

# Union Calendar No. 128

113TH CONGRESS  
1ST SESSION

# H. R. 850

**[Report No. 113–177, Part I]**

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. ROHRBACHER, 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

JULY 30, 2013

Additional sponsors: Mr. BILIRAKIS, Mr. KING of New York, Ms. SCHWARTZ, Mr. SAM JOHNSON of Texas, Mr. WESTMORELAND, Mr. MURPHY of Florida, Ms. VELÁZQUEZ, Mr. SCHIFF, Mr. SCHOCK, Mr. ROSS, Mr. YOHO, Mr. TIPTON, Ms. TITUS, Mr. BACHUS, Mr. HUIZENGA of Michigan, Mr. MURPHY of Pennsylvania, Mr. ROSKAM, Mr. FRELINGHUYSEN, Mr. SCHWEIKERT, Mr. NEUGEBAUER, Mr. LONG, Mr. STIVERS, Ms. HAHN, Mr. WALDEN, Mr. GARRETT, Mr. WALBERG, Mr. WAXMAN, Mr. QUIGLEY, Mr. FRANKS of Arizona, Ms. BASS, Mr. DIAZ-BALART, Mr. FINCHER, Mr. HULTGREN, Mr. PEARCE, Mr. BURGESS, Mr. RICE of South Carolina, Mr. BRADY of Pennsylvania, Mr. MARKEY, Mr. BARR, Mrs. MILLER of Michigan, Mr. LUETKEMEYER, Mr. MARCHANT, Mr.

GRIMM, Mr. CAMPBELL, Mr. HENSARLING, Mr. SWALWELL of California, Mr. RYAN of Ohio, Mr. ROE of Tennessee, Mr. HECK of Nevada, Mr. WILLIAMS, Mr. RODNEY DAVIS of Illinois, Mr. RIBBLE, Ms. SPEIER, Mr. YOUNG of Florida, Mrs. HARTZLER, Mr. SENSENBRENNER, Mr. MEEHAN, Mr. MILLER of Florida, Mr. LATTA, Mr. BUCHANAN, Mr. YODER, Mr. NUGENT, Mr. BRIDENSTINE, Mr. GENE GREEN of Texas, Mr. AL GREEN of Texas, Mr. SARBANES, Mr. ANDREWS, Mr. LOBIONDO, Mr. MICHAUD, Ms. CASTOR of Florida, Mr. COFFMAN, Mr. DAVID SCOTT of Georgia, Mr. FLEISCHMANN, Mr. COSTA, Ms. SCHAKOWSKY, Mr. CHAFFETZ, Mr. BISHOP of Utah, Mr. CULBERSON, Mr. LANGEVIN, Mr. KINGSTON, Mrs. ELLMERS, Mr. BONNER, Mr. POSEY, Mr. COLLINS of New York, Ms. SINEMA, Mr. OLSON, Mr. ADERHOLT, Mr. OWENS, Mr. GOODLATTE, Mr. BRALEY of Iowa, Ms. HANABUSA, Mr. PASCRELL, Mr. TAKANO, Mr. MATHESON, Mr. BARBER, Mrs. LOWEY, Mr. RUIZ, Mr. HASTINGS of Florida, Mr. GRIFFIN of Arkansas, Mr. MULLIN, Mr. LIPINSKI, Mr. POMPEO, Mr. ROKITA, Mr. MULVANEY, Mr. PITTFENGER, Mr. MCKINLEY, Mr. YOUNG of Indiana, Mr. MAFFEI, Mr. MCKEON, Mr. PAULSEN, Mr. BISHOP of Georgia, Mr. MCNERNEY, Mrs. KIRKPATRICK, Mr. AMODEI, Mr. UPTON, Mr. PETERS of Michigan, Mrs. WAGNER, Mrs. ROBY, Mr. MCHENRY, Mr. SMITH of Texas, Mr. SEAN PATRICK MALONEY of New York, Mr. CRAWFORD, Mr. HARRIS, Mr. TIBERI, Mr. PETERS of California, Ms. FOXX, Ms. CHU, Mr. BENTIVOLIO, Mr. CASIDY, Mr. DAINES, Mr. VEASEY, Mr. YOUNG of Alaska, Mr. DELANEY, Mr. GIBBS, Mr. HURT, Mr. BROOKS of Alabama, Mr. WEBSTER of Florida, Mr. LATHAM, Mr. RENACCI, Mr. REED, Mr. FORBES, Mr. FITZPATRICK, Mr. LANCE, Mr. WOMACK, Mr. SCHRADER, Mr. VAN HOLLEN, Mr. MICA, Mrs. CAROLYN B. MALONEY of New York, Mr. CROWLEY, Ms. LORETTA SANCHEZ of California, Mr. JEFFRIES, Mr. HUNTER, Ms. DUCKWORTH, Mr. GRAVES of Missouri, Mr. WOODALL, Mrs. MCCARTHY of New York, Mrs. BROOKS of Indiana, Mr. RIGELL, Mr. KELLY of Pennsylvania, Mr. SCALISE, Mrs. CAPITO, Mr. DENHAM, Mr. VALADAO, Mr. SOUTHERLAND, Mr. WENSTRUP, Mr. BISHOP of New York, Ms. JENKINS, Mr. WOLF, Mr. LAMBORN, Mr. HORSFORD, Mr. FLORES, Mr. RUNYAN, Mr. COBLE, Mr. CARTWRIGHT, Mrs. BLACK, Mr. RICHMOND, Mr. CRENSHAW, Mr. VELA, Mr. DESANTIS, Mr. CLEAVER, Mr. ISRAEL, Mrs. LUMMIS, Mrs. DAVIS of California, Mr. HIMES, Mr. REICHERT, Mr. GOSAR, Mr. DUFFY, Mr. JOYCE, Mr. GARY G. MILLER of California, Mr. NUNNELEE, Mr. MCCLINTOCK, Mr. CARTER, Mr. BERA of California, Ms. BROWNLEY of California, Mr. BARROW of Georgia, Mr. BARLETTA, Mr. GIBSON, Mr. DESJARLAIS, Mr. LARSEN of Washington, Mrs. WALORSKI, Mr. FLEMING, Mr. BEN RAY LUJÁN of New Mexico, Ms. MATSUI, Mr. KING of Iowa, Mr. WHITFIELD, Mr. LAMALFA, Mr. ENYART, Mr. GUTIÉRREZ, Mrs. BUSTOS, Mr. KILMER, Ms. WASSERMAN SCHULTZ, Ms. BONAMICI, Mr. KLINE, Ms. HERRERA BEUTLER, Mr. LARSON of Connecticut, Mr. HECK of Washington, Mr. PITTS, Mr. GARDNER, Mr. COLE, Mr. GINGREY of Georgia, Mr. BROUN of Georgia, Ms. ESHOO, Mr. PRICE of Georgia, Mr. ISSA, Mr. PALLONE, Mr. CARNEY, Mr. PALAZZO, Mr. GUTHRIE, Mr. SESSIONS, Mr. GARCIA, Ms. WILSON of Florida, Ms. BROWN of Florida, Mr. LUCAS, Mr. COHEN, Ms. LINDA T. SÁNCHEZ of California, Mr. HARPER, Mr. GARAMENDI, Mr. PETRI, Mr. ALEXANDER, Mr. ROTHFUS, Mr. PERLMUTTER, Ms.

DELAURO, Mr. HOYER, Mr. GRAVES of Georgia, Mr. HUDSON, Mr. STEWART, Mr. JOHNSON of Ohio, Mr. ROGERS of Kentucky, Mr. FATTAH, Mr. FOSTER, Mr. RYAN of Wisconsin, Mr. GERLACH, Mr. NADLER, Mr. BOUSTANY, Mr. CÁRDENAS, Mr. BRADY of Texas, Ms. DELBENE, Mr. SMITH of Washington, Ms. FUDGE, Mr. CONAWAY, Mr. STUTZMAN, Mr. CALVERT, Ms. ROYBAL-ALLARD, Ms. ESTY, Mr. HANNA, Mrs. McMORRIS RODGERS, Mr. HASTINGS of Washington, Mr. AUSTIN SCOTT of Georgia, Mr. HONDA, Mr. LOEBSACK, Ms. SLAUGHTER, Mr. JORDAN, Mr. TERRY, Mr. POLIS, Mr. PASTOR of Arizona, Mr. ROGERS of Alabama, Mr. HINOJOSA, Mr. GRIFFITH of Virginia, Mr. BENISHEK, Mr. BARTON, Mr. KIND, Mr. PAYNE, Mr. BUCSHON, Ms. SEWELL of Alabama, Mrs. BEATTY, Mr. CRAMER, Mr. LEVIN, Mr. HUELSKAMP, Mr. MCINTYRE, Mr. SMITH of Nebraska, Mr. LANKFORD, Mr. THOMPSON of California, Mr. GRAYSON, Mr. GOWDY, Mr. RANGEL, Mr. HOLT, Mr. HUFFMAN, Mr. ROONEY, Mrs. NOEM, Mr. CUELLAR, Mrs. BACHMANN, Mr. THOMPSON of Pennsylvania, Mr. SCOTT of Virginia, Mr. LEWIS, Mr. CASTRO of Texas, Mr. BUTTERFIELD, Mr. COURTNEY, Mr. THOMPSON of Mississippi, Ms. DEGETTE, Mr. COOPER, Ms. LOFGREN, Ms. SHEAPORTER, Ms. JACKSON LEE, Mr. JOHNSON of Georgia, Mr. SHIMKUS, Mr. YARMUTH, Mr. FORTENBERRY, Mr. TURNER, Mrs. BLACKBURN, Mr. WITTMAN, Mr. TONKO, Mr. NEAL, Ms. KELLY of Illinois, Mr. SMITH of Missouri, Mr. DOYLE, Ms. KUSTER, Mr. NOLAN, Mr. GALLEGRO, Mr. RAHALL, Mr. RUPPERSBERGER, Mr. DENT, Ms. GRANGER, Mr. SHUSTER, Mr. WALZ, Ms. MICHELLE LUJAN GRISHAM of New Mexico, Ms. TSONGAS, Mr. MCCARTHY of California, Mrs. NAPOLITANO, Mr. POCAN, Mr. SIMPSON, and Mr. DANNY K. DAVIS of Illinois

JULY 30, 2013

Reported from the Committee on Foreign Affairs with an amendment

[Strike out all after the enacting clause and insert the part printed in *italie*]

JULY 30, 2013

The Committees on the Judiciary, Financial Services, Oversight and Government Reform, and Ways and Means discharged; committed to the Committee of the Whole House on the State of the Union and ordered to be printed

[For text of introduced bill, see copy of bill as introduced on February 27, 2013]

# **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,*

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

4        (a) *SHORT TITLE.*—*This Act may be cited as the “Nu-*  
 5 *clear Iran Prevention Act of 2013”.*

6        (b) *TABLE OF CONTENTS.*—*The table of contents for*  
 7 *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. 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.*

*Sec. 102. Prevention of diversion of certain goods, services and technologies to Iran.*

*Sec. 103. Designation of Iran’s Revolutionary Guard Corps as foreign terrorist organization.*

*Sec. 104. 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. 105. Sense of Congress on elections in Iran.*

*Sec. 106. Sense of Congress on designation of a Special Coordinator for advancing human rights and political participation for women in Iran.*

**TITLE II—ECONOMIC AND FINANCIAL SANCTIONS**

*Subtitle A—Amendments to Iran Sanctions Act of 1996*

*Sec. 201. Imposition of sanctions relating to transportation of crude oil from Iran and certain imports and exports to and from Iran.*

*Sec. 202. Transfer to Iran of goods, services, or technology that would materially contribute to Iran’s ability to mine or mill uranium.*

*Sec. 203. Repeal of waiver of sanctions relating to development of weapons of mass destruction or other military capabilities.*

*Subtitle B—Amendments to Comprehensive Iran Sanctions, Accountability, and Divestment Act of 2010 and Iran Threat Reduction and Syria Human Rights Act of 2012*

*Sec. 211. Modifications to prohibition on procurement contracts with persons that export sensitive technology to Iran.*

*Sec. 212. Authority of State and local governments to avoid exposure to sanctioned persons and sectors.*

*Sec. 213. Sense of Congress regarding the European Central Bank.*

*Sec. 214. Imposition of sanctions with respect to certain transactions in foreign currencies.*

*Sec. 215. Sanctions with respect to certain transactions with Iran.*

*Subtitle C—Other Matters*

*Sec. 221. Imposition of sanctions with respect to the Central Bank of Iran and other Iranian financial institutions.*

*Sec. 222. Imposition of sanctions with respect to ports, special economic zones, free economic zones, and strategic sectors of Iran.*

*Sec. 223. Report on determinations not to impose sanctions on persons who allegedly sell, supply, or transfer precious metals to or from Iran.*

*Sec. 224. 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. 225. Repeal of exemptions under sanctions provisions of National Defense Authorization Act for Fiscal Year 2013.*

*Sec. 226. Termination of government contracts with persons who sell goods, services, or technology to, or conduct any other transaction with, Iran.*

*Sec. 227. Conditions for entry and operation of vessels.*

*TITLE III—ADDITIONAL AUTHORITIES TO PREVENT CENSORSHIP  
ACTIVITIES IN IRAN*

*Sec. 301. Report on implementation of sanctions against the Islamic Republic of Iran Broadcasting.*

*Sec. 302. List of persons who are high-risk re-exporters of sensitive technologies.*

