

113TH CONGRESS  
1ST SESSION

# H. R. 850

To impose additional human rights and economic and financial sanctions  
with respect to Iran, and for other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 27, 2013

Mr. ROYCE (for himself, Mr. ENGEL, Ms. ROS-LEHTINEN, Mr. DEUTCH, Mr. POE of Texas, Mr. SHERMAN, Mr. CHABOT, Mr. CONNOLLY, Mr. SMITH of New Jersey, Mr. MEEKS, Mr. WILSON of South Carolina, Mr. KEATING, Mr. MCCAUL, Mr. CICILLINE, Mr. SALMON, Mr. SCHNEIDER, Mr. DUNCAN of South Carolina, Mr. KENNEDY, Mr. KINZINGER of Illinois, Ms. MENG, Mr. COTTON, Ms. FRANKEL of Florida, Mr. COOK, Mr. HOLDING, Mr. WEBER of Texas, Mr. PERRY, Mr. RADEL, Mr. COLLINS of Georgia, Mr. MEADOWS, Mr. MESSER, Mr. MARINO, Mr. SIRES, Mr. HIGGINS, Mr. VARGAS, Mr. ROHRABACHER, Mr. LOWENTHAL, Mr. STOCKMAN, and Ms. GABBARD) introduced the following bill; which was referred to the Committee on Foreign Affairs, and in addition to the Committees on the Judiciary, Financial Services, Oversight and Government Reform, and Ways and Means, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

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## A BILL

To impose additional human rights and economic and financial sanctions with respect to 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,*

1 **SECTION 1. SHORT TITLE AND TABLE OF CONTENTS.**

2 (a) SHORT TITLE.—This Act may be cited as the  
3 “Nuclear Iran Prevention Act of 2013”.

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

Sec. 1. Short title and table of contents.

Sec. 2. Findings and statement of policy.

TITLE I—HUMAN RIGHTS AND TERRORISM SANCTIONS

Sec. 101. Designation of Iran’s Revolutionary Guard Corps as foreign terrorist organization.

Sec. 102. Imposition of sanctions on certain persons responsible for or complicit in human rights abuses, engaging in censorship, or engaging in the diversion of goods intended for the people of Iran.

Sec. 103. Mandatory sanctions with respect to financial institutions that engage in certain transactions on behalf of persons involved in human rights abuses or that export sensitive technology to Iran.

TITLE II—ECONOMIC AND FINANCIAL SANCTIONS

Sec. 201. Sanctions with respect to certain transactions with Iran.

Sec. 202. Imposition of sanctions with respect to foreign financial institutions that facilitate financial transactions on behalf of persons owned or controlled by specially designated nationals.

Sec. 203. Imposition of sanctions with respect to the Central Bank of Iran and other Iranian financial institutions.

Sec. 204. Sense of Congress regarding the European Central Bank.

TITLE III—MISCELLANEOUS PROVISIONS

Sec. 301. Report on Iranian nuclear and economic capabilities.

Sec. 302. National Strategy on Iran.

Sec. 303. Government Accountability Office report on sanctions enforcement.

6 **SEC. 2. FINDINGS AND STATEMENT OF POLICY.**

7 (a) FINDINGS.—Congress finds the following:

8 (1) Iran’s acquisition of a nuclear weapons ca-  
9 pability would—

10 (A) embolden its already aggressive foreign  
11 policy, including its arming of terrorist organi-  
12 zations and other groups, its efforts to desta-  
13 bilize countries in the Middle East, and its ef-

1           forts to target the United States, United States  
2           allies, and United States interests globally;

3           (B) increase the risk that Iran would share  
4           its nuclear technology and expertise with ex-  
5           tremist groups and rogue nations;

6           (C) destabilize global energy markets, pos-  
7           ing a direct and devastating threat to the  
8           American and global economy; and

9           (D) likely lead other governments in the  
10          region to pursue their own nuclear weapons  
11          programs, increasing the prospect of nuclear  
12          proliferation throughout the region and effec-  
13          tively ending the viability of the global non-  
14          proliferation regime, including the Treaty on  
15          the Non-Proliferation of Nuclear Weapons.

