

115TH CONGRESS
1ST SESSION

H. R. 3329

AN ACT

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

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

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

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

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

Sec. 1. Short title; table of contents.

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

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

Sec. 102. Modification of report with respect to financial institutions that engage in certain transactions.

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

Sec. 104. Prohibitions and conditions with respect to certain accounts held by foreign financial institutions.

Sec. 105. United States strategy to prevent hostile activities by Iran and disrupt and degrade Hizballah’s illicit networks in the Western Hemisphere.

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

Sec. 201. Blocking of property of affiliated networks of Hizballah.

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

Sec. 203. Modification of report on activities of foreign governments to disrupt global logistics networks and fundraising, financing, and money laundering activities of Hizballah.

Sec. 204. Report on combating the illicit tobacco trafficking networks used by Hizballah and other foreign terrorist organizations.

TITLE III—GENERAL PROVISIONS

Sec. 301. Regulatory authority.

Sec. 302. Implementation; penalties; judicial review; exemptions.

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

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

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

12 **“SEC. 101. MANDATORY SANCTIONS WITH RESPECT TO**
13 **FUNDRAISING AND RECRUITMENT ACTIVI-**
14 **TIES FOR HIZBALLAH.**

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

21 “(1) Bayt al-Mal, Jihad al-Bina, the Islamic
22 Resistance Support Association, the Foreign Rela-
23 tions Department of Hizballah, the External Secu-
24 rity Organization of Hizballah, or any successor or
25 affiliate thereof;

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

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

7 “(4) a foreign person owned or controlled by a
8 foreign person described in paragraph (1), (2), or
9 (3).

10 “(b) SANCTIONS DESCRIBED.—

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

13 “(A) ASSET BLOCKING.—The exercise of
14 all powers granted to the President by the
15 International Emergency Economic Powers Act
16 (50 U.S.C. 1701 et seq.) (except that the re-
17 quirements of section 202 of such Act (50
18 U.S.C. 1701) shall not apply) to the extent nec-
19 essary to block and prohibit all transactions in
20 all property and interests in property of a for-
21 eign person determined by the President to be
22 subject to subsection (a) if such property and
23 interests in property are in the United States,
24 come within the United States, or are or come

1 within the possession or control of a United
2 States person.

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

5 “(i) VISAS, ADMISSION, OR PAROLE.—
6 An alien who the Secretary of State or the
7 Secretary of Homeland Security (or des-
8 ignee of one of such Secretaries) deter-
9 mines is subject to subsection (a) is—

10 “(I) inadmissible to the United
11 States;

12 “(II) ineligible to receive a visa
13 or other documentation to enter the
14 United States; and

15 “(III) otherwise ineligible to be
16 admitted or paroled into the United
17 States or to receive any other benefit
18 under the Immigration and Nation-
19 ality Act (8 U.S.C. 1101 et seq.).

20 “(ii) CURRENT VISAS REVOKED.—

21 “(I) IN GENERAL.—The Sec-
22 retary of State or the Secretary of
23 Homeland Security shall revoke any
24 visa or other entry documentation
25 issued to an alien who the President

1 determines is subject to subsection
2 (a), regardless of when issued.

3 “(II) EFFECT OF REVOCATION.—

4 A revocation under subclause (I) shall
5 take effect immediately and shall
6 automatically cancel any other valid
7 visa or entry documentation that is in
8 the possession of the alien.

9 “(2) PENALTIES.—The penalties provided for
10 in subsections (b) and (c) of section 206 of the
11 International Emergency Economic Powers Act (50
12 U.S.C. 1705) shall apply to a person that violates,
13 attempts to violate, conspires to violate, or causes a
14 violation of regulations prescribed under paragraph
15 (1)(A) to the same extent that such penalties apply
16 to a person that commits an unlawful act described
17 in subsection (a) of such section 206.

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

22 “(d) WAIVER.—

23 “(1) IN GENERAL.—The President may, for pe-
24 riods not to exceed 180 days, waive the imposition
25 of sanctions under this section with respect to a for-

1 eign person or foreign persons if the President cer-
2 tifies to the appropriate congressional committees
3 that such waiver is in the national security interests
4 of the United States.

5 “(2) CONSULTATION.—

6 “(A) BEFORE WAIVER EXERCISED.—Be-
7 fore a waiver under paragraph (1) takes effect
8 with respect to a foreign person, the President
9 shall notify and brief the appropriate congress-
10 sional committees on the status of the involve-
11 ment of the foreign person in activities de-
12 scribed in subsection (a).

13 “(B) AFTER WAIVER EXERCISED.—Not
14 later than 90 days after the issuance of a waiv-
15 er under paragraph (1) with respect to a for-
16 eign person, and every 120 days thereafter
17 while the waiver remains in effect, the Presi-
18 dent shall brief the appropriate congressional
19 committees on the status of the involvement of
20 the foreign person in activities described in sub-
21 section (a).

