AMENDMENT TO H.R. 1540, AS REPORTED
OFFERED BY MS. HANABUSA OF HAWAII

At the end of subtitle C of title XII of division A of the bill, add the following:

SEC. 12xx. NATIONAL SECURITY RISK ASSESSMENT OF UNITED STATES FEDERAL DEBT OWNED BY JAPAN.

(a) DETERMINATION OF INTEREST PAID TO SERVICE DEBT.—Not later than 30 days after the date of the enactment of this Act, the Director of the Congressional Budget Office shall determine and make publicly available the amount of accrued interest on United States Federal debt paid to Japan during the 5-year period ending on the date of the enactment of this Act.

(b) ASSESSMENT AND REPORT.—Not later than 120 days after the date of the enactment of this Act, the Secretary of Defense, in consultation with the Director of National Intelligence, shall—

(1) carry out an assessment of the national security risks posed to the United States and United States allies as a result of the United States Federal debt liabilities owed to Japan as a creditor of the United States Government and the amount of inter-
est determined to have been paid by the United States to Japan pursuant to subsection (a); and

(2) submit to the Committee on Armed Services of the Senate and the Committee on Armed Services of the House of Representatives a report that contains the results of the assessment carried out under paragraph (1).

(c) MATTERS TO BE INCLUDED.—The report required by subsection (b)(2) shall include the following:

(1) A description of the United States Federal debt liabilities owed to Japan as a creditor of the United States Government.

(2) A description of the amounts projected for clean up from the earthquake and tsunami that occurred on March 11, 2011, in Japan and the resulting accidents at the Fukushima Daiichi nuclear power plant.

(3) A discussion of any options available to Japan for selling a portion of the United States-held debt and if so what it would mean to the United States as a result of Japan’s creditor status.

(4) Other related issues the Secretary of Defense considers relevant.
(d) **FORM.**—The report required by subsection (b)(2) shall be submitted in unclassified form, but may contain a classified annex if necessary.