16          (2) A nuclear arms-capable Iran possessing  
17          intercontinental ballistic missiles, a development  
18          most experts expect could occur within a decade,  
19          would pose a direct nuclear threat to the United  
20          States.

21          (b) STATEMENT OF POLICY.—It shall be the policy  
22          of the United States to prevent Iran from acquiring a nu-  
23          clear weapons capability.

1     **TITLE I—HUMAN RIGHTS AND**  
2             **TERRORISM SANCTIONS**

3     **SEC. 101. DESIGNATION OF IRAN’S REVOLUTIONARY**  
4             **GUARD CORPS AS FOREIGN TERRORIST OR-**  
5             **GANIZATION.**

6             (a) IN GENERAL.—Subtitle A of title III of the Iran  
7 Threat Reduction and Syria Human Rights Act of 2012  
8 (22 U.S.C. 8741 et seq.) is amended—

9                 (1) by redesignating section 304 as section 305;

10             and

11                 (2) by inserting after section 303 the following  
12             new section:

13     **“SEC. 304. DESIGNATION OF IRAN’S REVOLUTIONARY**  
14             **GUARD CORPS AS FOREIGN TERRORIST OR-**  
15             **GANIZATION.**

16             “(a) IN GENERAL.—Not later than 30 days after the  
17 date of the enactment of this section, the Secretary of  
18 State shall determine if Iran’s Revolutionary Guard Corps  
19 meets the criteria for designation as a foreign terrorist  
20 organization as set forth in section 219 of the Immigration  
21 and Nationality Act (8 U.S.C. 1189).

22             “(b) AFFIRMATIVE DETERMINATION.—If the Sec-  
23 retary of State determines under subsection (a) that  
24 Iran’s Revolutionary Guard Corps meets the criteria set  
25 forth under such section 219, the Secretary shall designate

1 Iran’s Revolutionary Guard Corps as a foreign terrorist  
2 organization under such section 219.

3 “(c) NEGATIVE DETERMINATION.—

4 “(1) IN GENERAL.—If the Secretary of State  
5 determines under subsection (a) that Iran’s Revolu-  
6 tionary Guard Corps does not meet the criteria set  
7 forth under such section 219, the Secretary shall  
8 submit to the committees of Congress specified in  
9 subparagraph (C) a report that contains a detailed  
10 justification as to which criteria have not been met.

11 “(2) FORM.—The report required under para-  
12 graph (1) shall be submitted in unclassified form,  
13 but may contain classified annex, if necessary.

14 “(3) COMMITTEES OF CONGRESS SPECIFIED.—  
15 The committees of Congress referred to in para-  
16 graph (1) are the following:

17 “(A) The Committee on Foreign Affairs  
18 and the Committee on the Judiciary of the  
19 House of Representatives.

20 “(B) The Committee on Foreign Relations  
21 and the Committee on the Judiciary of the Sen-  
22 ate.”.

23 (b) CLERICAL AMENDMENT.—The table of contents  
24 for the Iran Threat Reduction and Syria Human Rights

1 Act of 2012 is amended by striking the item relating to  
2 section 304 and inserting the following:

“Sec. 304. Designation of Iran’s Revolutionary Guard Corps as foreign terrorist organization.

“Sec. 305. Rule of construction.”.

3 **SEC. 102. IMPOSITION OF SANCTIONS ON CERTAIN PER-**  
4 **SONS RESPONSIBLE FOR OR COMPLICIT IN**  
5 **HUMAN RIGHTS ABUSES, ENGAGING IN CEN-**  
6 **SORSHIP, OR ENGAGING IN THE DIVERSION**  
7 **OF GOODS INTENDED FOR THE PEOPLE OF**  
8 **IRAN.**

9 (a) FINDING AND SENSE OF CONGRESS.—Section  
10 401(a) of the Iran Threat Reduction and Syria Human  
11 Rights Act of 2012 (Public Law 112–158; 126 Stat.  
12 1251) is amended to read as follows:

13 “(a) FINDING AND SENSE OF CONGRESS.—

14 “(1) FINDING.—Congress finds that Iranian  
15 persons holding the following positions in the Gov-  
16 ernment of Iran are ultimately responsible for and  
17 have and continue to knowingly order, control, direct  
18 and implement gross violations of the human rights  
19 of the Iranian people, the human rights of persons  
20 in other countries, censorship, and the diversion of  
21 food, medicine, medical devices, agricultural com-  
22 modities and other goods intended for the Iranian  
23 people:

24 “(A) The Supreme Leader of Iran.