22 “(e) REPORT.—Not later than 90 days after the date
23 of the enactment of the Hizballah International Financing
24 Prevention Amendments Act of 2017, and every 180 days
25 thereafter, the President shall submit to the appropriate

1 congressional committees and the Permanent Select Com-
2 mittee on Intelligence of the House of Representatives and
3 the Select Committee on Intelligence of the Senate a re-
4 port that lists the foreign persons that the President has
5 credible evidence knowingly assists, sponsors, or provides
6 significant financial, material, or technological support for
7 the foreign persons described in paragraph (1), (2), (3),
8 or (4) of subsection (a).

9 “(f) DEFINITIONS.—In this section:

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

14 “(2) APPROPRIATE CONGRESSIONAL COMMIT-
15 TEES.—The term ‘appropriate congressional com-
16 mittees’ means—

17 “(A) the Committee on Foreign Affairs,
18 the Committee on Ways and Means, the Com-
19 mittee on the Judiciary, and the Committee on
20 Financial Services of the House of Representa-
21 tives; and

22 “(B) the Committee on Foreign Relations,
23 the Committee on Banking, Housing, and
24 Urban Affairs, and the Committee on the Judi-
25 ciary of the Senate.

1 “(3) ENTITY.—The term ‘entity’—

2 “(A) means a partnership, association, cor-
3 poration, or other organization, group, or sub-
4 group; and

5 “(B) includes a governmental entity

6 “(4) FUNDRAISING OR RECRUITMENT ACTIVI-
7 TIES.—The term ‘fundraising or recruitment activi-
8 ties’ includes online fundraising and other online
9 commercial activities, or other means of such fund-
10 raising, recruitment, and retention, as determined by
11 the President.

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

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

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

21 (b) CLERICAL AMENDMENT.—The table of contents
22 for the Hizballah International Financing Prevention Act
23 of 2015 is amended by striking the item relating to section
24 101 and inserting the following new item:

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

1 **SEC. 102. MODIFICATION OF REPORT WITH RESPECT TO FI-**
2 **NANCIAL INSTITUTIONS THAT ENGAGE IN**
3 **CERTAIN TRANSACTIONS.**

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

8 “(d) REPORT ON FINANCIAL INSTITUTIONS ORGA-
9 NIZED UNDER THE LAWS OF STATE SPONSORS OF TER-
10 RORISM.—

11 “(1) IN GENERAL.—Not later than 90 days
12 after the date of the enactment of the Hizballah
13 International Financing Prevention Amendments
14 Act of 2017, and annually thereafter for a period
15 not to exceed 3 years, the President shall submit to
16 the appropriate congressional committees and the
17 Committee on Appropriations of the House of Rep-
18 resentatives and the Committee on Appropriations of
19 the Senate a report that—

20 “(A) identifies each foreign financial insti-
21 tution described in paragraph (2) that the
22 President determines engages in one or more
23 activities described in subsection (a)(2);

24 “(B) provides a detailed description of
25 each such activity; and

1 “(C) contains a determination with respect
2 to each such foreign financial institution that is
3 identified under subparagraph (A) as engaging
4 in one or more activities described in subsection
5 (a)(2) as to whether or not such foreign finan-
6 cial institution is in violation of Executive
7 Order No. 13224 (50 U.S.C. 1701 note; relat-
8 ing to blocking property and prohibiting trans-
9 actions with persons who commit, threaten to
10 commit, or support terrorism) or section 2339B
11 of title 18, United States Code, by reason of en-
12 gaging in one or more such activities.

13 “(2) FOREIGN FINANCIAL INSTITUTION DE-
14 SCRIBED.—

15 “(A) IN GENERAL.—A foreign financial in-
16 stitution described in this paragraph is a for-
17 eign financial institution—

18 “(i) that, wherever located, is—

19 “(I) organized under the laws of
20 a state sponsor of terrorism or any ju-
21 risdiction within a state sponsor of
22 terrorism;

23 “(II) owned or controlled by the
24 government of a state sponsor of ter-
25 rorism;

1 “(III) located in the territory of
2 a state sponsor of terrorism; or

3 “(IV) owned or controlled by a
4 foreign financial institution described
5 in subclause (I), (II), or (III); and

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

8 “(B) STATE SPONSOR OF TERRORISM.—In
9 this paragraph, the term ‘state sponsor of ter-
10 rorism’ means a country the government of
11 which the Secretary of State has determined is
12 a government that has repeatedly provided sup-
13 port for acts of international terrorism for pur-
14 poses of—

15 “(i) section 6(j) of the Export Admin-
16 istration Act of 1979 (50 U.S.C. 4605(j))
17 (as continued in effect pursuant to the
18 International Emergency Economic Powers
19 Act (50 U.S.C. 1701 et seq.));

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

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

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

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

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

5 (2) the notion of separate Hizballah political
6 and military “wings” is an artificial construct that
7 attempts to legitimize Hizballah members of par-
8 liament and Hizballah cabinet officials who are
9 complicit in Hizballah’s use of violence and coercion
10 against its political opponents.