*Sec. 303. Sense of Congress on provision of intercept technologies to Iran.*

*Sec. 304. Sense of Congress on availability of consumer communication technologies in Iran.*

*Sec. 305. Expedited consideration of requests for authorization of transfer of goods and services to Iran to facilitate the ability of Iranian persons to freely communicate.*

*TITLE IV—REPORTS AND OTHER MATTERS*

*Sec. 401. National Strategy on Iran.*

*Sec. 402. Report on Iranian nuclear and economic capabilities.*

*Sec. 403. Report on plausibility of expanding sanctions on Iranian oil.*

*Sec. 404. GAO report on Iranian strategy to evade current sanctions and other matters.*

*Sec. 405. Authority to consolidate reports required under Iran sanctions laws.*

*Sec. 406. Amendments to definitions under Iran Sanctions Act of 1996 and Iran Threat Reduction and Syria Human Rights Act of 2012.*

*Sec. 407. Implementation; penalties.*

*Sec. 408. Severability.*

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

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

**3 (1) Iran’s acquisition of a nuclear weapons ca-**  
**4 pability would—**

1           (A) *embolden its already aggressive foreign*  
2 *policy, including its arming of terrorist organi-*  
3 *zations and other groups, its efforts to destabilize*  
4 *countries in the Middle East, and its efforts to*  
5 *target the United States, United States allies,*  
6 *and United States interests globally;*

7           (B) *increase the risk that Iran would share*  
8 *its nuclear technology and expertise with extrem-*  
9 *ist groups and rogue nations;*

10          (C) *destabilize global energy markets, pos-*  
11 *ing a direct and devastating threat to the Amer-*  
12 *ican and global economy; and*

13          (D) *likely lead other governments in the re-*  
14 *gion to pursue their own nuclear weapons pro-*  
15 *grams, increasing the prospect of nuclear pro-*  
16 *liferation throughout the region and effectively*  
17 *ending the viability of the global nonprolifera-*  
18 *tion regime, including the Treaty on the Non-*  
19 *Proliferation of Nuclear Weapons, done at Wash-*  
20 *ington, London, and Moscow July 1, 1968, and*  
21 *entered into force on March 5, 1970.*

22          (2) *A nuclear arms-capable Iran possessing*  
23 *intercontinental ballistic missiles, a development most*  
24 *experts expect could occur within a decade, would*  
25 *pose a direct nuclear threat to the United States.*

1       (b) *STATEMENT OF POLICY.*—*It shall be the policy of*  
2 *the United States to prevent Iran from acquiring a nuclear*  
3 *weapons capability.*

4       ***TITLE I—HUMAN RIGHTS AND***  
5       ***TERRORISM SANCTIONS***

6 ***SEC. 101. MANDATORY SANCTIONS WITH RESPECT TO FI-***  
7       ***NANCIAL INSTITUTIONS THAT ENGAGE IN***  
8       ***CERTAIN TRANSACTIONS ON BEHALF OF PER-***  
9       ***SONS INVOLVED IN HUMAN RIGHTS ABUSES***  
10       ***OR THAT EXPORT SENSITIVE TECHNOLOGY***  
11       ***TO IRAN.***

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

15           (1) *in subparagraph (D), by striking “or” at the*  
16 *end;*

17           (2) *in subparagraph (E), by striking the period*  
18 *at the end and inserting “; or”; and*

19           (3) *by adding at the end the following new sub-*  
20 *paragraph:*

21                   *“(F) facilitates a significant transaction or*  
22 *transactions or provides significant financial*  
23 *services for—*





1 *or has reason to know” and inserting “knows, has reason*  
2 *to know, or should have known”.*

3 *(b) IDENTIFICATION OF COUNTRIES OF CONCERN*  
4 *WITH RESPECT TO THE DIVERSION OF CERTAIN GOODS,*  
5 *SERVICES, AND TECHNOLOGIES TO OR THROUGH IRAN.—*  
6 *Section 302(b) of the Comprehensive Iran Sanctions, Ac-*  
7 *countability, and Divestment Act of 2010 (22 U.S.C.*  
8 *8542(b)) is amended—*

9 *(1) in paragraph (1), by striking “or” at the*  
10 *end;*

11 *(2) in paragraph (2), by striking the period at*  
12 *the end and inserting “; or”; and*

13 *(3) by adding at the end the following new para-*  
14 *graph:*

15 *“(3) that are—*

16 *“(A) items described in the Nuclear Sup-*  
17 *pliers Group Guidelines for the Export of Nu-*  
18 *clear Material, Equipment and Technology (pub-*  
19 *lished by the International Atomic Energy Agen-*  
20 *cy as Information Circular INFCIRC/254/Rev.*  
21 *3/Part 1, and subsequent revisions) and Guide-*  
22 *lines for Transfers of Nuclear-Related Dual-Use*  
23 *Equipment, Material, and Related Technology*  
24 *(published by the International Atomic Energy*

1           *Agency as Information Circular INFCIRC/254/*  
2           *Rev. 3/Part 2, and subsequent revisions);*

3           “(B) *items on the Missile Technology Con-*  
4           *trol Regime Equipment and Technology Annex*  
5           *of June 11, 1996, and subsequent revisions;*

6           “(C) *items and substances relating to bio-*  
7           *logical and chemical weapons the export of which*  
8           *is controlled by the Australia Group;*

9           “(D) *items on the Schedule One or Schedule*  
10           *Two list of toxic chemicals and precursors the ex-*  
11           *port of which is controlled pursuant to the Con-*  
12           *vention on the Prohibition of the Development,*  
13           *Production, Stockpiling and Use of Chemical*  
14           *Weapons and on Their Destruction; or*

15           “(E) *items on the Wassenaar Arrangement*  
16           *list of Dual Use Goods and Technologies and*  
17           *Munitions list of July 12, 1996, and subsequent*  
18           *revisions.”.*

19           *(c) DESTINATIONS OF DIVERSION CONCERN.—Section*  
20           *303(c) of the Comprehensive Iran Sanctions, Account-*  
21           *ability, and Divestment Act of 2010 (22 U.S.C. 8543(c))*  
22           *is amended—*

23           (1) *by striking “Not later than” and inserting*  
24           *the following:*

25           “(1) *IN GENERAL.—Not later than”; and*

1           (2) *by adding at the end the following new para-*  
2 *graph:*

3           “(2) *ADDITIONAL MEASURES.—The President*  
4 *may impose restrictions on United States foreign as-*  
5 *sistance or measures authorized under the Inter-*  
6 *national Emergency Economic Powers Act with re-*  
7 *spect to a country designated as a country of diver-*  
8 *sion concern if the President determines such restric-*  
9 *tions or measures would prevent the transfer of*  
10 *United States-origin goods, services, and technology to*  
11 *Iran.”.*

12          *(d) EFFECTIVE DATE.—The amendments made by this*  
13 *section take effect on the date of the enactment of this Act*  
14 *and apply with respect to countries identified in any up-*  
15 *date to the report that is required under section 302(c) of*  
16 *the Comprehensive Iran Sanctions, Accountability, and Di-*  
17 *vestment Act of 2010 and submitted to Congress on or after*  
18 *such date of enactment.*

19 **SEC. 103. DESIGNATION OF IRAN’S REVOLUTIONARY GUARD**  
20 **CORPS AS FOREIGN TERRORIST ORGANIZA-**  
21 **TION.**

22          *(a) IN GENERAL.—Subtitle A of title III of the Iran*  
23 *Threat Reduction and Syria Human Rights Act of 2012*  
24 *(22 U.S.C. 8741 et seq.) is amended—*

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

2           *and*

3           (2) *by inserting after section 303 the following*

4           *new section:*

5           **“SEC. 304. DESIGNATION OF IRAN’S REVOLUTIONARY**  
6                           **GUARD CORPS AS FOREIGN TERRORIST OR-**  
7                           **GANIZATION.**

8           “(a) *IN GENERAL.—Not later than 30 days after the*  
9           *date of the enactment of this section, the Secretary of State*  
10           *shall determine if Iran’s Revolutionary Guard Corps meets*  
11           *the criteria for designation as a foreign terrorist organiza-*  
12           *tion as set forth in section 219 of the Immigration and Na-*  
13           *tionality Act (8 U.S.C. 1189).*

14           “(b) *AFFIRMATIVE DETERMINATION.—If the Secretary*  
15           *of State determines under subsection (a) that Iran’s Revolu-*  
16           *tionary Guard Corps meets the criteria set forth under such*  
17           *section 219, the Secretary shall designate Iran’s Revolu-*  
18           *tionary Guard Corps as a foreign terrorist organization*  
19           *under such section 219.*

20           “(c) *NEGATIVE DETERMINATION.—*

21                   “(1) *IN GENERAL.—If the Secretary of State de-*  
22           *termines under subsection (a) that Iran’s Revolu-*  
23           *tionary Guard Corps does not meet the criteria set*  
24           *forth under such section 219, the Secretary shall sub-*  
25           *mit to the committees of Congress specified in sub-*

1        *section (e) a report that contains a detailed justifica-*  
2        *tion as to which criteria have not been met.*

3            *“(2) FORM.—The report required under para-*  
4        *graph (1) shall be submitted in unclassified form, but*  
5        *may contain a classified annex, if necessary.*

6            *“(d) APPLICABILITY OF SANCTIONS TO QUDS*  
7        *FORCE.—The sanctions applied to any entity designated as*  
8        *a foreign terrorist organization as set forth in such section*  
9        *219 shall be applied to the Iran’s Revolutionary Guard*  
10       *Corps Quds Force.*

11          *“(e) COMMITTEES OF CONGRESS SPECIFIED.—The*  
12        *committees of Congress specified in this subsection are the*  
13        *following:*

14            *“(1) The Committee on Foreign Affairs, the*  
15        *Committee on the Judiciary, and the Committee on*  
16        *Homeland Security of the House of Representatives.*

17            *“(2) The Committee on Foreign Relations, the*  
18        *Committee on the Judiciary, and the Committee on*  
19        *Homeland Security and Governmental Affairs of the*  
20        *Senate.”.*

21          *(b) CLERICAL AMENDMENT.—The table of contents for*  
22        *the Iran Threat Reduction and Syria Human Rights Act*  
23        *of 2012 is amended by striking the item relating to section*  
24        *304 and inserting the following:*

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

*“Sec. 305. Rule of construction.”.*

1 **SEC. 104. IMPOSITION OF SANCTIONS ON CERTAIN PER-**  
2 **SONS RESPONSIBLE FOR OR COMPLICIT IN**  
3 **HUMAN RIGHTS ABUSES, ENGAGING IN CEN-**  
4 **SORSHIP, OR ENGAGING IN THE DIVERSION**  
5 **OF GOODS INTENDED FOR THE PEOPLE OF**  
6 **IRAN.**

7 (a) *FINDING AND SENSE OF CONGRESS.*—Section  
8 401(a) of the Iran Threat Reduction and Syria Human  
9 Rights Act of 2012 (Public Law 112–158; 126 Stat. 1251)  
10 is amended to read as follows:

11 “(a) *FINDING AND SENSE OF CONGRESS.*—

12 “(1) *FINDING.*—Congress finds that Iranian per-  
13 sons holding the following positions in the Govern-  
14 ment of Iran are ultimately responsible for and have  
15 and continue to knowingly order, control, direct and  
16 implement gross violations of the human rights of the  
17 Iranian people, the human rights of persons in other  
18 countries, censorship, and the diversion of food, medi-  
19 cine, medical devices, agricultural commodities and  
20 other goods intended for the Iranian people:

21 “(A) *The Supreme Leader of Iran.*

22 “(B) *The President of Iran.*

23 “(C) *Members of the Council of Guardians.*

24 “(D) *Members of the Expediency Council.*

25 “(E) *The Minister of Intelligence and Secu-*  
26 *rity.*

1           “(F) *The Commander of the Iran’s Revolu-*  
2           *tionary Guard Corps.*

3           “(G) *The Commander of the Basij-e-*  
4           *Mostaz’afin.*

5           “(H) *The Commander of Ansar-e-Hezbollah.*

6           “(I) *The Commander of the Quds Force.*

7           “(J) *The Commander in Chief of the Police*  
8           *Force.*

9           “(K) *Senior officials or key employees of an*  
10           *organization described in any of subparagraphs*  
11           *(C) through (J) or in the Atomic Energy Orga-*  
12           *nization of Iran, the Islamic Consultative Assem-*  
13           *bly of Iran, the Council of Ministers of Iran, the*  
14           *Assembly of Experts of Iran, the Ministry of De-*  
15           *fense and Armed Forces Logistics of Iran, the*  
16           *Ministry of Justice of Iran, the Ministry of Inte-*  
17           *rior of Iran, the prison system of Iran, or the ju-*  
18           *dicial system of Iran.*

19           “(2) *SENSE OF CONGRESS.—It is the sense of*  
20           *Congress that—*

21           “(A) *the President should include any Ira-*  
22           *nian person holding a position in the Govern-*  
23           *ment of Iran described in paragraph (1) on one*  
24           *or more of the lists of persons subject to sanctions*  
25           *pursuant to section 105(b), 105A(b), 105B(b), or*



1           *105C(b) of the Comprehensive Iran Sanctions,*  
2           *Accountability, and Divestment Act of 2010 (22*  
3           *U.S.C. 8514(b), 8514a(b), 8514b(b), or 8514c(b));*  
4           *and*

5                     *“(B) the President should impose sanctions*  
6           *on such Iranian person pursuant to section 105,*  
7           *105A, 105B, or 105C of such Act (as the case*  
8           *may be).”.*

