

116TH CONGRESS
2^D SESSION

H. R. 2444

AN ACT

To authorize the Secretary of State to make direct loans under section 23 of the Arms Export Control Act, 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.**

2 This Act may be cited as the “Eastern European Se-
3 curity Act”.

4 **SEC. 2. SENSE OF CONGRESS.**

5 It is the sense of Congress that it is in the national
6 security interest of the United States to—

7 (1) deter aggression against North Atlantic
8 Treaty Organization (NATO) allies by Russia or any
9 other adversary;

10 (2) assist NATO allies in acquiring and deploy-
11 ing modern, NATO interoperable military equipment
12 and reducing their dependence on Russian or former
13 Soviet-era defense articles;

14 (3) ensure that NATO allies meet alliance de-
15 fense commitments, including through adequate in-
16 vestments in national defense;

17 (4) supplement existing grant assistance to key
18 allies through foreign military financing loans, at
19 rates competitive with those already available on
20 commercial markets, to purchase NATO-interoper-
21 able military equipment; and

22 (5) work to maintain and strengthen the demo-
23 cratic institutions and practices of all NATO allies,
24 in accordance with the goals of Article 2 of the
25 North Atlantic Treaty.

1 **SEC. 3. FOREIGN MILITARY LOAN AUTHORITY.**

2 (a) IN GENERAL.—Beginning in fiscal year 2021,
3 subject to the notification requirements under subsection
4 (b) and to the availability of appropriations, the President,
5 acting through the Secretary of State, is authorized—

6 (1) to make direct loans under section 23 of the
7 Arms Export Control Act (22 U.S.C. 2763) to
8 NATO member countries that joined the alliance
9 after March 1, 1999, notwithstanding the minimum
10 interest rate required by subsection (c)(1) of such
11 section; and

12 (2) to charge fees for such loans under para-
13 graph (1), which shall be collected from borrowers in
14 accordance with section 502(7) of the Congressional
15 Budget Act of 1974, and which may be used to
16 cover the costs of such loans as defined in section
17 502 of the Congressional Budget Act of 1974.

18 (b) NOTIFICATION.—A loan may not be made under
19 the authority provided by subsection (a) unless the Sec-
20 retary of State submits to the appropriate congressional
21 committees a certification, not fewer than fifteen days be-
22 fore entering into an agreement to make such loan, that—

23 (1) the recipient country is making demon-
24 strable progress toward meeting its defense spending
25 commitments in accordance with the 2014 NATO
26 Wales Summit Declaration; and

1 (2) the government of such recipient country is
2 respecting that country’s constitution and upholds
3 democratic values such as freedom of religion, free-
4 dom of speech, freedom of the press, the rule of law,
5 and the rights of religious minorities.

6 (c) REPAYMENT.—A loan made under the authority
7 provided by subsection (a) shall be repaid in not more than
8 12 years, but may include a grace period of up to 1 year
9 on the repayment of the principal.

10 (d) APPROPRIATE CONGRESSIONAL COMMITTEES
11 DEFINED.—In this Act, the term “appropriate congres-
12 sional committees” means—

13 (1) the Committee on Foreign Affairs and the
14 Committee on Appropriations of the House of Rep-
15 resentatives; and

16 (2) the Committee on Foreign Relations and
17 the Committee on Appropriations of the Senate.

 Passed the House of Representatives March 9,
2020.

Attest:

Clerk.

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