1 “(B) The President of Iran.

2 “(C) Members of the Council of Guard-  
3 ians.

4 “(D) Members of the Expediency Council.

5 “(E) The Minister of Intelligence and Se-  
6 curity.

7 “(F) The Commander of the Iran’s Revo-  
8 lutionary Guard Corps.

9 “(G) The Commander of the Basij-e-  
10 Mostaz’afin.

11 “(H) The Commander of Ansar-e-  
12 Hezbollah.

13 “(I) The Commander of the Quds Force.

14 “(J) The Commander in Chief of the Po-  
15 lice Force.

16 “(2) SENSE OF CONGRESS.—It is the sense of  
17 Congress that—

18 “(A) the President should include any Ira-  
19 nian person holding a position in the Govern-  
20 ment of Iran described in paragraph (1) on one  
21 or more of the lists of persons subject to sanc-  
22 tions pursuant to section 105(b), 105A(b),  
23 105B(b), or 105C(b) of the Comprehensive Iran  
24 Sanctions, Accountability, and Divestment Act  
25 of 2010; and

1           “(B) the President should impose sanc-  
2           tions on such Iranian person pursuant to sec-  
3           tion 105, 105A, 105B, or 105C of such Act (as  
4           the case may be).”.

5           (b) ADDITIONAL FINDING AND SENSE OF CON-  
6 GRESS.—Section 401 of the Iran Threat Reduction and  
7 Syria Human Rights Act of 2012 (Public Law 112–158;  
8 126 Stat. 1251) is amended—

9           (1) by redesignating subsection (b) as sub-  
10          section (c); and

11          (2) inserting after subsection (a) the following:

12          “(b) ADDITIONAL FINDING AND SENSE OF CON-  
13 GRESS.—

14           “(1) FINDING.—Congress finds that other sen-  
15          ior officials of the Government of Iran, its agencies  
16          and instrumentalities, also have and continue to  
17          knowingly order, control, direct, and implement  
18          gross violations of the human rights of the Iranian  
19          people and the human rights of persons in other  
20          countries.

21           “(2) SENSE OF CONGRESS.—It is the sense of  
22 Congress that—

23           “(A) the President should investigate viola-  
24          tions of human rights described in paragraph

25          (1) to identify other senior officials of the Gov-



1 ernment of Iran that also have or continue to  
2 knowingly order, control, direct, or implement  
3 gross violations of human rights of the Iranian  
4 people and the human rights of persons in other  
5 countries;

6 “(B) the President should include any such  
7 official on one or more of the lists of persons  
8 subject to sanctions pursuant to section 105(b),  
9 105A(b), 105B(b), or 105C(b) of the Com-  
10 prehensive Iran Sanctions, Accountability, and  
11 Divestment Act of 2010; and

12 “(C) the President should impose sanctions  
13 on any such official pursuant to section 105,  
14 105A, 105B, or 105C of such Act (as the case  
15 may be).”.

16 (c) REPORT.—Section 401(c)(1) of the Iran Threat  
17 Reduction and Syria Human Rights Act of 2012 (Public  
18 Law 112–158; 126 Stat. 1251), as redesignated by sub-  
19 section (b) of this section, is amended—

20 (1) by striking “Not later than” and inserting  
21 the following:

22 “(A) IN GENERAL.—Not later than”;

23 (2) by striking “this Act” and inserting “the  
24 Iran Sanctions Enforcement and Augmentation Act,  
25 and every 180 days thereafter”;

1           (3) by striking “otherwise directing the commis-  
2           sion of” and inserting “otherwise directing—

3                           “(i) the commission of”;

4           (4) by striking “Iran.” and inserting “Iran;

5                           “(ii) censorship or related activities  
6                           with respect to Iran; or

7                           “(iii) the diversion of goods, food,  
8                           medicine, and medical devices, and agricul-  
9                           tural commodities, intended for the people  
10                          of Iran.”; and

11           (5) by striking “For any such person” and in-  
12           serting the following:

13                           “(B) ADDITIONAL REQUIREMENT.—For  
14                           any such person”.