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

13                     *(1) by redesignating subsection (b) as subsection*  
14          *(c); and*

15                     *(2) by inserting after subsection (a) the fol-*  
16          *lowing:*

17                     *“(b) ADDITIONAL FINDING AND SENSE OF CON-*  
18          *GRESS.—*

19                             *“(1) FINDING.—Congress finds that other senior*  
20          *officials of the Government of Iran, its agencies and*  
21          *instrumentalities, also have and continue to know-*  
22          *ingly order, control, direct, and implement gross vio-*  
23          *lations of the human rights of the Iranian people and*  
24          *the human rights of persons in other countries.*

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

3                   “(A) *the President should investigate viola-*  
4                   *tions of human rights described in paragraph (1)*  
5                   *to identify other senior officials of the Govern-*  
6                   *ment of Iran that also have or continue to know-*  
7                   *ingly order, control, direct, and implement gross*  
8                   *violations of human rights of the Iranian people*  
9                   *and the human rights of persons in other coun-*  
10                   *tries;*

11                   “(B) *the President should include any such*  
12                   *official on one or more of the lists of persons sub-*  
13                   *ject to sanctions pursuant to section 105(b),*  
14                   *105A(b), 105B(b), or 105C(b) of the Comprehen-*  
15                   *sive Iran Sanctions, Accountability, and Divest-*  
16                   *ment Act of 2010 (22 U.S.C. 8514(b), 8514a(b),*  
17                   *8514b(b), or 8514c(b)); and*

18                   “(C) *the President should impose sanctions*  
19                   *on any such official pursuant to section 105,*  
20                   *105A, 105B, or 105C of such Act (as the case*  
21                   *may be).”.*

22           (c) *REPORT.*—*Section 401(c)(1) of the Iran Threat Re-*  
23           *duction and Syria Human Rights Act of 2012 (Public Law*  
24           *112–158; 126 Stat. 1251), as redesignated by subsection (b)*  
25           *of this section, is amended—*

1           (1) *by striking “Not later than” and inserting*  
2 *the following:*

3                   “(A) *IN GENERAL.—Not later than*”;

4           (2) *by striking “this Act” and inserting “the Nu-*  
5 *clear Iran Prevention Act of 2013, and annually*  
6 *thereafter for 3 years*”;

7           (3) *by striking “otherwise directing the commis-*  
8 *sion of” and inserting “otherwise directing—*

9                   “(i) *the commission of*”;

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

11                   “(ii)  *censorship or related activities*  
12  *with respect to Iran; or*

13                   “(iii)  *the diversion of goods, food, med-*  
14  *icine, medical devices, and agricultural*  
15  *commodities, intended for the people of*  
16  *Iran.*”;

17          (5) *by striking “For any such person” and in-*  
18 *serting the following:*

19                   “(B)  *REQUIREMENT RELATING TO PERSONS*  
20  *NOT INCLUDED.—For any such person*”;

21          (6) *by adding at the end the following new sub-*  
22 *paragraph:*

23                   “(C)  *REQUIREMENT RELATING TO FINAN-*  
24  *CIAL NET WORTH.—For each such person de-*  
25 *scribed in subparagraph (A) and each such per-*

1           son described in subparagraph (B), the Secretary  
2           of State shall include in the report a description  
3           of the estimated net worth of the person.”.

4           (d) *CONFORMING AMENDMENT.*—The heading for sec-  
5           tion 401 of the Iran Threat Reduction and Syria Human  
6           Rights Act of 2012 (Public Law 112–158; 126 Stat. 1251)  
7           is amended by striking “**COMMITTED AGAINST**” and all  
8           that follows and inserting “, **ENGAGING IN CENSOR-**  
9           **SHIP, OR ENGAGING IN THE DIVERSION OF GOODS**  
10          **INTENDED FOR THE PEOPLE OF IRAN.**”.

11          (e) *CLERICAL AMENDMENT.*—The table of contents for  
12          the Iran Threat Reduction and Syria Human Rights Act  
13          of 2012 is amended by striking the item relating to section  
14          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.”.

15          **SEC. 105. SENSE OF CONGRESS ON ELECTIONS IN IRAN.**

16          (a) *FINDINGS.*—Congress makes the following findings:

17               (1) *The Iranian people are systematically denied*  
18               *free, fair, and credible elections by the Government of*  
19               *the Islamic Republic of Iran.*

20               (2) *The unelected and unaccountable Guardian*  
21               *Council disqualifies hundreds of qualified candidates,*  
22               *including women and most religious minorities, while*  
23               *the regime intimidates others into staying out of elec-*  
24               *tions completely.*

1           (3) *Voting inconsistencies, including an absence*  
2 *of international observers, and fraud are common-*  
3 *place.*

4           (4) *The 2009 presidential elections proved that*  
5 *the regime will engage in large scale vote-rigging to*  
6 *ensure a specific result.*

7           (5) *The Iranian regime combines electoral ma-*  
8 *nipulation with the ruthless suppression of dissent.*  
9 *Following the 2009 elections, peaceful demonstrators*  
10 *were met with violence by the regime’s security appa-*  
11 *ratus, including arbitrary detentions, beatings,*  
12 *kidnappings, rapes, and murders.*

13           (6) *The electoral manipulation and human*  
14 *rights violations are in violation of the Government*  
15 *of Iran’s agreed to obligations under the United Na-*  
16 *tions International Covenant on Civil and Political*  
17 *Rights.*

18           (b) *SENSE OF CONGRESS.—It is the sense of the Con-*  
19 *gress that—*

20           (1) *the Iranian people are deprived by their gov-*  
21 *ernment of free, fair, and credible elections;*

22           (2) *the United States should support freedom,*  
23 *human rights, civil liberties, and the rule of law in*  
24 *Iran, and elections that are free and fair, meet inter-*  
25 *national standards, and allow independent inter-*

1        *national and domestic electoral observers unrestricted*  
2        *access to polling and counting stations; and*

3                *(3) the United States should support the people*  
4        *of Iran in their peaceful calls for a representative and*  
5        *responsive democratic government that respects*  
6        *human rights, civil liberties, and the rule of law.*

7        **SEC. 106. SENSE OF CONGRESS ON DESIGNATION OF A SPE-**  
8                        **CIAL COORDINATOR FOR ADVANCING HUMAN**  
9                        **RIGHTS AND POLITICAL PARTICIPATION FOR**  
10                      **WOMEN IN IRAN.**

11        *It is the sense of Congress that the Secretary of State*  
12        *should designate a Special Coordinator position in the Bu-*  
13        *reau of Near Eastern Affairs whose primary function is to*  
14        *facilitate cooperation across departments for the purpose of*  
15        *advancing human rights and political participation for*  
16        *women in Iran, as well as to prepare evidence and informa-*  
17        *tion to be used in identifying Iranian officials for designa-*  
18        *tion as human rights violators for their involvement in vio-*  
19        *lating the human rights of women in Iran.*

1           **TITLE II—ECONOMIC AND**  
2           **FINANCIAL SANCTIONS**  
3           **Subtitle A—Amendments to Iran**  
4           **Sanctions Act of 1996**

5   **SEC. 201. IMPOSITION OF SANCTIONS RELATING TO TRANS-**  
6           **PORTATION OF CRUDE OIL FROM IRAN AND**  
7           **CERTAIN IMPORTS AND EXPORTS TO AND**  
8           **FROM IRAN.**

9           (a) *IN GENERAL.*—Section 5(a)(7)(A) of the Iran  
10 *Sanctions Act of 1996 (Public Law 104–172; 50 U.S.C.*  
11 *1701 note) is amended—*

12           (1) *in clause (i)—*

13           (A) *by striking “a vessel that, on or after”*  
14 *and inserting the following: “a vessel that—*

15                           *“(I) on or after”; and*

16           (B) *by striking “and” at the end and in-*  
17 *serting “or”; and*

18           (C) *by adding at the end the following:*

19                           *“(II)(aa) knowingly transports to*  
20 *or from Iran any good if the importa-*  
21 *tion to Iran or exportation from Iran,*  
22 *as the case may be, of that good is sub-*  
23 *ject to sanctions under this Act; or*

1                   “(bb) knowingly engages in a ves-  
2                   sel-to-vessel transfer of crude oil trans-  
3                   ported from Iran;”;

4                   (2) in clause (ii), by striking the period at the  
5                   end and inserting “; or”; and

6                   (3) by adding at the end the following new  
7                   clause:

8                   “(iii) the person is a person who know-  
9                   ingly sells, leases, or otherwise facilitates the  
10                  transfer of ownership of a vessel to the Gov-  
11                  ernment of Iran, or any agencies or affili-  
12                  ates thereof, for the purpose of transpor-  
13                  tation of crude oil from Iran to another  
14                  country.”.

15                  (b) *CONFORMING AMENDMENT.*—Section 5(a)(7) of the  
16 *Iran Sanctions Act of 1996 (Public Law 104–172; 50*  
17 *U.S.C. 1701 note)* is amended in the paragraph heading  
18 *by striking “FROM IRAN” and inserting “FROM IRAN AND*  
19 *CERTAIN IMPORTS AND EXPORTS TO AND FROM IRAN”.*

20                  (c) *EFFECTIVE DATE.*—The amendments made by sub-  
21 *section (a) apply with respect to actions described in sub-*  
22 *clause (II) of section 5(a)(7)(A)(i) of the Iran Sanctions*  
23 *Act of 1996 (as added by such subsection) and actions de-*  
24 *scribed in clause (iii) of section 5(a)(7)(A) of the Iran Sanc-*  
25 *tions Act of 1996 (as added by such subsection), as the case*



1 *may be, that occur on or after the date that is 90 days*  
2 *after the date of the enactment of this Act.*

3 **SEC. 202. TRANSFER TO IRAN OF GOODS, SERVICES, OR**  
4 **TECHNOLOGY THAT WOULD MATERIALLY**  
5 **CONTRIBUTE TO IRAN'S ABILITY TO MINE OR**  
6 **MILL URANIUM.**

7 *(a) IN GENERAL.—Section 5(b)(2) of the Iran Sanc-*  
8 *tions Act of 1996 (Public Law 104–172; 50 U.S.C. 1701*  
9 *note) is amended by adding at the end the following new*  
10 *subparagraph:*

11 *“(C) TRANSFER TO IRAN OF GOODS, SERV-*  
12 *ICES, OR TECHNOLOGY THAT CAN BE USED FOR*  
13 *MINING OR MILLING OF URANIUM.—Except as*  
14 *provided in subsection (f), the President shall*  
15 *impose 5 or more of the sanctions described in*  
16 *section 6(a) with respect to a person if the Presi-*  
17 *dent determines that the person knowingly trans-*  
18 *ferred, on or after the date of the enactment of*  
19 *the Nuclear Iran Prevention Act of 2013, to Iran*  
20 *goods, services, or technology that would materi-*  
21 *ally contribute to Iran's ability to mine or mill*  
22 *uranium.”.*

23 *(b) CONFORMING AMENDMENT.—Section 5(b) of such*  
24 *Act is amended in the heading for paragraph (2) by adding*

1 *at the end before the period the following: “AND OTHER RE-*  
2 *LATED ACTIVITIES”.*

3 **SEC. 203. REPEAL OF WAIVER OF SANCTIONS RELATING TO**  
4 **DEVELOPMENT OF WEAPONS OF MASS DE-**  
5 **STRUCTION OR OTHER MILITARY CAPABILI-**  
6 **TIES.**

7 *Section 9(c)(1) of the Iran Sanctions Act of 1996 (Pub-*  
8 *lic Law 104–172; 50 U.S.C. 1701 note) is amended—*

9 *(1) by striking subparagraph (B);*

10 *(2) by redesignating subparagraph (C) as sub-*  
11 *paragraph (B); and*

12 *(3) in subparagraph (B) (as redesignated by*  
13 *paragraph (2) of this section)—*

14 *(A) by striking “or (B)” each place it ap-*  
15 *pears; and*

16 *(B) by striking “, as applicable”.*

1 ***Subtitle B—Amendments to Com-***  
2 ***prehensive Iran Sanctions, Ac-***  
3 ***countability, and Divestment Act***  
4 ***of 2010 and Iran Threat Reduc-***  
5 ***tion and Syria Human Rights***  
6 ***Act of 2012***

7 ***SEC. 211. MODIFICATIONS TO PROHIBITION ON PROCURE-***  
8 ***MENT CONTRACTS WITH PERSONS THAT EX-***  
9 ***PORT SENSITIVE TECHNOLOGY TO IRAN.***

10 *(a) APPLICATION TO OWNERS AND SUBSIDIARIES.—*

11 *Subsection (a) of section 106 of the Comprehensive Iran*  
12 *Sanctions, Accountability, and Divestment Act of 2010*  
13 *(Public Law 111–195; 22 U.S.C. 8515) is amended—*

14 *(1) by striking “goods or services with a person”*  
15 *and inserting the following: “goods or services—*

16 *“(1) with a person”;*

17 *(2) in paragraph (1), as added by paragraph (1)*  
18 *of this subsection, by striking the period at the end*  
19 *and inserting and inserting “; or”; and*

20 *(3) by adding at the end the following new para-*  
21 *graph:*

22 *“(2) with respect to a person acting on behalf of*  
23 *or at the direction of, or owned or controlled by, a*  
24 *person described in paragraph (1) or a person who*

1       owns or controls a person described in paragraph  
2       (1).”.