11 (c) MODIFICATION OF DEFINITION OF
12 HIZBALLAH.—Clause (ii) of section 102(f)(1)(E) of the
13 Hizballah International Financing Prevention Act of 2015
14 (Public Law 114–102; 50 U.S.C. 1701 note) is amend-
15 ed—

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

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

18 (3) by striking “of Hizballah.” and inserting
19 “of Hizballah; or”; and

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

21 “(II) who the President deter-
22 mines is an agent or affiliate of, or is
23 owned or controlled by Hizballah.”.

24 (d) REPORT.—

1 (1) IN GENERAL.—Not later than 120 days
2 after the date of the enactment of this Act, the
3 President shall transmit to the appropriate congres-
4 sional committees a report that contains a descrip-
5 tion of any sanctions described in section 102 of the
6 Hizballah International Financing Prevention Act of
7 2015 (Public Law 114–102; 50 U.S.C. 1701 note)
8 apply with respect to a foreign financial institution
9 by reason of engaging in an activity described in
10 subsection (a)(2) of such section with a member of
11 the Lebanese parliament or any cabinet official of
12 the Lebanese Republic who is a member of
13 Hizballah or identifies as such.

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

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

20 (A) the Committee on Foreign Affairs, the
21 Committee on Appropriations, the Permanent
22 Select Committee on Intelligence, and the Com-
23 mittee on Financial Services of the House of
24 Representatives; and

1 (B) the Committee on Foreign Relations,
2 the Committee on Appropriations, the Select
3 Committee on Intelligence, and the Committee
4 on Banking, Housing, and Urban Affairs of the
5 Senate.

6 **SEC. 103. SANCTIONS AGAINST FOREIGN STATES THAT SUP-**
7 **PORT HIZBALLAH.**

8 (a) IN GENERAL.—Title I of the Hizballah Inter-
9 national Financing Prevention Act of 2015 (Public Law
10 114–102; 50 U.S.C. 1701 note) is amended by adding at
11 the end the following:

12 **“SEC. 103. SANCTIONS AGAINST FOREIGN STATES THAT**
13 **SUPPORT HIZBALLAH.**

14 **“(a) SANCTIONS AGAINST CERTAIN AGENCIES AND**
15 **INSTRUMENTALITIES OF FOREIGN STATES.—**

16 **“(1) IN GENERAL.—**Not later than 90 days
17 after the date of the enactment of this section, and
18 as appropriate thereafter, the President shall impose
19 the sanctions described in paragraph (3) with re-
20 spect to any agency or instrumentality of a foreign
21 state described in paragraph (2).

22 **“(2) AGENCY OR INSTRUMENTALITY DE-**
23 **SCRIBED.—**An agency or instrumentality of a for-
24 eign state described in this paragraph is an agency
25 or instrumentality of a foreign state that the Presi-

1 dent determines has, on or after the date of the en-
2 actment of this section, knowingly—

3 “(A) directly or indirectly conducted com-
4 bat operations with, or supported combat oper-
5 ations of, Hizballah or an entity owned or con-
6 trolled by Hizballah; or

7 “(B) directly or indirectly provided signifi-
8 cant financial or material support for, or sig-
9 nificant arms or related material to, Hizballah
10 or an entity owned or controlled by Hizballah.

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

24 “(b) SANCTIONS AGAINST STATE SPONSORS OF TER-
25 RORISM.—

1 “(1) IN GENERAL.—In the case of an agency or
2 instrumentality of a foreign state that engages in
3 the activities described in subsection (a) that is an
4 agency or instrumentality of a foreign state de-
5 scribed in paragraph (3), the President shall, pursu-
6 ant to section 6 of the Export Administration Act of
7 1979 (as continued in effect pursuant to the Inter-
8 national Emergency Economic Powers Act (50
9 U.S.C. 1701 et seq.)), require a license under the
10 Export Administration Regulations to export or re-
11 export to that foreign state any item designated by
12 the Secretary of Commerce as ‘EAR 99’, other than
13 food, medicine, medical devices, or similarly licensed
14 items.

15 “(2) AUDITING REQUIREMENTS.—In the case of
16 an agency or instrumentality of a foreign state that
17 engages in the activities described in subsection (a)
18 that is an agency or instrumentality of a foreign
19 state described in paragraph (3), or the Government
20 of the Russian Federation if the President deter-
21 mines such Government is engaged in the activities
22 described in subsection (a), the President shall—

23 “(A) ensure that United States persons,
24 and foreign persons subject to United States ju-
25 risdiction, exercise enhanced due diligence in

1 the jurisdiction of that foreign state to ensure
2 such persons do not directly or indirectly fi-
3 nance Hizballah or engage in transactions with
4 foreign persons that directly or indirectly fi-
5 nance Hizballah;

6 “(B) ensure that United States persons,
7 and foreign persons subject to United States ju-
8 risdiction, maintain—

9 “(i) internal controls to prevent such
10 persons from engaging in a transaction or
11 transactions with Hizballah; and

12 “(ii) full compliance with relevant
13 laws and regulations;

14 “(C) ensure that United States persons,
15 and foreign persons subject to United States ju-
16 risdiction, engage an auditor to perform due
17 diligence to ascertain whether—

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

20 “(ii) any transactions of such person
21 are directly or indirectly financing
22 Hizballah; and

23 “(D) ensure the accuracy of the inde-
24 pendent private sector audits and other due
25 diligence processes by providing recommenda-

1 tions for the processes used to carry out such
2 audits, including to—

3 “(i) improve the accuracy of such au-
4 dits; and

5 “(ii) establish standards of best prac-
6 tices.

