

AMENDMENT TO RULES COMMITTEE PRINT 118-

36

OFFERED BY MS. WEXTON OF VIRGINIA

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

1 **SEC. 17___ . MEASURES TO PREVENT THE USE OF FORCED**
2 **LABOR IN FEDERAL GOVERNMENT PROJECTS**
3 **AND SUPPLY CHAINS.**

4 (a) FINDINGS.—The Congress finds as follows:

5 (1) The International Labor Organization has
6 expressed “deep concern” about the “extensive use
7 of forced labor in the Xinjiang Uyghur Autonomous
8 Region”.

9 (2) In its 2022 annual report, the Congres-
10 sional-Executive Commission on China (CECC)
11 found that “Authorities in the XUAR (Xinjiang
12 Uyghur Autonomous Region) maintained a system
13 of forced labor that involved former mass internment
14 camp detainees and other Turkic and Muslim indi-
15 viduals.”.

16 (3) In 2022, the Atlantic Council published a
17 report detailing that the World Bank’s private lend-
18 ing body, the International Finance Corporation

1 (IFC), determined that several IFC clients were ac-
2 tive participants in the People’s Republic of China
3 campaign against the Uyghur people and Uyghur
4 culture in the XUAR.

5 (b) SENSE OF THE CONGRESS.—It is the sense of
6 the Congress that—

7 (1) international financial institutions should
8 not fund, finance, or provide loan guarantees to any
9 entity that has been credibly accused of using forced
10 labor; and

11 (2) the United States should work with allies,
12 partners, and all countries around the globe to elimi-
13 nate forced labor and ensure that international fi-
14 nancial institutions do not fund projects that use
15 forced labor.

16 (c) UNITED STATES OPPOSITION TO INTERNATIONAL
17 FINANCIAL INSTITUTION LOANS FOR PROJECTS THAT
18 WOULD USE, OR HAVE A SIGNIFICANT RISK OF USING,
19 FORCED LABOR.—

20 (1) IN GENERAL.—Title VII of the Inter-
21 national Financial Institutions Act (22 U.S.C. 262d,
22 262e note, 262e, and 262d note) is amended by add-
23 ing at the end the following:

1 **“SEC. 706. UNITED STATES OPPOSITION TO LOANS FOR**
2 **PROJECTS THAT WOULD USE, OR HAVE A SIG-**
3 **NIFICANT RISK OF USING, FORCED LABOR.**

4 “(a) IN GENERAL.—The Secretary of the Treasury
5 shall instruct the United States Executive Director at each
6 international financial institution (as defined in section
7 1701(c)(2)) to use the voice, vote, and influence of the
8 United States, to the maximum extent practicable, to—

9 “(1) oppose the provision of a loan to any
10 project that will—

11 “(A) pose a significant risk of using forced
12 labor; or

13 “(B) be carried out by a state-owned or
14 heavily state-influenced entity in the Xinjiang
15 Uyghur Autonomous Region; and

16 “(2) require the institution to provide, with re-
17 spect to each project supported by the institution, an
18 explanation, specific to the project, of—

19 “(A) how the institution has vetted the
20 project for forced labor risks; and

21 “(B) the actions taken to mitigate, track,
22 and reverse that risk.

23 “(b) DEFINITION OF FORCED LABOR.—In this sec-
24 tion, the term ‘forced labor’—

25 “(1) has the meaning given the term in section
26 307 of the Tariff Act of 1930 (19 U.S.C. 1307); and

1 “(2) includes convict labor and indentured labor
2 under penal sanctions.”.

3 (2) REPORT.—

4 (A) IN GENERAL.—Not later than 1 year
5 after the date of the enactment of this Act, and
6 annually thereafter for the next 5 years, the
7 Secretary of the Treasury shall submit to the
8 Committee on Financial Services of the House
9 of Representatives, the Committee on Foreign
10 Affairs of the House of Representatives, the
11 Committee on Foreign Relations of the Senate,
12 and the Committee on Banking, Housing, and
13 Urban Affairs of the Senate a written report on
14 the implementation of the amendment made by
15 subsection (a), which shall include details
16 about—

17 (i) any project approved by an inter-
18 national financial institution (as defined in
19 section 1701(c)(2) of the International Fi-
20 nancial Institutions Act) in which forced
21 labor could possibly be used; and

22 (ii) the efforts of the United States
23 Executive Director at each such institution
24 to convince other countries to oppose any

1 project in which forced labor could be
2 used.

3 (B) PUBLIC AVAILABILITY.—The Secretary
4 of the Treasury shall make the report (or an
5 unclassified version of the report) available to
6 the public.

7 (d) REQUIREMENTS FOR DEFENSE CONTRACTORS.—
8 Beginning on the date of the enactment of this Act, the
9 Secretary of Defense may not enter into or renew a con-
10 tract with a contractor unless the Secretary verifies that
11 the contractor does not use forced labor.

12 (e) STUDY ON FORCED LABOR IN
13 USINDOPACOM.—

14 (1) IN GENERAL.—The Secretary of Defense, in
15 consultation with the Commander of the United
16 States Indo-Pacific Command, shall conduct a study
17 to examine the use of forced labor in the area of re-
18 sponsibility of such Command, which shall include
19 analysis of any forced labor associated with bilateral
20 and multilateral cooperation agreements with foreign
21 partners in such area.

22 (2) REPORT.—Not later than one year after the
23 date of the enactment of this Act, the Secretary of
24 Defense shall submit to the congressional defense

1 committees a report on the results of the study con-
2 ducted under paragraph (1).

3 (f) TRAINING.—The Secretary of Defense, in con-
4 sultation with the Commander of the United States Indo-
5 Pacific Command, shall ensure that members of the
6 Armed Forces who are stationed at locations in the area
7 of responsibility of such Command and have responsibil-
8 ities relating to logistics and supply procurement receive
9 training on—

10 (1) recognizing the use of forced labor in local-
11 based supply chains; and

12 (2) mechanisms for reporting the suspected use
13 of forced labor to the Department of Defense and
14 other appropriate authorities.

15 (g) FORCED LABOR DEFINED.—In this section, the
16 term “forced labor” has the meaning given that term in
17 section 706(b) of the International Financial Institutions
18 Act (as added by subsection (c)).