3       (b) *SENSITIVE TECHNOLOGY DEFINED.*—Subsection  
4       (c)(1) of such section is amended by striking “is to be used  
5       specifically” and inserting “has been designed or specifi-  
6       cally modified”.

7       (c) *PRESIDENTIAL DETERMINATION AND IMPOSITION*  
8       *OF ADDITIONAL SANCTIONS.*—Such section, as so amended,  
9       is further amended by adding at the end the following new  
10      subsection:

11       “(e) *PRESIDENTIAL DETERMINATION AND IMPOSITION*  
12      *OF ADDITIONAL SANCTIONS.*—The President shall impose  
13      5 or more of the sanctions described in section 6(a) of the  
14      Iran Sanctions Act of 1996 (Public Law 104–172; 50  
15      U.S.C. 1701 note) with respect to—

16             “(1) a person if the President determines that  
17             the person knowingly exports sensitive technology to  
18             Iran; or

19             “(2) a person acting on behalf of or at the direc-  
20             tion of, or owned or controlled by, a person described  
21             in paragraph (1) or a person who owns or controls  
22             a person described in paragraph (1).”.

23       (d) *CONFORMING AMENDMENT.*—The heading of such  
24      section is amended by inserting “**AND IMPOSITION OF**  
25      **SANCTIONS AGAINST**” after “**WITH**”.

1           (e) *CLERICAL AMENDMENT.*—*The table of contents for*  
 2 *the Comprehensive Iran Sanctions, Accountability, and Di-*  
 3 *vestment Act of 2010 is amended by striking the item relat-*  
 4 *ing to section 106 and inserting the following:*

*“Sec. 106. Prohibition on procurement contracts with and imposition of sanctions against persons that export sensitive technology to Iran.”.*

5           (f) *EFFECTIVE DATE.*—*The amendments made by this*  
 6 *section take effect on the date of the enactment of this Act*  
 7 *and apply with respect to exports of sensitive technology*  
 8 *to Iran that occur on or after such date of enactment.*

9   **SEC. 212. AUTHORITY OF STATE AND LOCAL GOVERNMENTS**  
 10                           **TO AVOID EXPOSURE TO SANCTIONED PER-**  
 11                           **SONS AND SECTORS.**

12           (a) *IN GENERAL.*—*Section 202 of the Comprehensive*  
 13 *Iran Sanctions, Accountability, and Divestment Act of*  
 14 *2010 (22 U.S.C. 8532) is amended by striking subsections*  
 15 *(a), (b), and (c) and inserting the following:*

16           “(a) *SENSE OF CONGRESS.*—*It is the sense of Congress*  
 17 *that the United States should support the decision of any*  
 18 *State or local government to divest from or prohibit the in-*  
 19 *vestment of assets of the State or local government, to pro-*  
 20 *hibit the issuance of licenses to conduct business in the State*  
 21 *or locality to, and to impose disclosure and transparency*  
 22 *requirements on, a person that invests in or conducts trans-*  
 23 *actions for or with a person or sector subject to sanctions*  
 24 *with respect to Iran.*

1       “(b) *AUTHORITY.*—Notwithstanding any other provi-  
2       sion of law, a State or local government may adopt and  
3       enforce measures that meet the requirements of subsection  
4       (d)—

5               “(1) to divest the assets of the State or local gov-  
6       ernment from a person described in subsection (c);

7               “(2) to prohibit investment of the assets of the  
8       State or local government in any such person;

9               “(3) to prohibit the issuance of licenses to con-  
10       duct business in the State or locality to any such per-  
11       son; or

12               “(4) to impose disclosure and transparency re-  
13       quirements on any such person.

14       “(c) *PERSONS DESCRIBED.*—A person described in  
15       this subsection is a person that invests in or engages in  
16       any transaction with or for any person engaged in any ac-  
17       tivity for which sanctions may be imposed under any provi-  
18       sion of Federal law imposing sanctions with respect to  
19       Iran.”.

20       (b) *CONFORMING AMENDMENTS.*—Section 202 of the  
21       Comprehensive Iran Sanctions, Accountability, and Divest-  
22       ment Act of 2010 (22 U.S.C. 8532) is amended—

23               (1) in subsection (d)(4), by striking “engages in  
24       investment activities in Iran described in subsection

1       (c)” and inserting “is a person described in sub-  
2       section (c)”;

3               (2) in subsection (f), by striking “or (i)” and in-  
4       serting “or (g)”;

5               (3) by striking subsections (g) and (h) and by re-  
6       designating subsections (i) and (j) as subsections (g)  
7       and (h), respectively; and

8               (4) in paragraph (1) of subsection (g), as reded-  
9       signed by paragraph (3), by striking “(determined  
10       without regard to subsection (c))”.

11       (c) *EFFECTIVE DATE.*—The amendments made by this  
12       section apply to measures adopted by State and local gov-  
13       ernments on or after the date of the enactment of this Act.

14       **SEC. 213. SENSE OF CONGRESS REGARDING THE EURO-**  
15       **PEAN CENTRAL BANK.**

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

17               (1) *The Government of Iran, its agencies and in-*  
18       *strumentalities, continue to have access to, and uti-*  
19       *lize, euro-denominated transactions, including for*  
20       *goods and services that are subject to sanctions im-*  
21       *posed by the United States, the European Union and*  
22       *its member states and by the United Nations.*

23               (2) *The Guidelines of the European Central*  
24       *Bank (Article 39(1)) states that: “Participants shall*  
25       *be deemed to be aware of, and shall comply with, all*

1        *obligations on them relating to legislation on data*  
2        *protection, prevention of money laundering and the*  
3        *financing of terrorism, proliferation-sensitive nuclear*  
4        *activities and the development of nuclear weapons de-*  
5        *livery systems, in particular in terms of imple-*  
6        *menting appropriate measures concerning any pay-*  
7        *ments debited or credited on their PM accounts.”*

8                *(3) United States and European convergence*  
9        *with respect to United States sanctions efforts toward*  
10        *the Government of Iran is a vital component of*  
11        *United States policy aimed at preventing the Govern-*  
12        *ment of Iran from acquiring a nuclear weapons capa-*  
13        *bility.*

14        *(b) SENSE OF CONGRESS.—It is the sense of Congress*  
15        *that the President should continue to closely coordinate and*  
16        *cooperate with the European Union and its member states*  
17        *to restrict access to and use of the euro currency by the*  
18        *Government of Iran, its agencies and instrumentalities, for*  
19        *transactions with the exception of food, medicine, medical*  
20        *devices, and agricultural commodities.*

21        **SEC. 214. IMPOSITION OF SANCTIONS WITH RESPECT TO**  
22                        **CERTAIN TRANSACTIONS IN FOREIGN CUR-**  
23                        **RENCIES.**

24        *(a) IMPOSITION OF SANCTIONS.—Subtitle B of title II*  
25        *of the Iran Threat Reduction and Syria Human Rights Act*



1 of 2012 (22 U.S.C. 8721 et seq.) is amended by inserting  
2 after section 220 the following:

3 **“SEC. 220A. IMPOSITION OF SANCTIONS WITH RESPECT TO**  
4 **CERTAIN TRANSACTIONS IN FOREIGN CUR-**  
5 **RENCIES.**

6 “(a) *IN GENERAL.*—*The President—*

7 “(1) shall prohibit the opening, and prohibit or  
8 impose strict conditions on the maintaining, in the  
9 United States of a correspondent account or a pay-  
10 able-through account by a foreign financial institu-  
11 tion that is a person described in subsection (b); and

12 “(2) may impose sanctions pursuant to the  
13 *International Emergency Economic Powers Act* (50  
14 *U.S.C. 1701 et seq.*) with respect to any other person  
15 described in subsection (b).

16 “(b) *PERSON DESCRIBED.*—*A person described in this*  
17 *subsection is a person the President determines has—*

18 “(1) knowingly conducted or facilitated a signifi-  
19 cant transaction involving the currency of a country  
20 other than the country in which the person is oper-  
21 ating at the time of the transaction with, for, or on  
22 behalf of—

23 “(A) the Central Bank of Iran or another  
24 Iranian financial institution designated by the  
25 Secretary of the Treasury for the imposition of

1           *sanctions pursuant to the International Emer-*  
2           *gency Economic Powers Act (50 U.S.C. 1701 et*  
3           *seq.); or*

4           *“(B) a person described in section*  
5           *1244(c)(2) of the Iran Freedom and Counter-*  
6           *Proliferation Act (22 U.S.C. 8803(c)(2)) (other*  
7           *than a person described in subparagraph (C)(iii)*  
8           *of that section); or*

9           *“(2) knowingly conducted or facilitated a signifi-*  
10          *cant transaction by another person involving the cur-*  
11          *rency of a country other than the country in which*  
12          *that other person is operating at the time of the*  
13          *transaction, with, for, or on behalf of a person de-*  
14          *scribed in subparagraph (A) or (B) of paragraph (1).*

15          *“(c) WAIVER.—*

16          *“(1) IN GENERAL.—The President may waive the*  
17          *application of subsection (a) with respect to a person*  
18          *for a period of not more than 180 days, and may*  
19          *renew that waiver for additional periods of not more*  
20          *than 180 days, if the President—*

21                  *“(A) determines that the waiver is vital to*  
22                  *the national security of the United States; and*

23                  *“(B) not less than 7 days before the waiver*  
24                  *or the renewal of the waiver, as the case may be,*  
25                  *takes effect, submits a report to the appropriate*

1           *congressional committees on the waiver and the*  
2           *reason for the waiver.*

3           “(2) *FORM OF REPORT.*—*Each report submitted*  
4           *under paragraph (1)(B) shall be submitted in unclas-*  
5           *sified form but may include a classified annex.*

6           “(d) *RULE OF CONSTRUCTION.*—*Nothing in this sec-*  
7           *tion shall be construed to prohibit any person from, or au-*  
8           *thorize or require the imposition of sanctions with respect*  
9           *to any person for, conducting or facilitating any trans-*  
10          *action in the currency of the country in which the person*  
11          *is operating at the time of the transaction for the sale of*  
12          *agricultural commodities, food, medicine, or medical de-*  
13          *vices.*

14          “(e) *DEFINITIONS.*—*In this section:*

15                 “(1) *ACCOUNT; CORRESPONDENT ACCOUNT; PAY-*  
16                 *ABLE-THROUGH ACCOUNT.*—*The terms ‘account’, ‘cor-*  
17                 *respondent account’, and ‘payable-through account’*  
18                 *have the meanings given those terms in section 5318A*  
19                 *of title 31, United States Code.*

20                 “(2) *AGRICULTURAL COMMODITY.*—*The term ‘ag-*  
21                 *ricultural commodity’ has the meaning given that*  
22                 *term in section 102 of the Agricultural Trade Act of*  
23                 *1978 (7 U.S.C. 5602).*

24                 “(3) *FOREIGN FINANCIAL INSTITUTION.*—*The*  
25                 *term ‘foreign financial institution’ has the meaning*

1 *given that term in section 561.308 of title 31, Code*  
2 *of Federal Regulations (or any corresponding similar*  
3 *regulation or ruling).*

4 “(4) *IRANIAN FINANCIAL INSTITUTION.*—*The*  
5 *term ‘Iranian financial institution’ has the meaning*  
6 *given that term in section 104A(d) of the Comprehen-*  
7 *sive Iran Sanctions, Accountability, and Divestment*  
8 *Act of 2010 (22 U.S.C. 8513b(d)).*

9 “(5) *MEDICAL DEVICE.*—*The term ‘medical de-*  
10 *vice’ has the meaning given the term ‘device’ in sec-*  
11 *tion 201 of the Federal Food, Drug, and Cosmetic Act*  
12 *(21 U.S.C. 321).*

13 “(6) *MEDICINE.*—*The term ‘medicine’ has the*  
14 *meaning given the term ‘drug’ in section 201 of the*  
15 *Federal Food, Drug, and Cosmetic Act (21 U.S.C.*  
16 *321).*

17 “(7) *TRANSACTION.*—*The term ‘transaction’ in-*  
18 *cludes a foreign exchange swap, a foreign exchange*  
19 *forward, and any other type of similar currency ex-*  
20 *change or conversion or similar derivative instru-*  
21 *ment.”.*

22 (b) *CONFORMING AMENDMENTS.*—

23 (1) *IMPLEMENTATION.*—*Section 601(a)(1) of the*  
24 *Iran Threat Reduction and Syria Human Rights Act*



1 **“SEC. 225. SANCTIONS WITH RESPECT TO CERTAIN TRANS-**  
2 **ACTIONS WITH IRAN.**

3 *“(a) AUTHORIZATION OF SANCTIONS.—*

4 *“(1) IN GENERAL.—Except as specifically pro-*  
5 *vided in this section, the President may impose sanc-*  
6 *tions pursuant to the International Emergency Eco-*  
7 *nomie Powers Act (50 U.S.C. 1701 et seq.) on a for-*  
8 *oreign person that the President determines has, on or*  
9 *after the date that is 60 days after the date of the en-*  
10 *actment of the Nuclear Iran Prevention Act of 2013,*  
11 *knowingly conducted or facilitated a significant fi-*  
12 *nancial transaction with the Central Bank of Iran or*  
13 *other Iranian financial institution that has been des-*  
14 *ignated by the Secretary of the Treasury for the impo-*  
15 *sition of sanctions pursuant to the International*  
16 *Emergency Economic Powers Act, for—*

17 *“(A) the purchase of goods or services by a*  
18 *person in Iran or on behalf of a person in Iran;*  
19 *or*