15           (d) CLERICAL AMENDMENT.—The table of contents  
16           for the Iran Threat Reduction and Syria Human Rights  
17           Act of 2012 is amended by striking the item relating to  
18           section 401 and inserting the following:

          “Sec. 401. Imposition of sanctions on certain persons responsible for or  
          complicit in human rights abuses, engaging in censorship, or  
          engaging in the diversion of goods intended for the people of  
          Iran.”.

1 **SEC. 103. MANDATORY SANCTIONS WITH RESPECT TO FI-**  
2 **NANCIAL INSTITUTIONS THAT ENGAGE IN**  
3 **CERTAIN TRANSACTIONS ON BEHALF OF**  
4 **PERSONS INVOLVED IN HUMAN RIGHTS**  
5 **ABUSES OR THAT EXPORT SENSITIVE TECH-**  
6 **NOLOGY TO IRAN.**

7 (a) IN GENERAL.—Section 104(c)(2) of the Com-  
8 prehensive Iran Sanctions, Accountability, and Divestment  
9 Act of 2010 (22 U.S.C. 8513(c)(2)) is amended—

10 (1) in subparagraph (D), by striking “or” at  
11 the end;

12 (2) in subparagraph (E), by striking the period  
13 at the end and inserting “; or”; and

14 (3) by adding at the end the following new sub-  
15 paragraph:

16 “(F) facilitates a significant transaction or  
17 transactions or provides significant financial  
18 services for—

19 “(i) a person that is subject to sanc-  
20 tions under section 105(c), 105A(c),  
21 105B(c), or 105C(c); or

22 “(ii) a person that exports sensitive  
23 technology to Iran and is subject to the  
24 prohibition on procurement contracts as  
25 described in section 106.”.

1 (b) EFFECTIVE DATE.—The amendments made by  
2 subsection (a) shall take effect on the date of the enact-  
3 ment of this Act and shall apply with respect to any activ-  
4 ity described in subparagraph (F) of section 104(c)(2) of  
5 the Comprehensive Iran Sanctions, Accountability, and  
6 Divestment Act of 2010 (as added by subsection (a)(3))  
7 initiated on or after the date that is 90 days after such  
8 date of enactment.

9 (c) REGULATIONS.—Not later than 90 days after the  
10 date of the enactment of this Act, the Secretary of the  
11 Treasury shall prescribe regulations to carry out the  
12 amendments made by subsection (a).

## 13 **TITLE II—ECONOMIC AND** 14 **FINANCIAL SANCTIONS**

### 15 **SEC. 201. SANCTIONS WITH RESPECT TO CERTAIN TRANS-** 16 **ACTIONS WITH IRAN.**

17 (a) IN GENERAL.—Subtitle B of title II of the Iran  
18 Threat Reduction and Syria Human Rights Act of 2012  
19 (22 U.S.C. 8721 et seq.) is amended by adding at the end  
20 the following new section:

### 21 **“SEC. 225. SANCTIONS WITH RESPECT TO CERTAIN TRANS-** 22 **ACTIONS WITH IRAN.**

23 “(a) AUTHORIZATION OF SANCTIONS.—

24 “(1) IN GENERAL.—Except as specifically pro-  
25 vided in this section, the President may impose sanc-

1 tions pursuant to the International Emergency Eco-  
2 nomic Powers Act (50 U.S.C. 1701 et seq.) on a for-  
3 eign person that the President determines has, on or  
4 after the date that is 180 days after the date of the  
5 enactment of this section, knowingly conducted or  
6 facilitated a significant financial transaction with the  
7 Central Bank of Iran or other Iranian financial in-  
8 stitution that has been designated by the Secretary  
9 of the Treasury for the imposition of sanctions pur-  
10 suant to such Act, for—

11 “(A) the purchase of goods (other than pe-  
12 troleum or petroleum products) or services by a  
13 person in Iran or on behalf of a person in Iran;  
14 or

15 “(B) the purchase of goods (other than pe-  
16 troleum or petroleum products) or services from  
17 a person in Iran or on behalf of a person in  
18 Iran.