7 “(3) FOREIGN STATE DESCRIBED.—A foreign
8 state described in this paragraph is a foreign state
9 that—

10 “(A) the President determines has, on or
11 after the date of the enactment of this section,
12 knowingly provided significant financial or ma-
13 terial support for, or arms or related material
14 to—

15 “(i) Hizballah; or

16 “(ii) an entity owned or controlled by
17 Hizballah; and

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

19 “(c) WAIVER.—

20 “(1) IN GENERAL.—The President may, for pe-
21 riods not to exceed 180 days, waive the imposition
22 of sanctions under this section with respect to a for-
23 eign state or an agency or instrumentality of a for-
24 eign state if the President certifies to the appro-
25 priate congressional committees that such waiver is

1 vital to the national security interests of the United
2 States.

3 “(2) CONSULTATION.—

4 “(A) BEFORE WAIVER EXERCISED.—Be-
5 fore a waiver under paragraph (1) takes effect
6 with respect to a foreign state or an agency or
7 instrumentality of a foreign state, the President
8 shall notify and brief the appropriate congres-
9 sional committees on the status of the involve-
10 ment of the foreign state in activities described
11 in subsection (b)(3) or involvement of the agen-
12 cy or instrumentality of a foreign state in ac-
13 tivities described in subsection (a)(2), as the
14 case may be.

15 “(B) AFTER WAIVER EXERCISED.—Not
16 later than 90 days after the issuance of a waiv-
17 er under paragraph (1) with respect to a for-
18 eign state or an agency or instrumentality of a
19 foreign state, and every 120 days thereafter
20 while the waiver remains in effect, the Presi-
21 dent shall brief the appropriate congressional
22 committees on the status of the involvement of
23 the foreign state in activities described in sub-
24 section (b)(3) or involvement of the agency or
25 instrumentality of a foreign state in activities

1 described in subsection (a)(2), as the case may
2 be.

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

5 “(1) IN GENERAL.—Not later than 120 days
6 after the date of the enactment of this subsection,
7 the President shall submit to the appropriate con-
8 gressional committees and the Committee on Appro-
9 priations and the Permanent Select Committee on
10 Intelligence of the House of Representatives and the
11 Committee on Appropriations and the Select Com-
12 mittee on Intelligence of the Senate on a report that
13 contains the following:

14 “(A) An analysis of the foreign and domes-
15 tic supply chain that significantly facilitates,
16 supports, or otherwise aids Hizballah’s acquisi-
17 tion or development of missile production facili-
18 ties.

19 “(B) A description of the geographic dis-
20 tribution of the foreign and domestic supply
21 chain described in subparagraph (A).

22 “(C) An assessment of the provision of
23 goods, services, or technology transferred to
24 Hizballah by the Government of Iran or its af-

1 filiates to indigenously manufacture or other-
2 wise produce missiles.

3 “(D) An identification of foreign persons
4 that have, on or after the date of the enactment
5 of this subsection, and based on credible evi-
6 dence—

7 “(i) knowingly provided significant fi-
8 nancial or material support for, or signifi-
9 cant arms or related material to, Hizballah
10 or an entity owned or controlled by
11 Hizballah; or

12 “(ii) knowingly facilitated the transfer
13 of significant arms or related materiel to
14 Hizballah utilizing commercial aircraft or
15 air carriers.

16 “(E) A description of the steps that the
17 President is taking to disrupt the foreign and
18 domestic supply chain described in subpara-
19 graph (A).

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

23 “(e) DEFINITIONS.—In this section:

24 “(1) AGENCY OR INSTRUMENTALITY OF A FOR-
25 EIGN STATE; FOREIGN STATE.—The terms ‘agency

1 or instrumentality of a foreign state’ and ‘foreign
2 state’ have the meanings given those terms in sec-
3 tion 1603 of title 28, United States Code.

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

7 “(A) the Committee on Foreign Affairs,
8 the Committee on Financial Services, the Com-
9 mittee on Ways and Means, the Committee on
10 the Judiciary, the Committee on Appropria-
11 tions, and the Permanent Select Committee on
12 Intelligence of the House of Representatives;
13 and

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

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

22 “(A) nuclear, biological, chemical, or radio-
23 logical weapons or materials or components of
24 such weapons;

1 “(B) ballistic or cruise missile weapons or
2 materials or components of such weapons;

3 “(C) destabilizing numbers and types of
4 advanced conventional weapons;

5 “(D) defense articles or defense services,
6 as those terms are defined in paragraphs (3)
7 and (4), respectively, of section 47 of the Arms
8 Export Control Act (22 U.S.C. 2794); or

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

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

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

19 “(6) STATE SPONSOR OF TERRORISM.—In this
20 paragraph, the term ‘state sponsor of terrorism’
21 means a country the government of which the Sec-
22 retary of State has determined is a government that
23 has repeatedly provided support for acts of inter-
24 national terrorism for purposes of—

1 “(A) section 6(j) of the Export Adminis-
 2 tration Act of 1979 (50 U.S.C. 4605(j)) (as
 3 continued in effect pursuant to the Inter-
 4 national Emergency Economic Powers Act (50
 5 U.S.C. 1701 et seq.));

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

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

10 “(D) any other provision of law.”.