20 *“(B) the purchase of goods or services from*  
21 *a person in Iran or on behalf of a person in*  
22 *Iran.*

23 *“(2) RULE OF CONSTRUCTION.—Nothing in this*  
24 *section shall be construed to affect the imposition of*  
25 *sanctions with respect to a financial transaction for*  
26 *the purchase of petroleum or petroleum products from*

1 *Iran under section 1245 of the National Defense Au-*  
2 *thorization Act for Fiscal Year 2012 (Public Law*  
3 *112–81; 125 Stat. 1648).*

4 “(b) *EXCEPTION FOR OVERALL REDUCTIONS OF EX-*  
5 *PORTS TO AND IMPORTS FROM IRAN.—*

6 “(1) *IN GENERAL.—The President is authorized*  
7 *not to impose sanctions under subsection (a) on a for-*  
8 *foreign person if the President determines and submits*  
9 *to the appropriate congressional committees a report*  
10 *that contains a determination of the President that*  
11 *the country with primary jurisdiction over the foreign*  
12 *person has, during the time period described in para-*  
13 *graph (2), significantly reduced the value and volume*  
14 *of imports and exports of goods (other than petroleum*  
15 *or petroleum products) and services between such*  
16 *country and Iran.*

17 “(2) *TIME PERIOD DESCRIBED.—The time pe-*  
18 *riod referred to in paragraph (1) is the 60-day period*  
19 *ending on the date on which the President makes the*  
20 *determination under paragraph (1) as compared to*  
21 *the immediately preceding 60-day period.*

22 “(c) *EXCEPTION FOR SALES OF AGRICULTURAL COM-*  
23 *MODITIES, FOOD, MEDICINE AND MEDICAL DEVICES.—The*  
24 *President may not impose sanctions under subsection (a)*  
25 *on a foreign person with respect to a transaction for the*

1 *sale of agricultural commodities, food, medicine or medical*  
 2 *devices to Iran.*

3 “(d) *DEFINITIONS.—In this section:*

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

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

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

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

17 ***Subtitle C—Other Matters***

18 ***SEC. 221. IMPOSITION OF SANCTIONS WITH RESPECT TO***  
 19 ***THE CENTRAL BANK OF IRAN AND OTHER***  
 20 ***IRANIAN FINANCIAL INSTITUTIONS.***

21 (a) *EXCEPTION TO APPLICABILITY OF SANCTIONS*  
 22 *WITH RESPECT TO PETROLEUM TRANSACTIONS.—Section*  
 23 *1245(d)(4)(D)(i)(I) of the National Defense Authorization*  
 24 *Act for Fiscal Year 2012 (Public Law 112–81; 125 Stat.*  
 25 *1648; 22 U.S.C. 8513a(d)(4)(D)(i)(I)) is amended—*



1           (1) *by striking “reduced reduced” and inserting*  
2           *“reduced”;*

3           (2) *by inserting “value and” before “volume”;*

4           (3) *by inserting “or of Iranian origin” after*  
5           *“from Iran”; and*

6           (4) *by adding at the end before the semicolon the*  
7           *following: “, and the President certifies in writing to*  
8           *Congress that the President has based such determina-*  
9           *tion on accurate information on that country’s total*  
10           *purchases of crude oil from Iran or of Iranian ori-*  
11           *gin”.*

12           (b) *FINANCIAL TRANSACTIONS DESCRIBED.—Section*  
13           *1245(d)(4)(D)(ii)(II) of the National Defense Authorization*  
14           *Act for Fiscal Year 2012 (Public Law 112–81; 125 Stat.*  
15           *1648) is amended—*

16           (1) *by striking “(II)” and inserting “(II)(aa)”;*

17           (2) *in item (aa) (as designated by paragraph (1)*  
18           *of this subsection), by striking the period at the end*  
19           *and inserting “; and”;* and

20           (3) *by adding at the end the following new item:*

21                               *“(bb) the foreign financial institu-*  
22                               *tion holding the account described in*  
23                               *item (aa) does not knowingly facilitate*  
24                               *any significant financial transfers for,*  
25                               *with, or on behalf of the Government of*

1                    *Iran, unless the transaction is excepted*  
2                    *from sanctions under paragraph (2) or*  
3                    *is a transaction described in subclause*  
4                    *(I) and item (aa).”.*

5            *(c) STRATEGY TO REDUCE CRUDE OIL PURCHASES*  
6 *FROM IRAN OR OF IRANIAN ORIGIN.—*

7                    *(1) STATEMENT OF POLICY.—It is the policy of*  
8                    *the United States to seek to ensure that countries that*  
9                    *have received an exception under subparagraph*  
10                   *(D)(i)(I) of section 1245(d)(4) of the National Defense*  
11                   *Authorization Act for Fiscal Year 2012 (Public Law*  
12                   *112–81; 125 Stat. 1648) shall reduce their crude oil*  
13                   *purchases from Iran or of Iranian origin so that the*  
14                   *aggregate amount of such purchases is reduced by not*  
15                   *less than an average of 1,000,000 barrels of crude oil*  
16                   *per day by the end of the 1-year period beginning on*  
17                   *the date of submission of the strategy described in*  
18                   *subparagraph (E)(i) of such section (as added by*  
19                   *paragraph (2) of this subsection).*

20                   *(2) AMENDMENT.—Section 1245(d)(4) of the Na-*  
21                   *tional Defense Authorization Act for Fiscal Year 2012*  
22                   *(Public Law 112–81; 125 Stat. 1648) is amended by*  
23                   *adding at the end the following new subparagraph:*

1           “(E) *STRATEGY TO REDUCE CRUDE OIL*  
2           *PURCHASES FROM IRAN OR OF IRANIAN ORI-*  
3           *GIN.—*

4                   “(i) *IN GENERAL.—Not later than 30*  
5                   *days after the date of the enactment of the*  
6                   *Nuclear Iran Prevention Act of 2013, the*  
7                   *President shall make a determination, based*  
8                   *on the information contained in the most*  
9                   *recent report required under subparagraph*  
10                   *(A), of whether each country that received*  
11                   *an exception under subparagraph (D)(i)(I)*  
12                   *before such date of enactment is able to re-*  
13                   *duce its crude oil purchases from Iran or of*  
14                   *Iranian origin so that the aggregate amount*  
15                   *of such purchases is reduced by not less*  
16                   *than an average of 1,000,000 barrels of*  
17                   *crude oil per day by the end of the 1-year*  
18                   *period beginning on the date of submission*  
19                   *of the strategy described in clause (ii). If the*  
20                   *President makes an initial determination*  
21                   *under this clause that the requirements of*  
22                   *this clause cannot be met, then the Presi-*  
23                   *dent shall continue to make a determination*  
24                   *under this clause every 90 days thereafter*

1           *as to whether or not the requirements of this*  
2           *clause can be met.*

3           “(ii) *STRATEGY.*—*If the President de-*  
4           *termines that the requirements of clause (i)*  
5           *can be met, then not later than 60 days*  
6           *after the date of such affirmative determina-*  
7           *tion, the President shall develop and submit*  
8           *to the appropriate congressional committees*  
9           *a strategy to seek to ensure that the require-*  
10           *ments of clause (i) are met by the end of the*  
11           *1-year period beginning on such date of*  
12           *submission.*

13           “(iii) *FUTURE EXCEPTIONS.*—

14           “(I) *AFFIRMATIVE DETERMINA-*  
15           *TION.*—*If the President determines that*  
16           *the strategy described in clause (ii)*  
17           *was achieved, then each country de-*  
18           *scribed in clause (i) shall be eligible to*  
19           *receive one or more further exceptions*  
20           *under subparagraph (D)(i)(I) in ac-*  
21           *cordance with the provisions of such*  
22           *subparagraph.*

23           “(II) *NEGATIVE DETERMINA-*  
24           *TION.*—*Except as provided in sub-*  
25           *clause (III), if the President determines*

1           *that the strategy described in clause*  
2           *(ii) was not achieved, then each coun-*  
3           *try described in clause (i) shall be in-*  
4           *eligible to receive any further exception*  
5           *under subparagraph (D)(i)(I) in ac-*  
6           *cordance with the provisions of such*  
7           *subparagraph.*

8           “(III) *EXCEPTION.*—

9           “(aa) *IN GENERAL.*—Sub-  
10          *clause (II) shall not apply with*  
11          *respect to a country described in*  
12          *clause (i) if the country—*

13                  “(AA) *dramatically re-*  
14                  *duced its crude oil purchases*  
15                  *from Iran or of Iranian ori-*  
16                  *gin during the 1-year period*  
17                  *described in clause (ii); and*

18                  “(BB) *has committed*  
19                  *itself to continue to reduce its*  
20                  *crude oil purchases from*  
21                  *Iran or of Iranian origin to*  
22                  *a de minimis level.*

23                  “(bb) *DATA.*—*The President*  
24                  *shall submit to the appropriate*  
25                  *congressional committees all data*

1                   used to make a determination  
2                   under item (aa) not later than 15  
3                   days before issuing an exception  
4                   under item (aa).

5                   “(iv) *APPROPRIATE CONGRESSIONAL*  
6                   *COMMITTEES.*—*In this subparagraph, the*  
7                   *term ‘appropriate congressional committees’*  
8                   *means—*

9                   “(I) *the Committee on Foreign Af-*  
10                  *fairs and the Committee on Financial*  
11                  *Services of the House of Representa-*  
12                  *tives; and*

13                  “(II) *the Committee on Foreign*  
14                  *Relations and the Committee on Bank-*  
15                  *ing, Housing, and Urban Affairs of the*  
16                  *Senate.”.*

17                  (d) *DEFINITION OF CRUDE OIL.*—*Section*  
18                  *1245(d)(4)(D) of the National Defense Authorization Act for*  
19                  *Fiscal Year 2012 (22 U.S.C. 8513a(d)(4)(D)) is amended*  
20                  *by adding at the end the following new clause:*

21                  “(iii) *CRUDE OIL.*—*In this subpara-*  
22                  *graph, the term ‘crude oil’ includes unfin-*  
23                  *ished oils, liquefied petroleum gases, dis-*  
24                  *tillate fuel oil, and residual fuel oil.”.*

1           (e) *WAIVER.*—Section 1245(d)(5)(A) of the National  
2 *Defense Authorization Act for Fiscal Year 2012 (22 U.S.C.*  
3 *8513a(d)(5)(A)) is amended by striking “in the national”*  
4 *and inserting “vital to the national”.*

5           (f) *DEFINITIONS OF “SIGNIFICANT REDUCTION”.*—  
6 *Section 1245(h)(3) of the National Defense Authorization*  
7 *Act for Fiscal Year 2012 (22 U.S.C. 8513a(h)(3)) is amend-*  
8 *ed—*

9                   (1) *by striking “price or volume” and inserting*  
10 *“price and volume”; and*

11                   (2) *by adding at the end before the period the fol-*  
12 *lowing: “and at least a pro rata amount totaling, in*  
13 *the aggregate, not less than an average of 1,000,000*  
14 *barrels of crude oil per day by the end of the 1-year*  
15 *period beginning on the date of submission of the*  
16 *strategy described in subsection (d)(4)(E)(ii)”.*

17           (g) *EFFECTIVE DATE.*—*The amendments made by this*  
18 *section take effect beginning on the date that is 180 days*  
19 *after the date of the enactment of this Act.*

20 **SEC. 222. IMPOSITION OF SANCTIONS WITH RESPECT TO**  
21 **PORTS, SPECIAL ECONOMIC ZONES, FREE**  
22 **ECONOMIC ZONES, AND STRATEGIC SECTORS**  
23 **OF IRAN.**

24           (a) *FINDINGS.*—*Subsection (a)(1) of section 1244 of*  
25 *the National Defense Authorization Act for Fiscal Year*

1 2013 (22 U.S.C. 8803) is amended by striking “and ship-  
 2 building” and inserting “shipbuilding, automotive, con-  
 3 struction, engineering, or mining”.

4 (b) DESIGNATION OF PORTS, SPECIAL ECONOMIC  
 5 ZONES, FREE ECONOMIC ZONES, AND ENTITIES IN STRA-  
 6 TEGIC SECTORS AS ENTITIES OF PROLIFERATION CON-  
 7 CERN.—Subsection (b) of such section is amended—

8 (1) in the subsection heading, by striking “AND  
 9 ENTITIES IN THE ENERGY, SHIPPING, AND SHIP-  
 10 BUILDING SECTORS” and inserting “, SPECIAL ECO-  
 11 NOMIC ZONES, FREE ECONOMIC ZONES, AND ENTI-  
 12 TIES IN STRATEGIC SECTORS”; and

13 (2) by striking “and entities in the energy, ship-  
 14 ping, and shipbuilding sectors” and inserting “, enti-  
 15 ties that operate special economic zones or free eco-  
 16 nomic zones, and entities in strategic sectors (as de-  
 17 fined in subsection (c)(4))”.

