117TH CONGRESS 2D SESSION

## H. R. 9598

To require a strategy for countering the People's Republic of China.

## IN THE HOUSE OF REPRESENTATIVES

DECEMBER 15, 2022

Mr. Smith of New Jersey introduced the following bill; which was referred to the Committee on Foreign Affairs, and in addition to the Committees on Armed Services, Ways and Means, and Energy and Commerce, 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

## A BILL

To require a strategy for countering the People's Republic of China.

- 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.
- 4 This Act may be cited as the "Taiwan Protection and
- 5 National Resilience Act of 2022".
- 6 SEC. 2. STRATEGY FOR COUNTERING THE PEOPLE'S RE-
- 7 PUBLIC OF CHINA.
- 8 (a) Identification of Vulnerabilities and Le-
- 9 VERAGE.—Not later than 180 days after the date of the

- 1 enactment of this Act, the Secretary of Defense, in con-
- 2 sultation with the Secretary of State, the Secretary of
- 3 Commerce, the Secretary of the Treasury, the Director of
- 4 the Office of Federal Procurement Policy, and the Direc-
- 5 tor of the Office of Science and Technology Policy, shall
- 6 submit to the appropriate committees of Congress a report
- 7 that identifies—
- 8 (1) goods and services from the United States
- 9 that are relied on by the People's Republic of China
- such that that reliance presents a strategic oppor-
- tunity and source of leverage against the People's
- Republic of China; and
- 13 (2) procurement practices of the United States
- 14 Armed Forces and other Federal agencies that are
- reliant on trade with the People's Republic of China
- and other inputs from the People's Republic of
- 17 China, such that that reliance presents a strategic
- vulnerability and source of leverage that the Chinese
- 19 Communist Party could exploit.
- 20 (b) STRATEGY.—Not later than 180 days after the
- 21 submission of the report required by subsection (a)—
- 22 (1) the Secretary of the Treasury, in consulta-
- 23 tion with the Secretary of the Defense, the Secretary
- of Commerce, the Secretary of State, the Director of
- 25 the Office of Federal Procurement Policy, and the

- Director of the Office of Science and Technology Policy, shall submit to the appropriate committees of Congress a report, utilizing the findings of the report required by subsection (a), that describes a comprehensive sanctions strategy to advise policy-makers on policies the United States and allies and partners of the United States could adopt with re-spect to the People's Republic of China in response to an invasion of Taiwan by the People's Republic of China that—
  - (A) starves the People's Liberation Army of oil, natural gas, munitions, and other supplies needed to conduct military operations against Taiwan, United States facilities in the Pacific and Indian Oceans, and allies and partners of the United States in the region;
  - (B) diminishes the capacity of the industrial base of the People's Republic of China to manufacture and deliver defense articles to replace those lost in operations of the People's Liberation Army against Taiwan, the United States, and allies and partners of the United States; and
  - (C) inhibits the ability of the People's Republic of China to evade United States and

1	multilateral sanctions through third parties, in-
2	cluding through secondary sanctions; and
3	(2) the Secretary of Commerce, in consultation
4	the Secretary of Defense, the Secretary of State, the
5	Director of National Intelligence, the United States
6	Trade Representative, the Director of the Office of
7	Federal Procurement Policy, and the Director of the
8	Office of Science and Technology Policy, shall sub-
9	mit to the appropriate committees of Congress a re-
10	port that—
11	(A) identifies critical sectors within the
12	United States economy that rely on trade with
13	the People's Republic of China and other inputs
14	from the People's Republic of China (including
15	active pharmaceutical ingredients, rare earth
16	minerals, and metallurgical inputs), such that
17	those sectors present a strategic vulnerability
18	and source of leverage that the Chinese Com-
19	munist Party could exploit; and
20	(B) makes recommendations to Congress
21	on steps that can be taken to reduce the
22	sources of leverage described in subparagraph
23	(A) and subsection (a)(1), including through—
24	(i) provision of economic incentives
25	and making other trade and contracting

1	reforms to support United States industry
2	and job growth in critical sectors and to
3	indigenize production of critical resources;
4	and
5	(ii) policies to facilitate "near- or
6	friend-shoring", or otherwise developing
7	strategies to facilitate that process with al-
8	lies and partners of the United States, in
9	other sectors for which domestic reshoring
10	would prove infeasible for any reason.
11	(c) Form.—The reports required by subsections (a)
12	and (b) shall be submitted in unclassified form but may
13	include a classified annex.
14	(d) Appropriate Committees of Congress De-
15	FINED.—In this section, the term "appropriate commit-
16	tees of Congress' means—
17	(1) the Committee on Foreign Relations, the
18	Committee on Armed Services, the Select Committee
19	on Intelligence, the Committee on Finance, the Com-
20	mittee on Banking, Housing, and Urban Affairs,
21	and the Committee on Commerce, Science, and
22	Transportation of the Senate; and
23	(2) the Committee on Foreign Affairs, the
24	Committee on Armed Services, the Committee on Fi-
25	nancial Services, the Committee on Energy and

- 1 Commerce, and the Permanent Select Committee on
- 2 Intelligence of the House of Representatives.

 $\bigcirc$