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

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

15 (c) REPORT ON SIGNIFICANT MATERIAL SUPPORT
 16 AND ARMS OR RELATED MATERIEL PROVIDED BY THE
 17 RUSSIAN FEDERATION TO HIZBALLAH.—

18 (1) IN GENERAL.—Not later than 120 days
 19 after the date of the enactment of this Act, the
 20 President shall submit to the appropriate congres-
 21 sional committees a report that contains the fol-
 22 lowing:

23 (A) A description of significant material
 24 support and arms or related material that the
 25 Government of the Russian Federation has, on

1 or after the date of the enactment of this Act,
2 knowingly, directly or indirectly, provided to
3 Hizballah or an entity owned or controlled by
4 Hizballah.

5 (B) An analysis of the extent to which
6 Russian strategic weapons deployed in Syria,
7 including air defense systems, have provided
8 protection for Hizballah fighters in Syria.

9 (C) An assessment of whether Russian
10 counter-proliferation safeguards can ensure that
11 any arms or related materiel described in sub-
12 paragraph (A) will not be used against Israel in
13 the future.

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

17 (3) DEFINITIONS.—In this subsection:

18 (A) APPROPRIATE CONGRESSIONAL COM-
19 MITTEES.—The term “appropriate congres-
20 sional committees” has the meaning given such
21 term in section 103 of the Hizballah Inter-
22 national Financing Prevention Act of 2015, as
23 added by this section.

24 (B) ARMS OR RELATED MATERIAL.—The
25 term “arms or related material” has the mean-

1 ing given such term in section 103 of the
2 Hizballah International Financing Prevention
3 Act of 2015, as added by this section.

4 **SEC. 104. PROHIBITIONS AND CONDITIONS WITH RESPECT**
5 **TO CERTAIN ACCOUNTS HELD BY FOREIGN**
6 **FINANCIAL INSTITUTIONS.**

7 Section 104(c)(2)(A)(ii) of the Comprehensive Iran
8 Sanctions, Accountability, and Divestment Act of 2010
9 (22 U.S.C. 8513(c)(2)(A)(ii)) is amended by inserting be-
10 fore “or support for acts of international terrorism” the
11 following “, including Hizballah (as defined in section
12 102(f)(1)(E) of the Hizballah International Financing
13 Prevention Act of 2015 (Public Law 114–102; 50 U.S.C.
14 1701 note)), and any affiliates or successors thereof,”.

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

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

1 (1) identifies Department of State priorities, in
2 coordination with other executive branch agencies,
3 for defining United States policy to protect United
4 States interests from Iranian and Hizballah threats
5 in the Western Hemisphere;

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

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

23 (4) includes a review of all relevant United
24 States sanctions that relate to Hizballah's activities
25 in Latin America and the Caribbean and an assess-

1 ment of their use, effectiveness, and any capability
2 gaps;

3 (5) includes a review of the use of the Depart-
4 ment of State's rewards program under section 36
5 of the State Department Basic Authorities Act (22
6 U.S.C. 2708) to obtain information related to Latin
7 America-based Hizballah operatives and illicit net-
8 works and an assessment of the effectiveness of this
9 program for targeting Hizballah in the Western
10 Hemisphere;

11 (6) includes a review of all relevant United
12 States sanctions on financial institutions in Latin
13 America and the Caribbean that engage in activities
14 outlined by section 102 of Hizballah International
15 Financing Prevention Act of 2015 (Public Law 114–
16 102; 50 U.S.C. 1701 note) and an assessment of the
17 use of the authorities outlined, their effectiveness,
18 and recommendations for improvement;

19 (7) describes Hizballah criminal support net-
20 works, including country facilitation, in the Western
21 Hemisphere and outlines a United States approach
22 to partners in the region to address those illicit net-
23 works and build country capacity to combat the
24 transnational criminal activities of Hizballah; and

1 (8) includes a review of the actions of govern-
2 ments in the Western Hemisphere to identify, inves-
3 tigate, and prosecute Latin America-based Hizballah
4 operatives, and enforce sanctions either personally or
5 to their business interests of Latin America-based
6 Hizballah operatives as well as recommendations for
7 United States action towards governments who
8 refuse to impose sanctions or who willingly facilitate
9 Latin America-based Hizballah illicit activities.