18 (c) BLOCKING OF PROPERTY OF PORTS, SPECIAL ECO-  
 19 NOMIC ZONES, FREE ECONOMIC ZONES, AND ENTITIES IN  
 20 STRATEGIC SECTORS.—Subsection (c) of such section is  
 21 amended—

22 (1) in the subsection heading, by striking “ENTI-  
 23 TIES IN ENERGY, SHIPPING, AND SHIPBUILDING SEC-  
 24 TORS” and inserting “PORTS, SPECIAL ECONOMIC



1       *ZONES, FREE ECONOMIC ZONES, AND ENTITIES IN*  
2       *STRATEGIC SECTORS*”;

3             (2) *in paragraph (2)—*

4                 (A) *by striking “the energy, shipping, or*  
5                 *shipbuilding sectors” each place it appears and*  
6                 *inserting “a strategic sector (as defined in para-*  
7                 *graph (4)(A))”;* and

8                 (B) *by inserting “, special economic zone,*  
9                 *or free economic zone” after “port” each place it*  
10                *appears; and*

11            (3) *by adding at the end the following new para-*  
12            *graphs:*

13                “(4) *STRATEGIC SECTOR DEFINED.—In this sec-*  
14                *tion, the term ‘strategic sector’ means—*

15                    “(A) *the energy, shipping, shipbuilding,*  
16                    *automotive, or mining sector of Iran;*

17                    “(B) *the construction or engineering sector*  
18                    *of Iran if the President determines and reports*  
19                    *to Congress not later than 45 days after the date*  
20                    *of the enactment of the Nuclear Iran Prevention*  
21                    *Act of 2013 that the construction or engineering*  
22                    *sector of Iran, as the case may be, is of strategic*  
23                    *importance to Iran; and*

24                    “(C) *any other sector that the President des-*  
25                    *ignates as of strategic importance to Iran.*

1           “(5) *NOTIFICATION AND REPORT RELATING TO*  
2           *STRATEGIC SECTORS.*—

3           “(A) *NOTIFICATION.*—*The President shall*  
4           *submit to Congress a notification of the designa-*  
5           *tion of a sector as a strategic sector of Iran for*  
6           *purposes of paragraph (4)(C) not later than 30*  
7           *days after the date on which the President makes*  
8           *such designation.*

9           “(B) *REPORT.*—*Not later than 90 days*  
10           *after the date on which the President submits to*  
11           *Congress a notification of the designation of a*  
12           *sector as a strategic sector of Iran under sub-*  
13           *paragraph (A), the Comptroller General of the*  
14           *United States shall submit to Congress a report*  
15           *that contains—*

16                   “(i) *a review and comment on such*  
17                   *designation; and*

18                   “(ii) *recommendations regarding the*  
19                   *designation of additional sectors as strategic*  
20                   *sectors of Iran for purposes of paragraph*  
21                   *(4).”.*

22           “(d) *ADDITIONAL SANCTIONS WITH RESPECT TO STRA-*  
23           *TEGIC SECTORS.*—*Subsection (d) of such section is amend-*  
24           *ed—*

1           (1) *in the subsection heading, by striking “THE*  
2           *ENERGY, SHIPPING, AND SHIPBUILDING SECTORS”*  
3           *and inserting “STRATEGIC SECTORS”; and*

4           (2) *in paragraph (3), by striking “the energy,*  
5           *shipping, or shipbuilding sectors” and inserting “a*  
6           *strategic sector (as defined in subsection (c)(4)(A))”.*

7           (e) *EXCEPTION FOR AFGHANISTAN RECONSTRUC-*  
8           *TION.—Subsection (f) of such section is amended—*

9           (1) *in the matter preceding paragraph (1), by*  
10           *inserting “for a period of not more than 1 year, and*  
11           *may renew that exception for additional periods of*  
12           *not more than 1 year” after “economic development*  
13           *for Afghanistan”;*

14           (2) *in paragraph (1)—*

15           (A) *by striking “to the extent that” and in-*  
16           *serting “if”;*

17           (B) *by inserting “or the renewal of the ex-*  
18           *ception, as the case may be,” after “such an ex-*  
19           *ception”;* and

20           (C) *by striking “in the national interest”*  
21           *and inserting “in the national security interest”;*

22           and

23           (3) *in paragraph (2)—*

1           (A) by inserting “or the renewal of the ex-  
2           ception, as the case may be,” before “not later  
3           than 15 days”; and

4           (B) by inserting at the end before the period  
5           the following: “or the renewal of the exception”.

6           (f) *CONFORMING AMENDMENT.*—Such section is fur-  
7           ther amended in the section heading by striking “**THE EN-**  
8           **ERGY, SHIPPING, AND SHIPBUILDING SECTORS**” and  
9           inserting “**PORTS, SPECIAL ECONOMIC ZONES, FREE**  
10          **ECONOMIC ZONES, AND STRATEGIC SECTORS**”.

11          (g) *EFFECTIVE DATE.*—The amendments made by this  
12          section—

13               (1) take effect on the date that is 90 days after  
14               the date of the enactment of this Act; and

15               (2)(A) with respect to subsection (c) of section  
16               1244 of the National Defense Authorization Act for  
17               Fiscal Year 2013, as so amended, apply with respect  
18               to all transactions in all property and interests in  
19               property of any person described in subsection (c)(2)  
20               of such section that occur on or after the date that is  
21               180 days after such date of enactment; and

22               (B)(i) with respect to subsection (d)(1) of section  
23               1244 of the National Defense Authorization Act for  
24               Fiscal Year 2013, apply with respect to the sale, sup-  
25               ply, or transfer to or from Iran of goods or services

1 *described in subsection (d)(3) of such section, as so*  
2 *amended, that occurs on or after the date that is 180*  
3 *days after such date of enactment; and*

4 *(ii) with respect to subsection (d)(2) of section*  
5 *1244 of the National Defense Authorization Act for*  
6 *Fiscal Year 2013, apply with respect to the conduct*  
7 *or facilitation of a significant financial transaction*  
8 *for the sale, supply, or transfer to or from Iran of*  
9 *goods or services described in subsection (d)(3) of such*  
10 *section, as so amended, that occurs on or after the*  
11 *date that is 180 days after such date of enactment.*

12 **SEC. 223. REPORT ON DETERMINATIONS NOT TO IMPOSE**  
13 **SANCTIONS ON PERSONS WHO ALLEGEDLY**  
14 **SELL, SUPPLY, OR TRANSFER PRECIOUS MET-**  
15 **ALS TO OR FROM IRAN.**

16 *Section 1245 of the National Defense Authorization*  
17 *Act for Fiscal Year 2013 (22 U.S.C. 8804) is amended—*

18 *(1) by redesignating subsection (h) as subsection*  
19 *(i); and*

20 *(2) by inserting after subsection (g) the following*  
21 *new subsection:*

22 *“(h) REPORT ON DETERMINATIONS NOT TO IMPOSE*  
23 *SANCTIONS ON PERSONS WHO ALLEGEDLY SELL, SUPPLY,*  
24 *OR TRANSFER PRECIOUS METALS TO OR FROM IRAN.—*

1           “(1) *IN GENERAL.*—Not later than 90 days after  
2           the date of the enactment of Nuclear Iran Prevention  
3           Act of 2013, and every 90 days thereafter, the Presi-  
4           dent shall submit to the appropriate congressional  
5           committees a report on each determination of the  
6           President during the preceding 90-day period not to  
7           impose sanctions under subsection (a) or (c) with re-  
8           spect to a person who allegedly sells, supplies, or  
9           transfers precious metals, directly or indirectly, to or  
10          from Iran, together with the reasons for such deter-  
11          mination.

12           “(2) *FORM.*—The report required by paragraph  
13          (1) shall be submitted in unclassified form, but may  
14          contain a classified annex, if necessary.”.

15 **SEC. 224. IMPOSITION OF SANCTIONS WITH RESPECT TO**  
16                           **FOREIGN FINANCIAL INSTITUTIONS THAT FA-**  
17                           **CILITATE FINANCIAL TRANSACTIONS ON BE-**  
18                           **HALF OF PERSONS OWNED OR CONTROLLED**  
19                           **BY SPECIALLY DESIGNATED NATIONALS.**

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

22           (1) by redesignating subsection (f) as subsection  
23          (g); and

24           (2) by inserting after subsection (e) the following  
25          new subsection:

1       “(f) *PERSONS OWNED OR CONTROLLED BY SPECIALLY*  
2 *DESIGNATED NATIONALS.*—

3               “(1) *IN GENERAL.*—*The President shall impose*  
4 *sanctions described in subsection (a) with respect to*  
5 *a foreign financial institution, including but not lim-*  
6 *ited to a foreign central bank, that the President de-*  
7 *termines has, on or after the date that is 90 days*  
8 *after the date of the enactment of the Nuclear Iran*  
9 *Prevention Act of 2013, knowingly facilitated a sig-*  
10 *nificant financial transaction on behalf of any person*  
11 *determined by the President to be directly owned or*  
12 *controlled by an Iranian person included on the list*  
13 *of specially designated nationals and blocked persons*  
14 *maintained by the Office of Foreign Assets Control of*  
15 *the Department of the Treasury (other than an Ira-*  
16 *nian financial institution described in subsection*  
17 *(b)).*

18               “(2) *SENSE OF CONGRESS.*—*It is the sense of*  
19 *Congress that the President routinely should deter-*  
20 *mine on or after the date of the enactment of the Nu-*  
21 *clear Iran Prevention Act of 2013 those persons that*  
22 *are directly or indirectly owned or controlled by an*  
23 *Iranian person included on the list of specially des-*  
24 *ignated nationals and blocked persons maintained by*  
25 *the Office of Foreign Assets Control of the Department*

1       of the Treasury (other than an Iranian financial in-  
2       stitution described in subsection (b)).

3               “(3) CONSIDERATION OF DATA FROM OTHER  
4       COUNTRIES AND NONGOVERNMENTAL ORGANIZA-  
5       TIONS.—The President shall consider credible data al-  
6       ready obtained by other countries and nongovern-  
7       mental organizations in making determinations de-  
8       scribed in paragraph (1).”.

9       **SEC. 225. REPEAL OF EXEMPTIONS UNDER SANCTIONS PRO-**  
10               **VISIONS OF NATIONAL DEFENSE AUTHORIZA-**  
11               **TION ACT FOR FISCAL YEAR 2013.**

12       Subtitle D of title XII of the National Defense Author-  
13       ization Act for Fiscal Year 2013 (22 U.S.C. 8801 et seq.)  
14       is amended—

15               (1) in section 1244—

16                       (A) in subsection (c)(1)—

17                               (i) by striking “(1) BLOCKING OF  
18                               PROPERTY.—” and all that follows through  
19                               “On and after” and inserting “(1) BLOCK-  
20                               ING OF PROPERTY.—On and after”; and

21                               (ii) by striking subparagraph (B); and  
22                       (B) in subsection (d)(1)—

23                               (i) by striking “(1) SALE, SUPPLY, OR  
24                               TRANSFER OF CERTAIN GOODS AND SERV-  
25                               ICES.—” and all that follows through “Ex-



1                   *cept as provided” and inserting “(1) SALE,*  
2                   *SUPPLY, OR TRANSFER OF CERTAIN GOODS*  
3                   *AND SERVICES.—Except as provided”; and*  
4                   *(ii) by striking subparagraph (B);*  
5                   *(2) in section 1245(a)—*  
6                   *(A) by striking “(a) SALE, SUPPLY, OR*  
7                   *TRANSFER OF CERTAIN MATERIALS.—” and all*  
8                   *that follows through “The President” and insert-*  
9                   *ing “(a) SALE, SUPPLY, OR TRANSFER OF CER-*  
10                   *TAIN MATERIALS.—The President”;*  
11                   *(B) by redesignating subparagraphs (A),*  
12                   *(B), and (C) as paragraphs (1), (2), and (3), re-*  
13                   *spectively (and by redesignating all sub-units*  
14                   *therein accordingly);*  
15                   *(C) in paragraph (3)(B) (as redesign-*  
16                   *ated)—*  
17                   *(i) in clause (i), by striking “subclause*  
18                   *(I) of clause (i)” and inserting “clause (i)*  
19                   *of subparagraph (A)”;*  
20                   *(ii) in clause (ii), by striking “sub-*  
21                   *clause (II) of that clause” and inserting*  
22                   *“clause (ii) of that subparagraph”; and*  
23                   *(iii) in clause (iii), by striking “sub-*  
24                   *clause (III) of that clause” and inserting*  
25                   *“clause (iii) of that subparagraph”; and*

1           (D) by striking “(2) EXCEPTION.—” and all  
2           that follows through “paragraph (1).”; and  
3           (3) in section 1246(a)—

4           (A) by striking “(a) IMPOSITION OF SANC-  
5           TIONS.—” and all that follows through “Except  
6           as provided” and inserting “(a) IMPOSITION OF  
7           SANCTIONS.—Except as provided”;

8           (B) by redesignating subparagraphs (A),  
9           (B), and (C) as paragraphs (1), (2), and (3), re-  
10          spectively (and by redesignating all sub-units  
11          therein accordingly); and

12          (C) by striking “(2) EXCEPTION.—” and all  
13          that follows through “paragraph (1).”; and

14 **SEC. 226. TERMINATION OF GOVERNMENT CONTRACTS**  
15                 **WITH PERSONS WHO SELL GOODS, SERVICES,**  
16                 **OR TECHNOLOGY TO, OR CONDUCT ANY**  
17                 **OTHER TRANSACTION WITH, IRAN.**

18          (a) *MODIFICATION OF FEDERAL ACQUISITION REGU-*  
19          *LATION.—Not later than 90 days after the date of the enact-*  
20          *ment of this Act, the Federal Acquisition Regulation shall*  
21          *be revised to require a certification from each person that*  
22          *is a prospective contractor that the person, and any person*  
23          *under common ownership or control with the person, does*  
24          *not sell goods, services, or technology to, or conduct any*