19 “(2) RULE OF CONSTRUCTION.—Nothing in  
20 this section shall be construed to affect the imposi-  
21 tion of sanctions with respect to a financial trans-  
22 action for the purchase of petroleum or petroleum  
23 products from Iran under section 1245(d)(4) of the  
24 National Defense Authorization Act for Fiscal Year  
25 2012 (Public Law 112–81; 125 Stat. 1648).

1       “(b) EXCEPTION FOR OVERALL REDUCTIONS OF EX-  
2 PORTS TO AND IMPORTS FROM IRAN.—

3           “(1) IN GENERAL.—The President may not im-  
4       pose sanctions under subsection (a) on a foreign per-  
5       son if the President determines and submits to the  
6       appropriate congressional committees a report that  
7       contains a determination of the President that the  
8       country with primary jurisdiction over the foreign  
9       person has, during the time period described in  
10      paragraph (2), significantly reduced—

11           “(A) the value of exports of goods (other  
12       than petroleum or petroleum products) and  
13       services from such country to Iran; and

14           “(B) the value of imports of goods (other  
15       than petroleum or petroleum products) and  
16       services to such country from Iran.

17           “(2) TIME PERIOD DESCRIBED.—The time pe-  
18       riod referred to in paragraph (1) is the 180-day pe-  
19       riod ending on the date on which the President  
20       makes the determination under paragraph (1) as  
21       compared to the immediately preceding 180-day pe-  
22       riod.

23       “(c) EXCEPTION FOR SALES OF AGRICULTURAL  
24       COMMODITIES, FOOD, MEDICINE AND MEDICAL DE-  
25       VICES.—The President may not impose sanctions under

1 subsection (a) on a foreign person with respect to a trans-  
 2 action for the sale of agricultural commodities, food, medi-  
 3 cine or medical devices to Iran.

4 “(d) DEFINITIONS.—In this section:

5 “(1) FOREIGN PERSON.—The term ‘foreign per-  
 6 son’ has the meaning given that term in section 14  
 7 of the Iran Sanctions Act of 1996 (Public Law 104–  
 8 172; 50 U.S.C. 1701 note).

9 “(2) IRANIAN FINANCIAL INSTITUTION.—The  
 10 term ‘Iranian financial institution’ has the meaning  
 11 given that term in section 104A(d) of the Com-  
 12 prehensive Iran Sanctions, Accountability, and Di-  
 13 vestment Act of 2010 (22 U.S.C. 8513b(d)).”.

14 (b) CLERICAL AMENDMENT.—The table of contents  
 15 for the Iran Threat Reduction and Syria Human Rights  
 16 Act of 2012 is amended by inserting after the item relat-  
 17 ing to section 224 the following:

“Sec. 225. Sanctions with respect to certain transactions with Iran.”.

18 **SEC. 202. IMPOSITION OF SANCTIONS WITH RESPECT TO**  
 19 **FOREIGN FINANCIAL INSTITUTIONS THAT FA-**  
 20 **CILITATE FINANCIAL TRANSACTIONS ON BE-**  
 21 **HALF OF PERSONS OWNED OR CONTROLLED**  
 22 **BY SPECIALLY DESIGNATED NATIONALS.**

23 Section 1247 of the National Defense Authorization  
 24 Act for Fiscal Year 2013 (22 U.S.C. 8806) is amended—

1           (1) by redesignating subsection (f) as sub-  
2           section (g); and

3           (2) by inserting after subsection (e) the fol-  
4           lowing new subsection:

5           “(f) PERSONS OWNED OR CONTROLLED BY SPE-  
6           cially Designated Nationals.—

7           “(1) IN GENERAL.—The President shall impose  
8           sanctions described in subsection (a) with respect to  
9           a foreign financial institution that the President de-  
10          termines has, on or after the date that is 90 days  
11          after the date of the enactment of this subsection,  
12          knowingly facilitated a significant financial trans-  
13          action on behalf of any person on the list required  
14          by paragraph (2).

