AMENDMENT TO RULES COMMITTEE PRINT 119-8 OFFERED BY MR. PFLUGER OF TEXAS

At the end of subtitle B of title VIII, insert the following new section:

1	SEC. 8 PROHIBITION ON SALE OF INFORMATION TECH-
2	NOLOGY DEVICES FROM FOREIGN ADVER-
3	SARY CONTROLLED COMPANIES.
4	(a) Assessment.—
5	(1) In general.—Not later than 90 days after
6	the date of the enactment of this Act, the Secretary
7	of Defense, in coordination with the heads of the rel-
8	evant Federal agencies, shall conduct an assessment
9	of the covered information technology devices that
10	are used on telecommunications networks of the De-
11	partment of Defense or sold at any commissary
12	store or military exchange.
13	(2) Contents.—The assessment required
14	under paragraph (1) shall include the following:
15	(A) The number of covered information
16	technology devices used on telecommunication
17	networks of the Department of Defense.
18	(B) The number of covered information
19	technology devices sold at commissary stores

1	and military exchanges during the period begin-
2	ning on January 1, 2020, and ending on the
3	date of the enactment of this Act.
4	(C) An assessment of the costs associated
5	with removing covered information technology
6	devices from telecommunication networks of the
7	Department and preventing the use of covered
8	information technology devices on such tele-
9	communication networks.
10	(D) An assessment of the cybersecurity
11	risks associated with the use of covered infor-
12	mation technology devices on telecommunication
13	networks of the Department.
14	(3) Briefings.—Not later than 30 days after
15	completing the assessment required by paragraph
16	(1), the Secretary of Defense shall provide to the
17	congressional defense committees a briefing on a
18	strategy of the Department of Defense to remove
19	covered information technology devices from the tele-
20	communications networks of the Department and to
21	stop the sale of covered information technology de-
22	vices at commissary stores and military exchanges,
23	including—
24	(A) a timeline and plan for such removal;

1	(B) an explanation of the measures that
2	will be taken to mitigate cybersecurity risks
3	during such removal; and
4	(C) a strategy to mitigate the cybersecurity
5	risks posed by the devices replacing covered in-
6	formation technology devices on telecommuni-
7	cations networks of the Department.
8	(4) Prohibition on use of covered infor-
9	MATION TECHNOLOGY DEVICES.—Beginning 30 days
10	after the Secretary of Defense provides the briefing
11	under paragraph (3), the Department of Defense
12	may not enter into any contract or other agreement
13	for the acquisition of any covered information tech-
14	nology devices for use on telecommunication net-
15	works of the Department.
16	(5) Definitions.—In this subsection:
17	(A) The term "covered information tech-
18	nology device" means a telecommunications
19	router, modem, or switch that is—
20	(i) a commercial product (as defined
21	under section 103 of title 41, United
22	States Code); and
23	(ii) sold, produced, or manufactured
24	by a foreign adversary controlled company.

1	(B) The term "foreign adversary" has the
2	meaning given such term under section 1607(c)
3	of title 41, United States Code, except that
4	such term also includes—
5	(i) a covered nation (as defined in sec-
6	tion 4872 of title 19, United States Code);
7	and
8	(ii) an individual or entity designated
9	as a foreign adversary under section 791.4
10	of title 15, Code of Federal Regulations.
11	(C) The term "foreign adversary controlled
12	company' means—
13	(i) an entity that is domiciled in, is
14	headquartered in, has its principal place of
15	business in, or is organized under the laws
16	of a country that is a foreign adversary;
17	(ii) a person who is domiciled in a
18	country that is a foreign adversary;
19	(iii) an entity that is not less than 20
20	percent owned, directly or indirectly, by
21	one or more entities described in clause (i)
22	or one or more persons described in clause
23	(ii), or any combination thereof; or
24	(iv) an entity subject to the direction
25	or control of an entity described in clause

1	(i) or (iii) or a person described in clause
2	(ii).
3	(b) Prohibition on Sale of Covered Informa-
4	TION TECHNOLOGY DEVICES.—
5	(1) IN GENERAL.—Subchapter III of chapter
6	147 of title 10, United States Code, is amended by
7	adding at the end the following new section:
8	"§ 2497. Sale of certain information technology de-
9	vices prohibited
10	"(a) Prohibition.—The Secretary of Defense may
11	not knowingly permit the sale, at a commissary store or
12	military exchange of any covered information technology
13	device.
14	"(b) Definitions.—In this section:
15	"(1) The term 'covered information technology
16	device' means a telecommunications router, modem,
17	or switch that is—
18	"(A) a commercial product (as defined
19	under section 103 of title 41); and
20	"(B) sold, produced, or manufactured by a
21	foreign adversary controlled company.
22	"(2) The term 'foreign adversary' has the
23	meaning given such term under section 1607(c) of
24	title 41, except that such term also includes—

1	"(A) a covered nation (as defined in sec-
2	tion 4872 of this title); and
3	"(B) an individual or entity designated as
4	a foreign adversary under section 791.4 of title
5	15, Code of Federal Regulations.
6	"(3) The term 'foreign adversary controlled
7	company' means—
8	"(A) an entity that is domiciled in, is
9	headquartered in, has its principal place of
10	business in, or is organized under the laws of
11	a country that is a foreign adversary;
12	"(B) a person who is domiciled in a coun-
13	try that is a foreign adversary;
14	"(C) an entity that is not less than 20 per-
15	cent owned, directly or indirectly, by one or
16	more entities described in subparagraph (A) or
17	one or more persons described in subparagraph
18	(B), or any combination thereof; or
19	"(D) an entity subject to the direction or
20	control of an entity described in subparagraph
21	(A) or (C) or a person described in subpara-
22	graph (B).".
23	(2) CLERICAL AMENDMENT.—The table of sec-
24	tions for subchapter III of chapter 147 of title 10.

- United States Code, is amended by adding at the
 end the following new item:
 "2497. Sale of certain information technology devices prohibited.".
- 3 (3) EFFECTIVE DATE.—The amendments made 4 by this subsection shall take effect on the date that 5 is 30 days after the Secretary of Defense provides 6 the briefing required under subsection (a)(3).