1 *other transaction with, Iran for which sanctions may be*  
2 *imposed under this Act.*

3 (b) *REMEDIES.*—

4 (1) *IN GENERAL.*—*If the head of an executive*  
5 *agency determines that a person has submitted a false*  
6 *certification under subsection (a) on or after the date*  
7 *on which the applicable revision of the Federal Acqui-*  
8 *sition Regulation required by this section becomes ef-*  
9 *fective, the head of that executive agency shall termi-*  
10 *nate a contract with such person or debar or suspend*  
11 *such person from eligibility for Federal contracts for*  
12 *a period of not less than 2 years. Any such debarment*  
13 *or suspension shall be subject to the procedures that*  
14 *apply to debarment and suspension under the Federal*  
15 *Acquisition Regulation under subpart 9.4 of part 9 of*  
16 *title 48, Code of Federal Regulations.*

17 (2) *INCLUSION ON LIST OF PARTIES EXCLUDED*  
18 *FROM FEDERAL PROCUREMENT AND NONPROCURE-*  
19 *MENT PROGRAMS.*—*The Administrator of General*  
20 *Services shall include on the List of Parties Excluded*  
21 *from Federal Procurement and Nonprocurement Pro-*  
22 *grams maintained by the Administrator under part*  
23 *9 of the Federal Acquisition Regulation each person*  
24 *that is debarred, suspended, or proposed for debar-*  
25 *ment or suspension by the head of an executive agen-*

1        *cy on the basis of a determination of a false certifi-*  
2        *cation under paragraph (1).*

3        *(c) RULE OF CONSTRUCTION.—This section shall not*  
4        *be construed to limit the use of other remedies available to*  
5        *the head of an executive agency or any other official of the*  
6        *Federal Government on the basis of a determination of a*  
7        *false certification under subsection (a).*

8        *(d) WAIVERS.—*

9            *(1) IN GENERAL.—The President may on a case-*  
10        *by-case basis waive the requirement that a person*  
11        *make a certification under subsection (a) if the Presi-*  
12        *dent determines and certifies in writing to the con-*  
13        *gressional committees described in paragraph (2) that*  
14        *it is essential to the national security interests of the*  
15        *United States to do so.*

16            *(2) CONGRESSIONAL COMMITTEES DESCRIBED.—*  
17        *The congressional committees referred to in para-*  
18        *graph (1) are—*

19            *(A) the Committee on Foreign Affairs, the*  
20        *Committee on Armed Services, and the Com-*  
21        *mittee on Oversight and Government Reform of*  
22        *the House of Representatives; and*

23            *(B) the Committee on Foreign Relations,*  
24        *the Committee on Armed Services, and the Com-*



1       “(b) *VESSELS DESCRIBED.*—*A vessel referred to in*  
2 *subsection (a) is a foreign vessel—*

3               “(1) *for which a Notice of Arrival is required to*  
4 *be filed under section 160 of title 33, Code of Federal*  
5 *Regulations, as in effect on the date of enactment of*  
6 *the Nuclear Iran Prevention Act of 2013; and*

7               “(2) *that is knowingly registered, pursuant to*  
8 *the Geneva Convention on the High Seas (13 U.S.T.*  
9 *2312; TIAS 5200; 450 UNTS 82), by a ship registry*  
10 *that is maintaining a registration of a vessel that is*  
11 *included in the list published under subsection (c).*

12       “(c) *NOTIFICATION OF GOVERNMENTS.*—*The Secretary*  
13 *of Transportation, in consultation with the Secretary of*  
14 *State, shall—*

15               “(1) *maintain timely information on registra-*  
16 *tions of all foreign vessels over 300 gross tons that*  
17 *are—*

18                       “(A) *owned or operated by or on behalf of—*

19                               “(i) *the National Iran Tanker Com-*  
20 *pany or the Islamic Republic of Iran Ship-*  
21 *ping Line; or*

22                               “(ii) *any successor to an entity re-*  
23 *ferred to in clause (i); or*

24                       “(B) *otherwise owned or operated by or on*  
25 *behalf of Iran;*

1           “(2) *notify each government the agents or instru-*  
2           *mentalities of which are maintaining a registration*  
3           *of a foreign vessel described in paragraph (1), that all*  
4           *vessels registered under such government’s authority*  
5           *are prohibited from entering or operating in the navi-*  
6           *gable waters of the United States or transferring*  
7           *cargo in any port or place under the jurisdiction of*  
8           *the United States; and*

9           “(3) *publish in the Federal Register a list of ves-*  
10           *sels described in paragraph (1), including periodic*  
11           *updates of such list.*

12           “(d) *NOTIFICATION OF VESSELS.—*

13           “(1) *IN GENERAL.—Except as provided in para-*  
14           *graphs (2) and (3), upon receiving a Notice of Arrival*  
15           *under section 160 of title 33, Code of Federal Regula-*  
16           *tions (as in effect on the date of enactment of the Nu-*  
17           *clear Iran Prevention Act of 2013) from a vessel de-*  
18           *scribed in (b), the Secretary shall notify the master*  
19           *of such vessel that the vessel may not enter or operate*  
20           *in the navigable waters of the United States or trans-*  
21           *fer cargo in any port or place under the jurisdiction*  
22           *of the United States.*

23           “(2) *PROVISIONAL ENTRY.—The Secretary may*  
24           *allow provisional entry of, or transfer of cargo from,*  
25           *a foreign vessel described in subsection (b) if such*

1        *entry or transfer is necessary for the safety of the ves-*  
2        *sel or persons aboard.*

3            “(3) *ENTRY FOR DUE DILIGENCE.*—*The Sec-*  
4        *retary may allow entry of, and transfer of cargo from,*  
5        *a vessel described in subsection (b) if the master shows*  
6        *the owner and operator of the vessel exercised due*  
7        *diligence to avoid registration of the vessel by a reg-*  
8        *istry that registers vessels described in subsection (c).*

9            “(e) *RIGHT OF INNOCENT PASSAGE.*—*This section*  
10       *shall not be construed as authority to restrict the right of*  
11       *innocent passage as recognized under international law.*

12           “(f) *FOREIGN VESSEL DEFINED.*—*In this section the*  
13       *term ‘foreign vessel’ has the meaning given that term in*  
14       *section 2101 of title 46, United States Code.”.*

15           (b) *DEADLINE FOR PUBLICATION.*—*The Secretary*  
16       *shall publish a list under section 16(c)(3) of the Ports and*  
17       *Waters Safety Act, as amended by this section, by not later*  
18       *than 30 days after the date of the enactment of this Act.*

19           (c) *LIMITATION ON APPLICATION OF PROHIBITION.*—  
20       *Subsection (a) of section 16 of the Ports and Waters Safety*  
21       *Act, as amended by this section, shall not apply until 90*  
22       *days after the date of publication of the list required by*  
23       *subsection (c) of such section.*



1 **TITLE III—ADDITIONAL AU-**  
2 **THORITIES TO PREVENT CEN-**  
3 **SORSHIP ACTIVITIES IN IRAN**

4 **SEC. 301. REPORT ON IMPLEMENTATION OF SANCTIONS**  
5 **AGAINST THE ISLAMIC REPUBLIC OF IRAN**  
6 **BROADCASTING.**

7 (a) *IN GENERAL.*—Not later than 90 days after the  
8 date of the enactment of this Act, the Secretary of State  
9 shall submit to Congress a report on the following:

10 (1) *The current status of availability of the Is-*  
11 *lamic Republic of Iran Broadcasting (IRIB) on inter-*  
12 *national satellites, entities that facilitate its operation*  
13 *by providing services or equipment, and the technical*  
14 *means that it engages in jamming.*

15 (2) *The instances, since January 1, 2012, in*  
16 *which the IRIB engaged in activities that violated*  
17 *Article 19 of the International Covenant on Civil and*  
18 *Political Rights, including broadcasting forced confes-*  
19 *sions and hate speech against minorities.*

20 (3) *The instances, since January 1, 2012, in*  
21 *which international broadcasting programs origi-*  
22 *nating from the United States and Europe have been*  
23 *subject to disruption in Iran, with relevant details*  
24 *such as which programs were disrupted, available lo-*

1        *cation information on the origin of the disruption,*  
2        *and the extent of the disruption.*

3        *(b) COORDINATION.—In developing the report required*  
4 *by subsection (a), the Secretary of State shall coordinate*  
5 *with the Broadcasting Board of Governors, the Secretary*  
6 *of the Treasury, and the heads of other relevant Federal de-*  
7 *partments and agencies.*

8        *(c) PUBLIC AVAILABILITY.—All unclassified portions*  
9 *of the report required by subsection (a) shall be made pub-*  
10 *licly available on the Internet web site of the Department*  
11 *of State.*

12 **SEC. 302. LIST OF PERSONS WHO ARE HIGH-RISK RE-EX-**  
13 **PORTERS OF SENSITIVE TECHNOLOGIES.**

14        *(a) IN GENERAL.—Not later than 90 days after the*  
15 *date of the enactment of this Act, and every 90 days there-*  
16 *after, the Secretary of Commerce, in conjunction with the*  
17 *Secretary of State and the Secretary of the Treasury, shall*  
18 *make publicly available and update as appropriate a list*  
19 *of persons who are high-risk re-exporters of sensitive tech-*  
20 *nologies in order to seek to ensure that the Government of*  
21 *Iran or an entity owned or controlled by that Government*  
22 *is unable to obtain sensitive technologies through the re-ex-*  
23 *port of such sensitive technologies by third-party inter-*  
24 *mediaries.*

1           (b) *DEFINITION.*—*In this section, the term “sensitive*  
2 *technology” has the meaning given that term in section 106*  
3 *of the Comprehensive Iran Sanctions, Accountability, and*  
4 *Divestment Act of 2010 (22 U.S.C. 8515).*

5 **SEC. 303. SENSE OF CONGRESS ON PROVISION OF INTER-**  
6 **CEPT TECHNOLOGIES TO IRAN.**

7           *It is the sense of Congress that—*

8                   (1) *those that provide intercept technologies that*  
9 *limit freedom of speech or expression to the Govern-*  
10 *ment of Iran should be held accountable for the re-*  
11 *pression of the Iranian people; and*

12                   (2) *no person should use an existing contract*  
13 *with the Government of Iran as a justification to con-*  
14 *tinue to supply intercept technologies to the Govern-*  
15 *ment of Iran for purposes of restricting the free flow*  
16 *of information.*

17 **SEC. 304. SENSE OF CONGRESS ON AVAILABILITY OF CON-**  
18 **SUMER COMMUNICATION TECHNOLOGIES IN**  
19 **IRAN.**

20           *It is the sense of Congress that—*

21                   (1) *the Department of the Treasury and Depart-*  
22 *ment of State should encourage the free flow of infor-*  
23 *mation in Iran to counter the Government of Iran’s*  
24 *repression of its own people; and*

1           (2) *in order to facilitate the free flow of informa-*  
2           *tion in Iran, the Department of Treasury should en-*  
3           *sure that certain consumer communication tech-*  
4           *nologies are available to Iranian civil society and the*  
5           *Iranian people.*

6 **SEC. 305. EXPEDITED CONSIDERATION OF REQUESTS FOR**  
7           **AUTHORIZATION OF TRANSFER OF GOODS**  
8           **AND SERVICES TO IRAN TO FACILITATE THE**  
9           **ABILITY OF IRANIAN PERSONS TO FREELY**  
10          **COMMUNICATE.**

11          *(a) IN GENERAL.—Section 413 of the Iran Threat Re-*  
12          *duction and Syria Human Rights Act of 2012 (22 U.S.C.*  
13          *8753) is amended—*

14                 *(1) by redesignating subsection (e) as subsection*  
15                 *(f); and*

16                 *(2) by inserting after subsection (d) the following*  
17                 *new subsection:*

18                 *“(e) RULE OF CONSTRUCTION.—The expedited process*  
19                 *for the consideration of complete requests for authorization*  
20                 *to engage in the activities described in subsection (a) shall*  
21                 *be construed to also apply to the transfer of goods and serv-*  
22                 *ices to Iran to facilitate the ability of Iranian persons to*  
23                 *freely communicate, obtain information, and access the*  
24                 *Internet and other communications systems.”.*



1           (1) *A description of Iran’s grand strategy and*  
2 *security strategy, including strategic objectives, and*  
3 *the security posture and objectives of Iran.*

4           (2) *A description of the United States strategy*  
5 *to—*

6                   (A) *address and counter the capabilities of*  
7 *Iran’s conventional forces and Iran’s unconven-*  
8 *tional forces;*

9                   (B) *disrupt and deny Iranian efforts to de-*  
10 *velop or augment capabilities related to nuclear,*  
11 *unconventional, and missile forces development;*

12                   (C) *address the Government of Iran’s eco-*  
13 *nomics strategy to enable the objectives described*  
14 *in this subsection;*

15                   (D) *exploit key vulnerabilities; and*

16                   (E) *combat Iranian efforts to suppress*  
17 *Internet freedom, including actions of the United*  
18 *States to—*

19                           (i) *work to promote expanded Internet*  
20 *access for democracy activists in Iran;*

21                           (ii) *add a public diplomacy page to*  
22 *the United States’ virtual embassy in Iran;*  
23 *and*

1                   (iii) leverage multilateral organiza-  
2                   tions committed to Internet connectivity in  
3                   Iran.

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

6                   (d) *FORM.*—The report required under subsection (b)  
7                   shall be submitted in unclassified form to the greatest extent  
8                   possible, but may include a classified annex, if necessary.