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

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

16 (1) the Committee on Foreign Affairs, the
17 Committee on Financial Services, the Committee on
18 Appropriations, and the Permanent Select Com-
19 mittee on Intelligence of the House of Representa-
20 tives; and

21 (2) the Committee on Foreign Relations, the
22 Committee on Banking, Housing, and Urban Af-
23 fairs, the Committee on Appropriations, and the Se-
24 lect Committee on Intelligence of the Senate.

25 (d) DIPLOMATIC ENGAGEMENT.—

1 (1) IN GENERAL.—Title I of the Hizballah
2 International Financing Prevention Act of 2015
3 (Public Law 114–102; 129 Stat. 2206; 50 U.S.C.
4 1701 note), as amended by section 103 of this Act,
5 is further amended by adding at the end the fol-
6 lowing:

7 **“SEC. 104. DIPLOMATIC INITIATIVES.**

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

10 “(1) the Secretary of State to increase coopera-
11 tion with countries in the Western Hemisphere to
12 assist in strengthening the capacity of governments
13 to prevent hostile activity by Iran and disrupt and
14 degrade Hizballah’s illicit networks operating in the
15 region, including diplomatic engagement that in-
16 volves—

17 “(A) efforts to target and expose illicit net-
18 works, arrest perpetrators, freeze assets, and
19 attack Iran and Hizballah’s use of illicit net-
20 works using international trade and banking
21 systems;

22 “(B) efforts to revoke or deny visas from
23 those implicated in Hizballah’s activity in the
24 region, including lawyers, accountants, business
25 partners, service providers, and politicians who

1 knowingly facilitate or fail to take measures to
2 counter Hizballah’s illicit finance in their own
3 jurisdictions;

4 “(C) efforts to assist willing nations with
5 the development of counter-organized crime leg-
6 islation, the strengthening of financial inves-
7 tigative capacity, and a fully-vetted counter-or-
8 ganized crime judicial model in places plagued
9 with corruption; and

10 “(D) efforts to persuade governments in
11 the region to list Hizballah as a terrorist orga-
12 nization;

13 “(2) the United States Permanent Representa-
14 tive to the Organization of American States to work
15 to secure support at the Organization of American
16 States for a resolution that would declare Hizballah
17 as a terrorist organization and address Hizballah’s
18 illicit networks operating in the region;

19 “(3) the United States Ambassador to the Or-
20 ganization for Security and Cooperation in Europe
21 (OSCE) to work to secure a report on compliance by
22 participating states with OSCE Decision Number
23 1063, the ‘Consolidated Framework for the Fight
24 Against Terrorism’, in regard to Hizballah, with
25 particular focus on the mandate to ‘suppress the fi-

1 nancing of terrorism, including its links with money-
 2 laundering and illegal economic activities’, especially
 3 as it relates transatlantic relations, including with
 4 Latin America and the Caribbean; and

5 “(4) United States diplomats to work with
 6 international forums, including the Financial Action
 7 Task Force, to identify government entities within
 8 Latin America and the Caribbean that provide sup-
 9 port, facilitation, or assistance to individuals affili-
 10 ated with Hizballah in the Western Hemisphere.”.

11 (2) CLERICAL AMENDMENT.—The table of con-
 12 tents for the Hizballah International Financing Pre-
 13 vention Act of 2015 is amended by inserting after
 14 the item related to section 103 the following new
 15 item:

“Sec. 104. Diplomatic initiatives.”.

16 **TITLE II—NARCOTICS TRAF-**
 17 **FICKING AND SIGNIFICANT**
 18 **TRANSNATIONAL CRIMINAL**
 19 **ACTIVITIES OF HIZBALLAH**

20 **SEC. 201. BLOCKING OF PROPERTY OF AFFILIATED NET-**
 21 **WORKS OF HIZBALLAH.**

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

1 **“SEC. 201. IMPOSITION OF SANCTIONS WITH RESPECT TO**
2 **AFFILIATED NETWORKS OF HIZBALLAH.**

3 “(a) IN GENERAL.—Not later than 120 days after
4 the date of the enactment of this section, and as appro-
5 priate thereafter, the President shall impose the sanctions
6 described in subsection (b) with respect to affiliated net-
7 works of Hizballah, including by reason of significant
8 transnational criminal activities of such networks.

9 “(b) SANCTIONS DESCRIBED.—The sanctions de-
10 scribed in this subsection are sanctions applied with re-
11 spect to a foreign person pursuant to Executive Order No.
12 13581 (75 Fed. Reg. 44,757) (as such Executive order
13 was in effect on the day before the date of the enactment
14 of this section).

15 “(c) DEFINITION.—In this section, the term
16 ‘Hizballah’ has the meaning given such term in section
17 102(f).”.

18 (b) CLERICAL AMENDMENTS.—The table of contents
19 for the Hizballah International Financing Prevention Act
20 of 2015 is amended—

21 (1) by striking the item relating to title II and
22 inserting the following:

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

23 and

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

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

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

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

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

12 **“SEC. 202. REPORT ON RACKETEERING ACTIVITIES EN-**
13 **GAGED IN BY HIZBALLAH.**

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

1 “(1) Activities that Hizballah, and agents and
2 affiliates of Hizballah, have engaged in that are
3 racketeering activities.

