH CONGRESS
1ST Session

H. R. 3329

AN ACT

To amend the Hizballah International Financing Prevention Act of 2015 to impose additional sanctions with respect to Hizballah, and for other purposes.

OCTOBER 26, 2017

Received; read twice and placed on the calendar