

**AMENDMENT TO RULES COMM. PRINT 119-33**  
**OFFERED BY MR. CASTRO OF TEXAS**

At the end of subtitle B of title XVII, add the following new section:

1 **SEC. 17 \_\_\_\_ . INITIATIVE ON FOREIGN INVESTMENT SCREEN-**  
2 **ING.**

3 (a) INITIATIVE ON FOREIGN INVESTMENT SCREEN-  
4 ING.—

5 (1) ESTABLISHMENT.—Not later than 180 days  
6 after the date of the enactment of this Act, the Sec-  
7 retary of State shall establish the Initiative on For-  
8 eign Investment Screening (in this section referred  
9 to as the “Initiative”) which shall terminate on the  
10 date that is 3 years after the date of such establish-  
11 ment.

12 (2) COORDINATION.—The Secretary shall co-  
13 ordinate with the heads of other government agen-  
14 cies, as appropriate, in the establishment and activi-  
15 ties of the initiative.

16 (3) DESIGNATED OFFICIAL.—The Secretary  
17 shall designate the Under Secretary for Economic  
18 Growth, Energy, and the Environment or the des-  
19 ignee of the Under Secretary to lead the initiative.

1 (4) DUTIES.—The Initiative shall—

2 (A) provide technical assistance, training,  
3 and advisory services to foreign countries re-  
4 garding best practices for screening foreign in-  
5 vestments for national security risks to such  
6 countries;

7 (B) facilitate coordination among United  
8 States agencies, the private sector, partner  
9 countries, and civil society to promote invest-  
10 ment security standards;

11 (C) support the development and imple-  
12 mentation of foreign investment screening  
13 mechanisms in partner countries through regu-  
14 latory guidance and information sharing;

15 (D) assess the progress of partner coun-  
16 tries in establishing robust investment screening  
17 mechanisms; and

18 (E) conduct outreach and capacity-building  
19 efforts to enhance global awareness of invest-  
20 ment security risks.

21 (5) ANNUAL REPORT TO CONGRESS.—Not later  
22 than one year after the date of enactment of this  
23 Act, and annually thereafter for 3 years, the Sec-  
24 retary shall submit to the appropriate congressional

1 committees a report on the activities of the Initia-  
2 tive, including—

3 (A) a summary of technical assistance and  
4 training provided to foreign countries;

5 (B) an assessment of progress made by  
6 foreign countries in implementing investment  
7 screening mechanisms;

8 (C) an evaluation of emerging national se-  
9 curity risks related to foreign investment;

10 (D) recommendations for further United  
11 States engagement with foreign countries re-  
12 garding investment security assistance; and

13 (E) for each country determined by the  
14 Secretary to be a partner country pursuant to  
15 subsection (b)(4)(C) and not included in a pre-  
16 vious report required in this paragraph, a de-  
17 tailed description of the reasons for such deter-  
18 mination.

19 (b) DEFINITIONS.—In this section:

20 (1) The term “appropriate congressional com-  
21 mittees” means the following:

22 (A) The Committee on Foreign Affairs of  
23 the House of Representatives.

24 (B) The Committee on Foreign Relations  
25 of the Senate.

1           (2) The term “foreign investment” means di-  
2           rect or indirect investment in the economy of a coun-  
3           try by—

4                   (A) an individual who is not a citizen or  
5                   national of such country; or

6                   (B) an entity that is not organized under  
7                   the laws of such country or any jurisdiction  
8                   within such country.

9           (3) The term “national security risk” means a  
10           risk related to critical infrastructure, sensitive tech-  
11           nology, supply chain vulnerabilities, or malign for-  
12           eign influence.

13           (4) The term “partner country” means the fol-  
14           lowing:

15                   (A) A country with which the United  
16                   States has entered into a bilateral or multilat-  
17                   eral free trade agreement.

18                   (B) A country with which the United  
19                   States has entered into a mutual defense agree-  
20                   ment by treaty.

21                   (C) Any other country, as determined by  
22                   the Secretary.