4 “(2) The extent to which Hizballah, and agents
5 and affiliates of Hizballah, engage in a pattern of
6 such racketeering activities.

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

10 “(c) DEFINITIONS.—In this section:

11 “(1) APPROPRIATE CONGRESSIONAL COMMIT-
12 TEES.—The term ‘appropriate congressional com-
13 mittees’ means—

14 “(A) the Committee on the Judiciary, the
15 Committee on Foreign Affairs, and the Com-
16 mittee on Appropriations of the House of Rep-
17 resentatives; and

18 “(B) the Committee on the Judiciary, the
19 Committee on Foreign Relations, and the Com-
20 mittee on Appropriations of the Senate.

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

23 “(3) RACKETEERING ACTIVITY.—The term
24 ‘racketeering activity’ has the meaning given that

1 term in section 1961(1) of title 18, United States
2 Code.”.

3 (b) CLERICAL AMENDMENT.—The table of contents
4 for the Hizballah International Financing Prevention Act
5 of 2015 is amended by striking the item relating to section
6 202 and inserting the following:

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

7 **SEC. 203. MODIFICATION OF REPORT ON ACTIVITIES OF**
8 **FOREIGN GOVERNMENTS TO DISRUPT GLOB-**
9 **AL LOGISTICS NETWORKS AND FUND-**
10 **RAISING, FINANCING, AND MONEY LAUN-**
11 **DERING ACTIVITIES OF HIZBALLAH.**

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

16 (1) in the matter preceding subparagraph (A),
17 by striking “this Act” and inserting “the Hizballah
18 International Financing Prevention Amendments
19 Act of 2017, and annually thereafter for the fol-
20 lowing 5 years”;

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

23 (3) in subparagraph (E), by striking “and free-
24 trade zones.” and inserting “free-trade zones, busi-
25 ness partnerships and joint ventures, and other in-

1 vestments in small and medium-sized enterprises;”;
2 and

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

4 “(F) a list of provinces, municipalities, and
5 local governments outside of Lebanon that ex-
6 pressly consent to, or with knowledge allow, tol-
7 erate, or disregard the use of their territory by
8 Hizballah to carry out terrorist activities, in-
9 cluding training, financing, and recruitment;

10 “(G) a description of the total aggregate
11 revenues and remittances that Hizballah re-
12 ceives from the global logistics networks of
13 Hizballah, including—

14 “(i) a list of Hizballah’s sources of
15 revenue, including sources of revenue
16 based on illicit activity, revenues from
17 Iran, charities, and other business activi-
18 ties; and

19 “(ii) a list of Hizballah’s expenditures,
20 including expenditures for ongoing military
21 operations, social networks, and external
22 operations;

23 “(H) a survey of national and
24 transnational legal measures available to target
25 Hizballah’s financial networks;

1 “(I) an assessment of Hizballah’s financial
2 operations in areas under its operational or po-
3 litical control in Lebanon and Syria and avail-
4 able measures to target Hizballah’s financial
5 operations in those areas;

6 “(J) a review of Hizballah’s international
7 operational capabilities, including in the United
8 States; and

9 “(K) a review of—

10 “(i) the total number and value of
11 Hizballah-related assets seized and for-
12 feited; and

13 “(ii) the total number of indictments,
14 prosecutions, and extraditions of Hizballah
15 members or affiliates.”.

16 (b) REPORT ON ESTIMATED NET WORTH OF AND
17 DETERMINATION WITH RESPECT TO SENIOR HIZBALLAH
18 MEMBERS.—

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

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

3 (B) a description of how funds of each in-
4 dividual described in paragraph (2) were ac-
5 quired, and how such funds have been used or
6 employed; and

7 (C) a determination of whether each indi-
8 vidual described in paragraph (2) meets the cri-
9 teria described in paragraph (3) or (4) of sec-
10 tion 1263(a) of the National Defense Author-
11 ization Act for Fiscal Year 2017 (Public Law
12 114–328; 22 U.S.C. 2656 note).

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

15 (A) The Secretary General of Hizballah.

16 (B) Members of the Hizballah Politburo.

17 (C) Any other individual that the President
18 determines is a senior foreign political figure of
19 Hizballah, is associated with Hizballah, or oth-
20 erwise provides significant support to Hizballah.

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

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

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

6 (4) DEFINITIONS.—In this subsection:

7 (A) APPROPRIATE CONGRESSIONAL COM-
8 MITTEES.—The term “appropriate congres-
9 sional committees” means—

10 (i) the Committee on Foreign Affairs,
11 the Committee on Financial Services, the
12 Committee on Appropriations, and the
13 Permanent Select Committee on Intel-
14 ligence of the House of Representatives;
15 and

16 (ii) the Committee on Foreign Rela-
17 tions, the Committee on Banking, Hous-
18 ing, and Urban Affairs, the Committee on
19 Appropriations, and the Select Committee
20 on Intelligence of the Senate.