15          “(2) LIST.—

16          “(A) IN GENERAL.—Not later than 60  
17          days after the date of the enactment of this  
18          subsection, the President shall submit to the  
19          appropriate congressional committees list of  
20          persons that the President determines on or  
21          after the date of the enactment of this sub-  
22          section are directly or indirectly owned or con-  
23          trolled by an Iranian person included on the list  
24          of specially designated nationals and blocked  
25          persons maintained by the Office of Foreign



1 Assets Control of the Department of the Treas-  
2 ury (other than an Iranian financial institution  
3 described in subsection (b)).

4 “(B) UPDATES OF LIST.—The President  
5 shall submit to the appropriate congressional  
6 committees an update of the list required by  
7 subparagraph (A)—

8 “(i) not less than once every 180 days  
9 after the date of submission of such list;  
10 and

11 “(ii) as new information becomes  
12 available.

13 “(C) FORM OF REPORT; PUBLIC AVAIL-  
14 ABILITY.—

15 “(i) FORM.—The list required by sub-  
16 paragraph (A) shall be submitted in un-  
17 classified form, but may contain a classi-  
18 fied annex, if necessary.

19 “(ii) PUBLIC AVAILABILITY.—The un-  
20 classified portion of the list required by  
21 clause (i) shall be made available to the  
22 public and posted on the websites of the  
23 Department of the Treasury and the De-  
24 partment of State.

1           “(D) CONSIDERATION OF DATA FROM  
2 OTHER COUNTRIES AND NONGOVERNMENTAL  
3 ORGANIZATIONS.—In preparing the list required  
4 by subparagraph (A), the President shall con-  
5 sider credible data already obtained by other  
6 countries and nongovernmental organizations.”.

7 **SEC. 203. IMPOSITION OF SANCTIONS WITH RESPECT TO**  
8           **THE CENTRAL BANK OF IRAN AND OTHER**  
9           **IRANIAN FINANCIAL INSTITUTIONS.**

10       (a) EXCEPTION TO APPLICABILITY OF SANCTIONS  
11 WITH RESPECT TO PETROLEUM TRANSACTIONS.—Sec-  
12 tion 1245(d)(4)(D)(i)(I) of the National Defense Author-  
13 ization Act for Fiscal Year 2012 (Public Law 112–81; 125  
14 Stat. 1648) is amended to read as follows:

15                   “(I) has significantly reduced its  
16 volume of crude oil purchases from  
17 Iran, and volume of purchases of  
18 crude oil of Iranian origin, from the  
19 volume purchased in the immediately  
20 preceding 180-day period, and the  
21 President certifies in writing to Con-  
22 gress that the President has based  
23 such determination on accurate infor-  
24 mation on that country’s total pur-

1                   chases of crude oil from Iran or of  
2                   Iranian origin; or”.

3           (b) **EFFECTIVE DATE.**—The amendment made by  
4 this section shall take effect beginning on the date that  
5 is 30 days after the date of the enactment of this Act.

6 **SEC. 204. SENSE OF CONGRESS REGARDING THE EURO-**  
7 **PEAN CENTRAL BANK.**

8           (a) **FINDINGS.**—Congress finds the following:

9                   (1) The Government of Iran, its agencies and  
10                   instrumentalities, continue to have access to, and  
11                   utilize, euro-denominated transactions, including for  
12                   goods and services that are subject to sanctions im-  
13                   posed by the United States, the European Union  
14                   and its member states and by the United Nations.

15                   (2) The Guidelines of the European Central  
16                   Bank (Article 39(1)) states that: “Participants shall  
17                   be deemed to be aware of, and shall comply with, all  
18                   obligations on them relating to legislation on data  
19                   protection, prevention of money laundering and the  
20                   financing of terrorism, proliferation-sensitive nuclear  
21                   activities and the development of nuclear weapons  
22                   delivery systems, in particular in terms of imple-  
23                   menting appropriate measures concerning any pay-  
24                   ments debited or credited on their PM accounts.”

1           (3) United States and European convergence  
2           with respect to United States sanctions efforts to-  
3           ward the Iranian regime is a vital component of  
4           United States policy aimed at preventing the Iranian  
5           regime from acquiring a nuclear weapons capability.

