

AMENDMENT TO RULES COMMITTEE PRINT 117-

54

OFFERED BY MS. OCASIO-CORTEZ OF NEW YORK

Page 1262, after line 23, insert the following:

1 **SEC. ____ . SUPPORT FOR INTERNATIONAL INITIATIVES TO**
2 **PROVIDE DEBT RESTRUCTURING OR RELIEF**
3 **TO DEVELOPING COUNTRIES WITH**
4 **UNSUSTAINABLE LEVELS OF DEBT.**

5 (a) IN GENERAL.—Title XVI of the International Fi-
6 nancial Institutions Act (22 U.S.C. 262p et seq.) is
7 amended by adding at the end the following:

8 **“SEC. 1632. SUPPORT FOR INTERNATIONAL INITIATIVES TO**
9 **PROVIDE DEBT RESTRUCTURING OR RELIEF**
10 **TO DEVELOPING COUNTRIES WITH**
11 **UNSUSTAINABLE LEVELS OF DEBT.**

12 **“(a) DEBT RELIEF.—**The Secretary of the Treasury,
13 in consultation with the Secretary of State, shall—

14 **“(1)** engage with international financial institu-
15 tions, the G20, and official and commercial creditors
16 to advance support for prompt and effective imple-
17 mentation and improvement of the Common Frame-
18 work for Debt Treatments beyond the DSSI (in this
19 section referred to as the ‘Common Framework’), or

1 any successor framework or similar coordinated
2 international debt treatment process in which the
3 United States participates through the establishment
4 and publication of clear and accountable—

5 “(A) debt treatment benchmarks designed
6 to achieve debt sustainability for each partici-
7 pating debtor;

8 “(B) standards for appropriate burden-
9 sharing among all creditors with material
10 claims on each participating debtor, without re-
11 gard for their official, private, or hybrid status;

12 “(C) robust debt disclosure by creditors,
13 including the People’s Republic of China, and
14 debtor countries, including inter-creditor data-
15 sharing and, to the maximum extent prac-
16 ticable, public disclosure of material terms and
17 conditions of claims on participating debtors;

18 “(D) expansion of Common Framework
19 country eligibility to lower middle-income coun-
20 tries who otherwise meet the existing criteria;

21 “(E) improvements to the Common
22 Framework process with the aim of ensuring
23 access to debt relief in a timely manner for
24 those countries eligible and who request treat-
25 ment; and

1 “(F) consistent enforcement and improve-
2 ment of the policies of multilateral institutions
3 relating to asset-based and revenue-based bor-
4 rowing by participating debtors, and coordi-
5 nated standards on restructuring collateralized
6 debt;

7 “(2) engage with international financial institu-
8 tions and official and commercial creditors to ad-
9 vance support, as the Secretary finds appropriate,
10 for debt restructuring or debt relief for each partici-
11 pating debtor, including, on a case-by-case basis, a
12 debt standstill, if requested by the debtor country
13 through the Common Framework process from the
14 time of conclusion of a staff-level agreement with the
15 International Monetary Fund, and until the conclu-
16 sion of a memorandum of understanding with its
17 creditor committee pursuant to the Common Frame-
18 work, or any successor framework or similar coordi-
19 nated international debt treatment process in which
20 the United States participates; and

21 “(3) instruct the United States Executive Di-
22 rector at the International Monetary Fund and the
23 United States Executive Director at the World Bank
24 to use the voice and vote of the United States to ad-

1 vance the efforts described in paragraphs (1) and
2 (2).

3 “(b) REPORTING REQUIREMENT.—Not later than
4 120 days after the date of the enactment of this section,
5 and annually thereafter, the Secretary of the Treasury, in
6 coordination with the Secretary of State, shall submit to
7 the Committees on Banking, Housing, and Urban Affairs
8 and Foreign Relations of the Senate and the Committees
9 on Financial Services and Foreign Affairs of the House
10 of Representatives a report that describes—

11 “(1) any actions that have been taken, in co-
12 ordination with international financial institutions,
13 by official creditors, including the government of,
14 and state-owned enterprises in, the People’s Repub-
15 lic of China, and relevant commercial creditor
16 groups to advance debt restructuring or relief for
17 countries with unsustainable debt that have sought
18 restructuring or relief under the Common Frame-
19 work, any successor framework or mechanism, or
20 under any other coordinated international arrange-
21 ment for sovereign debt restructuring in which the
22 United States participates;

23 “(2) any implementation challenges that hinder
24 the ability of the Common Framework to provide
25 timely debt restructuring for any country with

1 unsustainable debt that seeks debt restructuring or
2 debt payment relief, including any refusal of a cred-
3 itor to participate in appropriate burden-sharing, in-
4 cluding failure to share (or publish, as appropriate)
5 all material information needed to assess debt sus-
6 tainability; and

7 “(3) recommendations on how to address any
8 challenges identified in paragraph (2).”.

9 (b) SUNSET.—The amendment made by subsection
10 (a) is repealed effective on the date that is 5 years after
11 the effective date of this section.

