

## 119TH CONGRESS 1ST SESSION H.R. 3447

To require the Secretary of Commerce to issue standards with respect to chip security mechanisms for integrated circuit products, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

May 15, 2025

Mr. Huizenga (for himself, Mr. Foster, Mr. Moolenaar, Mr. Krishnamoorthi, Mr. Crawford, Mr. Lieu, Mr. LaHood, and Mr. Gottheimer) introduced the following bill; which was referred to the Committee on Foreign Affairs

## A BILL

To require the Secretary of Commerce to issue standards with respect to chip security mechanisms for integrated circuit products, 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.
- This Act may be cited as the "Chip Security Act".
- 5 SEC. 2. SENSE OF CONGRESS.
- 6 It is the sense of Congress that—
- 7 (1) technology developed in the United States
- 8 should serve as the foundation for the global eco-

- system of artificial intelligence to advance the foreign policy and national security objectives of the United States and allies and partners of the United States;
  - (2) the United States can foster goodwill, strengthen relationships, and support innovative research around the world by providing allies and partners of the United States with advanced computing capabilities;
  - (3) advanced integrated circuits and computing hardware that is exported from the United States must be protected from diversion, theft, and other unauthorized use or exploitation in order to bolster the competitiveness of the United States and protect the national security of the United States;
  - (4) implementing chip security mechanisms will improve compliance with the export control laws of the United States, assist allies and partners with guarding computing hardware, and enhance protections from bad actors looking to access, divert, or tamper with advanced integrated circuits and computing hardware; and
  - (5) implementing chip security mechanisms may help with the detection of smuggling or exploitation of advanced integrated circuits and computing hard-

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1	ware, thereby allowing for increased flexibility in ex-
2	port controls and opening the door for more inter-
3	national partners to receive streamlined and larger
4	shipments of advanced computing hardware.
5	SEC. 3. DEFINITIONS.
6	In this Act:
7	(1) Appropriate congressional commit-
8	TEES.—The term "appropriate congressional com-
9	mittees" means—
10	(A) the Committee on Banking, Housing
11	and Urban Affairs of the Senate; and
12	(B) the Committee on Foreign Affairs of
13	the House of Representatives.
14	(2) Chip security mechanism.—The term
15	"chip security mechanism" means a software-
16	firmware-, or hardware-enabled security mechanism
17	or a physical security mechanism.
18	(3) COVERED INTEGRATED CIRCUIT PROD-
19	UCT.—The term "covered integrated circuit prod-
20	uct' means—
21	(A) an integrated circuit classified under
22	Export Control Classification Number 3A090 or
23	3A001.z;

1	(B) a computer or other product classified
2	under Export Control Classification Number
3	4A090 or 4A003.z; or
4	(C) an integrated circuit or computer or a
5	product containing an integrated circuit or com-
6	puter that is classified under an Export Control
7	Classification Number that is a successor or
8	substantially similar to the numbers listed in
9	subparagraphs (A) and (B).
10	(4) Export.—The term "export" has the
11	meaning given that term in section 1742(3) of the
12	Export Control Reform Act of 2018 (50 U.S.C.
13	4801(3)).
14	(5) In-country transfer.—The term "in-
15	country transfer" has the meaning given that term
16	in section 1742(6) of the Export Control Reform Act
17	of 2018 (50 U.S.C. 4801(6)).
18	(6) REEXPORT.—The term "reexport" has the
19	meaning given that term in section 1742(9) of the
20	Export Control Reform Act of 2018 (50 U.S.C.
21	4801(9)).
22	(7) Secretary.—The term "Secretary" means
23	the Secretary of Commerce.

1	SEC. 4. REQUIREMENTS FOR SECURITY MECHANISMS FOR
2	EXPORT OF INTEGRATED CIRCUIT PROD-
3	UCTS.
4	(a) Primary Requirements for Chip Security
5	Mechanisms.—
6	(1) In general.—Not later than 180 days
7	after the date of the enactment of this Act, the Sec-
8	retary shall require any covered integrated circuit
9	product to be outfitted with chip security mecha-
10	nisms that implement location verification, using
11	techniques that are feasible and appropriate on such
12	date of enactment, before it is exported, reexported,
13	or in-country transferred to or in a foreign country.
14	(2) NOTIFICATION REQUIREMENT.—Not later
15	than 180 days after the date of the enactment of
16	this Act, the Secretary shall require any person that
17	has received a license or other authorization under
18	the Export Control Reform Act of 2018 (50 U.S.C.
19	4811 et seq.) to export, reexport, or in-country
20	transfer a covered integrated circuit product to
21	promptly report to the Under Secretary of Industry
22	and Security, if the person obtains credible informa-
23	tion that the product—
24	(A) is in a location other than the location
25	specified in the application for the license or
26	other authorization;

1	(B) has been diverted to a user other than
2	the user specified in the application; or
3	(C) has been subjected to tampering or an
4	attempt at tampering, including efforts to dis-
5	able, spoof, manipulate, mislead or circumvent
6	location verification mechanisms or other chip
7	security mechanisms.
8	(b) Development of Secondary Requirements
9	FOR CHIP SECURITY MECHANISMS.—
10	(1) Assessment.—
11	(A) In general.—Not later than one year
12	after the date of the enactment of this Act, the
13	Secretary shall—
14	(i) conduct an assessment to identify
15	what additional mechanisms, if any, should
16	be added to the primary chip security
17	mechanisms required under subsection
18	(a)(1)—
19	(I) to enhance compliance with
20	the requirements of the Export Con-
21	trol Reform Act of 2018;
22	(II) to prevent, hinder, and de-
23	tect the unauthorized use, access, or
24	exploitation of covered integrated cir-
25	cuit products;