9                   (e) *APPROPRIATE CONGRESSIONAL COMMITTEES.*—In  
10                  this section, the term “appropriate congressional commit-  
11                  tees” means—

12                  (1) the Committee on Foreign Affairs, the Com-  
13                  mittee on Armed Services, the Committee on Finan-  
14                  cial Services, the Committee on Ways and Means, and  
15                  the Permanent Select Committee on Intelligence of the  
16                  House of Representatives; and

17                  (2) the Committee on Foreign Relations, the  
18                  Committee on Armed Services, the Committee on  
19                  Banking, Housing, and Urban Affairs, the Committee  
20                  on Finance, and the Permanent Select Committee on  
21                  Intelligence of the Senate.

22                  **SEC. 402. REPORT ON IRANIAN NUCLEAR AND ECONOMIC**  
23                  **CAPABILITIES.**

24                  (a) *IN GENERAL.*—Not later than 60 days after the  
25                  date of the enactment of this Act, the President shall submit

1 to the appropriate congressional committees a report on the  
2 following:

3 (1) An estimate of the timeline for Iranian capa-  
4 bilities to develop nuclear weapons, including—

5 (A) an estimate of the period of time it  
6 would take Iran to produce enough weapons-  
7 grade uranium for a single implosion-type nu-  
8 clear weapon, taking into account all known rel-  
9 evant technical data;

10 (B) an estimate of the period of time it  
11 would take Iran to produce sufficient separated  
12 plutonium for a single nuclear weapon;

13 (C) a description of the assumptions under-  
14 lying the estimates referred to in subparagraphs  
15 (A) and (B), and any information about devel-  
16 opments that might alter or otherwise affect those  
17 assumptions;

18 (D) an estimate of the date by which the pe-  
19 riods of time referred to in subparagraphs (A)  
20 and (B) will be less than 45 days; and

21 (E) a description of any efforts by the  
22 United States to increase the frequency of inspec-  
23 tions by the International Atomic Energy Agen-  
24 cy of nuclear facilities in Iran.



1           (2) *An assessment of Iranian strategy and capa-*  
2 *bilities relating to development of nuclear weapons,*  
3 *including—*

4                   (A) *a summary and analysis of current nu-*  
5 *clear weapons capabilities;*

6                   (B) *an estimate of the amount and sources*  
7 *of funding expended by, and an analysis of pro-*  
8 *curement networks utilized by, Iran to develop*  
9 *its nuclear weapons capabilities;*

10                  (C) *a summary of the capabilities of Iran’s*  
11 *unconventional weapons and Iran’s ballistic*  
12 *missile forces and Iran’s cruise missile forces;*

13                  (D) *a detailed analysis of the effectiveness of*  
14 *Iran’s unconventional weapons and Iran’s bal-*  
15 *listic missile forces and Iran’s cruise missile*  
16 *forces as delivery systems for a nuclear device;*

17                  (E) *a description of all efforts of Iran to de-*  
18 *sign and develop a nuclear weapon, including ef-*  
19 *forts to design or fit warheads, and any other*  
20 *possible military dimensions of the nuclear pro-*  
21 *gram of Iran; and*

22                  (F) *an analysis of the procurement network,*  
23 *including the amount and sources of funding ex-*  
24 *pended by Iran on programs to develop a nu-*  
25 *clear weapons capability.*

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

3                   (A) *an estimate of the capital accounts, cur-*  
4                   *rent accounts, and amounts of foreign exchange*  
5                   *reserves (including access to foreign exchange re-*  
6                   *serves) of the Government of Iran, and other*  
7                   *leading indicators of the status of the economy of*  
8                   *Iran;*

9                   (B) *an estimate of timelines with respect to*  
10                   *macroeconomic viability of Iran, including the*  
11                   *time by which the Government of Iran will ex-*  
12                   *haust its foreign exchange reserves;*

13                   (C) *an estimate of the date by which the re-*  
14                   *serves of the Central Bank of Iran will be insuf-*  
15                   *ficient for the Government of Iran to avoid a se-*  
16                   *vere balance of payments crisis that prevents it*  
17                   *from maintaining a functioning economy, in-*  
18                   *cluding—*

19                           (i) *the inflation rate, exchange rates,*  
20                           *unemployment rate, and budget deficits in*  
21                           *Iran; and*

22                           (ii) *other leading macroeconomic indi-*  
23                           *cators used by the International Monetary*  
24                           *Fund, professional rating agencies, and*

1           *other credible sources to assess the economic*  
2           *health of a country;*

3           *(D) a description of the assumptions under-*  
4           *lying the estimate referred to in paragraph (3)*  
5           *and an indication of how changes in each of*  
6           *those assumptions could affect the estimate;*

7           *(E) an assessment of the effect of sanctions*  
8           *imposed with respect to Iran on moving forward*  
9           *the date referred to in subparagraph (C); and*

10           *(F) a description of actions taken by the*  
11           *Government of Iran to delay the date referred to*  
12           *in subparagraph (C).*

13           *(b) UPDATE.—The President shall submit to the ap-*  
14           *propriate congressional committees an update of the report*  
15           *required by subsection (a) every 60 days after the date of*  
16           *submission of the report that includes any pertinent devel-*  
17           *opments to Iranian nuclear or economic capabilities.*

18           *(c) FORM.—The report required under subsection (a)*  
19           *and the update required under subsection (b) shall be sub-*  
20           *mitted in unclassified form to the greatest extent possible,*  
21           *but may include a classified annex, if necessary.*

22           *(d) DEFINITIONS.—In this section:*

23           (1) *APPROPRIATE CONGRESSIONAL COMMIT-*  
24           *TEES.—The term “appropriate congressional commit-*  
25           *tees” means—*

1           (A) *the Committee on Foreign Affairs, the*  
 2           *Committee on Armed Services, the Committee on*  
 3           *Financial Services, the Committee on Ways and*  
 4           *Means, and the Permanent Select Committee on*  
 5           *Intelligence of the House of Representatives; and*

6           (B) *the Committee on Foreign Relations,*  
 7           *the Committee on Armed Services, the Committee*  
 8           *on Banking, Housing, and Urban Affairs, the*  
 9           *Committee on Finance, and the Select Committee*  
 10          *on Intelligence of the Senate.*

11          (2) *NUCLEAR EXPLOSIVE DEVICE.—The term*  
 12          *“nuclear explosive device” means any device, whether*  
 13          *assembled or disassembled, that is designed to produce*  
 14          *an instantaneous release of an amount of nuclear en-*  
 15          *ergy from special nuclear material that is greater*  
 16          *than the amount of energy that would be released*  
 17          *from the detonation of one pound of trinitrotoluene*  
 18          *(TNT).*

19 **SEC. 403. REPORT ON PLAUSIBILITY OF EXPANDING SANC-**  
 20 **TIONS ON IRANIAN OIL.**

21          (a) *IN GENERAL.—Not later than 180 days after the*  
 22          *date of the enactment of this Act, the President shall submit*  
 23          *to the appropriate congressional committees a report assess-*  
 24          *ing the following:*

1           (1) *Whether petroleum and petroleum products*  
2 *originating in and exported from Iran are refined*  
3 *and sold outside of Iran.*

4           (2) *Whether products that contain Iranian-ori-*  
5 *gin petroleum or petroleum products as part of their*  
6 *contents are imported into the United States and, if*  
7 *any such products are imported into the United*  
8 *States, whether such importation violates the ban on*  
9 *importation into the United States of Iranian-origin*  
10 *petroleum or petroleum products.*

11           (3) *Whether it is feasible to ban the importation*  
12 *into the United States of products described in para-*  
13 *graph (2), regardless of whether the ban on importa-*  
14 *tion into the United States of Iranian-origin petro-*  
15 *leum or petroleum products applies to such products.*

16           (b) *BASIS OF REPORT.*—*The report required under*  
17 *subsection (a) may be based on publicly-available informa-*  
18 *tion and classified information. The information that is not*  
19 *classified information shall be made publically available.*

20           (c) *APPROPRIATE CONGRESSIONAL COMMITTEES.*—*In*  
21 *this section, the term “appropriate congressional commit-*  
22 *tees” means—*

23           (1) *the Committee on Foreign Affairs, the Com-*  
24 *mittee on Financial Services, and the Committee on*  
25 *Ways and Means of the House of Representatives; 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.*

4 **SEC. 404. GAO REPORT ON IRANIAN STRATEGY TO EVADE**  
5                         **CURRENT SANCTIONS AND OTHER MATTERS.**

6           *Not later than 90 days after the date of the enactment*  
7 *of this Act, the Comptroller General of the United States*  
8 *shall submit to Congress a report that—*

9                         (1) *evaluates the strategy of the Government of*  
10           *Iran to evade current economic and financial sanc-*  
11           *tions; and*

12                         (2) *specifically evaluates the ability of Iran to*  
13           *successfully diversify its economy beyond its energy*  
14           *sector, thereby lessening the impact and effectiveness*  
15           *of economic and financial sanctions.*

16 **SEC. 405. AUTHORITY TO CONSOLIDATE REPORTS RE-**  
17                         **QUIRED UNDER IRAN SANCTIONS LAWS.**

18           (a) *IN GENERAL.—Any or all reports required to be*  
19 *submitted to Congress under the provisions of law described*  
20 *in subsection (c) on or after the date of the enactment of*  
21 *this Act may, notwithstanding the deadline requirements*  
22 *for submission under such provisions of law, be consolidated*  
23 *into a single report that is submitted to Congress on an*  
24 *annual basis.*

1       (b) *EXCEPTION.*—Subsection (a) shall not apply with  
2 respect to the initial report of any report described in sub-  
3 section (a).

4       (c) *PROVISIONS OF LAW DESCRIBED.*—The provisions  
5 of law referred to in this section are the following:

6           (1) *This Act and the amendments made by this*  
7 *Act.*

8           (2) *The Iran Freedom and Counter-Proliferation*  
9 *Act of 2012 (22 U.S.C. 8801 et seq.).*

10          (3) *The Iran Threat Reduction and Syria*  
11 *Human Rights Act of 2012 (22 U.S.C. 8701 et seq.).*

12          (4) *The Comprehensive Iran Sanctions, Account-*  
13 *ability, and Divestment Act of 2010 (22 U.S.C. 8501*  
14 *et seq.).*

15 **SEC. 406. AMENDMENTS TO DEFINITIONS UNDER IRAN**  
16 **SANCTIONS ACT OF 1996 AND IRAN THREAT**  
17 **REDUCTION AND SYRIA HUMAN RIGHTS ACT**  
18 **OF 2012.**

19       (a) *IRAN SANCTIONS ACT OF 1996.*—Section 14(4)(B)  
20 *of the Iran Sanctions Act of 1996 (Public Law 104–172;*  
21 *50 U.S.C. 1701 note) is amended by striking “may include,*  
22 *in the discretion of the President” and inserting “includes”.*

23       (b) *IRAN THREAT REDUCTION AND SYRIA HUMAN*  
24 *RIGHTS ACT OF 2012.*—Section 211 of the *Iran Threat Re-*  
25 *duction and Syria Human Rights Act of 2012 (22 U.S.C.*

1 8721) is amended by adding at the end the following new  
2 subsection:

3 “(f) *DEFINITION.*—In this section, the term ‘appro-  
4 priate congressional committees’ includes the Committee on  
5 Transportation and Infrastructure of the House of Rep-  
6 resentatives and the Committee on Commerce, Science, and  
7 Transportation of the Senate.”.

8 **SEC. 407. IMPLEMENTATION; PENALTIES.**

9 (a) *IMPLEMENTATION.*—The President may exercise  
10 all authorities provided under sections 203 and 205 of the  
11 International Emergency Economic Powers Act (50 U.S.C.  
12 1702 and 1704) to carry out this Act and the amendments  
13 made by this Act.

14 (b) *PENALTIES.*—The penalties provided for in sub-  
15 sections (b) and (c) of section 206 of the International  
16 Emergency Economic Powers Act (50 U.S.C. 1705) shall  
17 apply to a person that violates, attempts to violate, con-  
18 spires to violate, or causes a violation of this Act or any  
19 amendment made by this Act or regulations prescribed  
20 under this Act to the same extent that such penalties apply  
21 to a person that commits an unlawful act described in sec-  
22 tion 206(a) of the International Emergency Economic Pow-  
23 ers Act (50 U.S.C. 1705(a)).



1 **SEC. 408. SEVERABILITY.**

2       (a) *IN GENERAL.*—If any provision of this Act, or the  
3 application of such provision to any person or cir-  
4 cumstance, is found to be unconstitutional, the remainder  
5 of this Act, or the application of that provision to other  
6 persons or circumstances, shall not be affected.

7       (b) *EFFECTIVE DATE UNDER SECTION 214.*—If sub-  
8 section (d) of section 214 is found to be unconstitutional  
9 in accordance with subsection (a), the amendments made  
10 by such section 214 take effect on the date of the enactment  
11 of this Act and apply with respect to transactions entered  
12 into on or after such date of enactment.

Union Calendar No. 128

113<sup>TH</sup> CONGRESS  
1<sup>ST</sup> Session

**H. R. 850**

[Report No. 113-177, Part I]

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**A BILL**

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

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JULY 30, 2013

Reported from the Committee on Foreign Affairs with an amendment

JULY 30, 2013

The Committees on the Judiciary, Financial Services, Oversight and Government Reform, and Ways and Means discharged; committed to the Committee of the Whole House on the State of the Union and ordered to be printed