6           (b) SENSE OF CONGRESS.—It is the sense of Con-  
7           gress that the President should closely coordinate and co-  
8           operate with the European Union and its member states  
9           to restrict access and use of the euro currency by the Gov-  
10          ernment of Iran, its agencies and instrumentalities, for  
11          transactions (with the exception of food, medicine, medical  
12          devices and other humanitarian goods), including through  
13          the payment systems of the European Central Bank, such  
14          as its second generation Trans-European Automated Real-  
15          time Gross Settlement Express Transfer System, and local  
16          and regional Euro settlement platforms.

17           **TITLE III—MISCELLANEOUS**  
18                           **PROVISIONS**

19           **SEC. 301. REPORT ON IRANIAN NUCLEAR AND ECONOMIC**  
20                           **CAPABILITIES.**

21           (a) IN GENERAL.—Not later than 60 days after the  
22           date of the enactment of this Act, and every 60 days there-  
23           after, the President shall submit to the appropriate con-  
24           gressional committees a report on the following:

1           (1) An estimate of the timeline for Iranian ca-  
2           pabilities to develop nuclear weapons, including—

3                   (A) a nuclear explosive device; and

4                   (B) breakout capacity.

5           (2) An assessment of Iranian strategy and ca-  
6           pabilities relating to development of nuclear weap-  
7           ons, including—

8                   (A) a summary and analysis of current nu-  
9                   clear weapons capabilities;

10                  (B) an estimate of the amount and sources  
11                  of funding expended by, and an analysis of pro-  
12                  curement networks utilized by, Iran to develop  
13                  its nuclear weapons capabilities;

14                  (C) a summary of the capabilities of Iran’s  
15                  unconventional weapons and Iran’s ballistic  
16                  missile forces and Iran’s cruise missile forces;

17                  (D) a detailed analysis of the effectiveness  
18                  of Iran’s unconventional weapons and Iran’s  
19                  ballistic missile forces and Iran’s cruise missile  
20                  forces as delivery systems for a nuclear device;  
21                  and

22                  (E) an estimate of the amount and sources  
23                  of funding expended by, and an analysis of pro-  
24                  curement networks utilized by, Iran on pro-  
25                  grams to develop a nuclear weapons capability.

1           (3) Projected economic effects of international  
2 sanctions on Iran, including—

3           (A) sources of funding for the activities of  
4 the Government of Iran described in para-  
5 graphs (1) and (2);

6           (B) the role of the Government of Iran in  
7 the formal and informal sector of the domestic  
8 Iranian economy;

9           (C) evasive and other efforts by the Gov-  
10 ernment of Iran to circumvent international  
11 and bilateral sanctions regimes; and

12           (D) Iran’s capital accounts, current ac-  
13 counts, foreign exchange reserve levels (includ-  
14 ing access to foreign exchange reserves), and  
15 other leading macroeconomic indicators, and es-  
16 timated timelines with respect to Iran’s macro-  
17 economic viability, including Iran’s exhaustion  
18 of foreign exchange reserves.

19       (b) FORM.—The report required under subsection (a)  
20 shall be submitted in unclassified form to the greatest ex-  
21 tent possible, but may include a classified annex, if nec-  
22 essary.

23       (c) DEFINITIONS.—In this section:

24           (1) NUCLEAR EXPLOSIVE DEVICE.—The term  
25 “nuclear explosive device” means any device, wheth-

1 er assembled or disassembled, that is designed to  
2 produce an instantaneous release of an amount of  
3 nuclear energy from special nuclear material that is  
4 greater than the amount of energy that would be re-  
5 leased from the detonation of one pound of trinitro-  
6 toluene (TNT).

7 (2) BREAKOUT CAPACITY.—The term “break-  
8 out capacity” means the point at which a country is  
9 able to produce enough weapon-grade uranium (or  
10 sufficient separated plutonium) for one or more nu-  
11 clear explosive devices.