1	(III) to identify and monitor
2	smuggling intermediaries; and
3	(IV) to achieve any national secu-
4	rity or foreign policy objective of the
5	United States that the Secretary con-
6	siders appropriate; and
7	(ii) if the Secretary identifies any
8	such mechanism, develop requirements for
9	outfitting covered integrated circuit prod-
10	ucts with that mechanism.
11	(B) Elements.—The assessment required
12	by paragraph (1) shall include—
13	(i) an examination of the feasibility,
14	reliability, and effectiveness of—
15	(I) methods and strategies that
16	prevent the tampering, disabling, or
17	other manipulating of covered inte-
18	grated circuit products;
19	(II) workload verification meth-
20	ods;
21	(III) methods to modify the
22	functionality of covered integrated cir-
23	cuit products that have been illicitly
24	acquired; and

1	(IV) any other method the Sec-
2	retary determines appropriate for the
3	prevention of unauthorized use, ac-
4	cess, or exploitation of covered inte-
5	grated circuit products;
6	(ii) an analysis of—
7	(I) the potential costs associated
8	with implementing each method exam-
9	ined under clause (i), including an
10	analysis of—
11	(aa) the potential impact of
12	the method on the performance
13	of covered integrated circuit
14	products; and
15	(bb) the potential for the in-
16	troduction of new vulnerabilities
17	into the products;
18	(II) the potential benefits of im-
19	plementing the methods examined
20	under clause (i), including an analysis
21	of the potential increase—
22	(aa) in compliance of cov-
23	ered integrated circuit products
24	with the requirements of the Ex-

1	port Control Reform Act of 2018;
2	and
3	(bb) in detecting, hindering,
4	and preventing unauthorized use,
5	access, or exploitation of the
6	products; and
7	(III) the susceptibility of the
8	methods examined under clause (i) to
9	tampering, disabling, or other forms
10	of manipulation; and
11	(iii) an estimate of the expected costs
12	to implement at-scale methods to tamper
13	with, disable, or manipulate a covered inte-
14	grated circuit product, or otherwise cir-
15	cumvent the methods examined under
16	clause (i).
17	(2) Report to congress.—
18	(A) IN GENERAL.—Not later than one year
19	after the date of the enactment of this Act, the
20	Secretary shall submit to the appropriate con-
21	gressional committees a report on the results of
22	the assessment required by paragraph (1), in-
23	cluding—
24	(i) an identification of the chip secu-
25	rity mechanisms, if any, to be included in

1	the requirements for secondary chip secu-
2	rity mechanisms; and
3	(ii) if applicable, a roadmap for the
4	timely implementation of the secondary
5	chip security mechanisms.
6	(B) FORM.—The report required by para-
7	graph (1) shall be submitted in unclassified
8	form, but may include a classified annex.
9	(3) Implementation.—
10	(A) In general.—If any mechanisms are
11	determined by the Secretary to be appropriate
12	the Secretary shall, not later than 2 years after
13	the date on which the Secretary completes the
14	assessment required by paragraph (1), require
15	any covered integrated circuit product to be
16	outfitted with the secondary chip security mech-
17	anisms identified pursuant to paragraph (1)(A)
18	before the product is exported, reexported, or
19	in-country transferred to or in a foreign coun-
20	try.
21	(B) Privacy.—In implementing require-
22	ments for secondary chip security mechanisms
23	under subparagraph (A), the Secretary shall

prioritize confidentiality.

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1	(c) Enforcement Authority.—In carrying out
2	this section, the Secretary may—
3	(1) verify, in a manner the Secretary deter-
4	mines appropriate, the ownership and location of a
5	covered integrated circuit product that has been ex-
6	ported, reexported, or in-country transferred to or in
7	a foreign country;
8	(2) maintain a record of covered integrated cir-
9	cuit products and include in the record the location
10	and current end-user of each such product; and
11	(3) require any person who has been granted a
12	license or other authorization under the Export Con-
13	trol Reform Act of 2018 to export, reexport, or in-
14	country transfer a covered integrated circuit product
15	to provide the information needed to maintain the
16	record.
17	(d) Annual Assessment and Report on New
18	CHIP SECURITY MECHANISMS.—Not later than 2 years
19	after the date of the enactment of this Act, and annually
20	thereafter for 3 years, the Secretary shall—
21	(1) conduct an assessment of new chip security
22	mechanisms that have been developed in the year
23	preceding the date of the assessment; and
24	(2) submit to the appropriate congressional
25	committees a report that includes—

1	(A) a summary of the results of the assess-
2	ment required by paragraph (1);
3	(B) an evaluation of whether any of the

(B) an evaluation of whether any of the new mechanisms assessed under paragraph (1) should be added to or replace any of the existing requirements for secondary chip security mechanisms developed under subsection (b)(1); and

(C) any recommendations for modifications to relevant export controls to allow for more flexibility with respect to the countries to or in which covered integrated circuit products may be exported, reexported, or in-country transferred if the products include chip security mechanisms that meet the requirements developed under subsection (b)(1).

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