21 (B) FUNDS.—The term “funds” means—

22 (i) cash;

23 (ii) equity;

24 (iii) any other intangible asset the
25 value of which is derived from a contrac-

tual claim, including bank deposits, bonds, stocks, a security (as defined in section 2(a) of the Securities Act of 1933 (15 U.S.C. 77b(a))), or a security or an equity security (as those terms are defined in section 3(a) of the Securities Exchange Act of 1934 (15 U.S.C. 78c(a))); and

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

(C) SENIOR FOREIGN POLITICAL FIGURE.—The term “senior foreign political figure” has the meaning given that term in section 1010.605 of title 31, Code of Federal Regulations (or any successor regulation).

SEC. 204. REPORT ON COMBATING THE ILLICIT TOBACCO TRAFFICKING NETWORKS USED BY HIZBALLAH AND OTHER FOREIGN TERRORIST ORGANIZATIONS.

(a) IN GENERAL.—Not later than 180 days after the date of the enactment of this Act, the President shall submit to the appropriate congressional committees a report on combating the illicit tobacco trafficking networks used by Hizballah and other foreign terrorist organizations to finance their operations, as described in the report submitted to Congress in December 2015 by the Department

1 of State, the Department of Justice, the Department of
2 the Treasury, the Department of Homeland Security, and
3 the Department of Health and Human Services entitled,
4 “The Global Illicit Trade in Tobacco: A Threat to Na-
5 tional Security.”.

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

8 (1) A description of the steps to be taken by
9 Federal agencies to combat the illicit tobacco traf-
10 ficking networks used by Hizballah, other foreign
11 terrorist organizations, and other illicit actors.

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

16 (3) A description of the steps to be taken to en-
17 gage foreign government law enforcement and intel-
18 ligence authorities in efforts to combat illicit tobacco
19 trafficking networks operating outside the United
20 States.

21 (4) Recommendations for legislative or adminis-
22 trative action needed to address the threat of illicit
23 tobacco trafficking networks.

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

4 (1) the Committee on Foreign Affairs, the
5 Committee on Armed Services, the Committee on
6 Homeland Security, the Committee on the Judiciary,
7 the Committee on Financial Services, the Committee
8 on Ways and Means, the Committee on Appropria-
9 tions, and the Permanent Select Committee on Intel-
10 ligence of the House of Representatives; and

11 (2) the Committee on Foreign Relations, the
12 Committee on Armed Services, the Committee on
13 Homeland Security and Governmental Affairs, the
14 Committee on the Judiciary, the Committee on
15 Banking, Housing, and Urban Affairs, the Com-
16 mittee on Finance, the Committee on Appropria-
17 tions, and the Select Committee on Intelligence of
18 the Senate.

19 **TITLE III—GENERAL** 20 **PROVISIONS**

21 **SEC. 301. REGULATORY AUTHORITY.**

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

1 (b) BRIEFING TO CONGRESS.—Not later than 10
2 days before the prescription of regulations under sub-
3 section (a), the President shall brief the appropriate con-
4 gressional committees of the proposed regulations and the
5 provisions of this Act and the amendments made by this
6 Act that the regulations are implementing.

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

10 (1) the Committee on Foreign Affairs, the
11 Committee on Financial Services, and the Com-
12 mittee on Ways and Means of the House of Rep-
13 resentatives; and

14 (2) the Committee on Foreign Relations, the
15 Committee on Banking, Housing, and Urban Af-
16 fairs, and the Committee on Finance of the Senate.

17 **SEC. 302. IMPLEMENTATION; PENALTIES; JUDICIAL RE-**
18 **VIEW; EXEMPTIONS.**

19 (a) IN GENERAL.—Title I of the Hizballah Inter-
20 national Financing Prevention Act of 2015 (Public Law
21 114–102; 50 U.S.C. 1701 note), as amended by sections
22 103 and 105 of this Act, is further amended by adding
23 at the end the following:

1 **“SEC. 105. IMPLEMENTATION; PENALTIES; JUDICIAL RE-**
2 **VIEW; EXEMPTIONS; RULE OF CONSTRUC-**
3 **TION.**

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

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

16 “(c) PROCEDURES FOR JUDICIAL REVIEW OF CLAS-
17 SIFIED INFORMATION.—

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

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

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

8 “(1) Any authorized intelligence, law enforce-
9 ment, or national security activities of the United
10 States.

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

21 “(e) RULE OF CONSTRUCTION.—Nothing in section
22 101 or 103 shall be construed to limit the authority of
23 the President under the International Emergency Eco-
24 nomic Powers Act (50 U.S.C. 1701 et seq.) or under any
25 other provision of law.”.

1 (b) CLERICAL AMENDMENT.—The table of contents
2 for the Hizballah International Financing Prevention Act
3 of 2015 is amended by inserting after the item relating
4 to section 104, as added by section 105(c) of this Act,
5 the following new item:

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

Passed the House of Representatives October 25,
2017.

Attest:

Clerk.

115TH CONGRESS
1ST SESSION

H. R. 3329

AN ACT

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