12 (3) APPROPRIATE CONGRESSIONAL COMMIT-  
13 TEES.—The term “appropriate congressional com-  
14 mittees” means—

15 (A) the Committee on Foreign Affairs, the  
16 Committee on Armed Services, the Committee  
17 on Financial Services, and the Permanent Se-  
18 lect Committee on Intelligence of the House of  
19 Representatives; and

20 (B) the Committee on Foreign Relations,  
21 the Committee on Armed Services, the Com-  
22 mittee on Banking, Housing, and Urban Af-  
23 fairs, the Committee on Finance, and the Select  
24 Committee on Intelligence of the Senate.

1 **SEC. 302. NATIONAL STRATEGY ON IRAN.**

2 (a) NATIONAL STRATEGY REQUIRED.—The Presi-  
3 dent shall develop a strategy, to be known as the “Na-  
4 tional Strategy on Iran”, that provides strategic guidance  
5 for activities that support the objective of addressing the  
6 threats posed by Iran.

7 (b) ANNUAL REPORT.—Not later than January 30  
8 of each year, the President shall submit to the appropriate  
9 congressional committees the National Strategy on Iran  
10 required under subsection (a).

11 (c) MATTERS TO BE INCLUDED.—The report re-  
12 quired under subsection (b) shall include, at a minimum,  
13 the following:

14 (1) A description Iran’s grand strategy and se-  
15 curity strategy, including strategic objectives, and  
16 the security posture and objectives of Iran.

17 (2) A description of the United States strategy  
18 to—

19 (A) address and counter the capabilities of  
20 Iran’s conventional forces and Iran’s unconven-  
21 tional forces;

22 (B) disrupt and deny Iranian efforts to de-  
23 velop or augment capabilities related to nuclear,  
24 unconventional, and missile forces development;



1 (C) address the Government of Iran’s eco-  
2 nomic strategy to enable the objectives de-  
3 scribed in this subsection; and

4 (D) exploit key vulnerabilities.

5 (3) An implementation plan for the United  
6 States strategy described in paragraph (2).

7 (d) FORM.—The report required under subsection (b)  
8 shall be submitted in unclassified form to the greatest ex-  
9 tent possible, but may include a classified annex, if nec-  
10 essary.

11 (e) APPROPRIATE CONGRESSIONAL COMMITTEES.—  
12 In this section, the term “appropriate congressional com-  
13 mittees” means—

14 (1) the Committee on Foreign Affairs, the  
15 Committee on Armed Services, the Committee on Fi-  
16 nancial Services, the Committee on Ways and  
17 Means, and the Permanent Select Committee on In-  
18 telligence of the House of Representatives; and

19 (2) the Committee on Foreign Relations, the  
20 Committee on Armed Services, the Committee on  
21 Banking, Housing, and Urban Affairs, the Com-  
22 mittee on Finance, and the Permanent Select Com-  
23 mittee on Intelligence of the Senate.

1 **SEC. 303. GOVERNMENT ACCOUNTABILITY OFFICE REPORT**  
2 **ON SANCTIONS ENFORCEMENT.**

3 (a) **IN GENERAL.**—Not later than 180 days after the  
4 date of the enactment of this Act, and annually thereafter,  
5 the Comptroller General of the United States shall submit  
6 to the appropriate congressional committees a report as-  
7 sessing the extent to which the President is implementing  
8 section 5(a) and (b) of the Iran Sanctions Act of 1996  
9 (Public Law 104–172; 50 U.S.C. 1701 note), sections 104  
10 and 104A of the Comprehensive Iran Sanctions, Account-  
11 ability, and Divestment Act of 2010 (22 U.S.C. 8513 and  
12 8513b) and title III of the Iran Threat Reduction and  
13 Syria Human Rights Act of 2012 (22 U.S.C. 8741 et  
14 seq.).

15 (b) **BASIS OF REPORT.**—The report required under  
16 subsection (a) shall be based on publicly-available informa-  
17 tion.

18 (c) **APPROPRIATE CONGRESSIONAL COMMITTEES.**—  
19 In this section, the term “appropriate congressional com-  
20 mittees” means—

21 (1) the Committee on Foreign Affairs, the  
22 Committee on Financial Services, and the Com-  
23 mittee on Ways and Means of the House of Rep-  
24 resentatives; and

1           (2) the Committee on Foreign Relations, the  
2           Committee on Banking, Housing and Urban Affairs,  
3           and the Committee on Finance of the Senate.

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