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(Original Signature of Member)

112TH CONGRESS  
2D SESSION

**H. R.** \_\_\_\_\_

To expand sanctions with respect to the energy sector of Iran, and for other purposes.

\_\_\_\_\_  
IN THE HOUSE OF REPRESENTATIVES

Mr. DEUTCH introduced the following bill; which was referred to the Committee on \_\_\_\_\_

\_\_\_\_\_  
**A BILL**

To expand sanctions with respect to the energy sector of Iran, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. EXPANSION OF SANCTIONS WITH RESPECT TO**  
4 **THE ENERGY SECTOR OF IRAN.**

5 (a) SENSE OF CONGRESS.—It is the sense of the Con-  
6 gress that—

7 (1) as noted in United Nations Security Council  
8 Resolution 1929 (2010), the revenues derived by the  
9 Government of Iran from the energy sector of Iran

1        may be used to fund Iran's proliferation-sensitive  
2        nuclear activities; and

3            (2) the energy sector of Iran should be re-  
4        garded as a zone of proliferation concern with which  
5        no legitimate international business should be con-  
6        ducted.

7        (b) IMPOSITION OF SANCTIONS WITH RESPECT TO  
8        CERTAIN ENTITIES IN THE ENERGY SECTOR OF IRAN.—

9            (1) IN GENERAL.—Except as specifically pro-  
10        vided in this section, beginning on the date that is  
11        60 days after the date of the enactment of this Act,  
12        the President shall impose sanctions pursuant to the  
13        International Emergency Economic Powers Act (50  
14        U.S.C. 1701 et seq.) with respect to any person that  
15        conducts any transaction with, or invests in, any en-  
16        tity described in paragraph (2).

17            (2) ENTITY DESCRIBED.—An entity described  
18        in this paragraph is—

19            (A) any entity that—

20                    (i) is organized under the laws of Iran  
21                    or otherwise subject to the jurisdiction of  
22                    the Government of Iran; and

23                    (ii)(I) is involved in the development,  
24                    production, extraction, or transportation of  
25                    petroleum, refined petroleum products,

1 natural gas, or petrochemical products,  
2 without regard to whether such develop-  
3 ment, production, extraction, or transpor-  
4 tation occurs in Iran; or

5 (II) provides financing or other serv-  
6 ices with respect to such development, pro-  
7 duction, extraction, or transportation; and

8 (B) any entity that provides goods, serv-  
9 ices, or technology to an entity described in  
10 subparagraph (A).

11 (3) SERVICES DEFINED.—For purposes of this  
12 subsection, the term “services” includes transpor-  
13 tation, insurance, reinsurance, software, hardware,  
14 financial, professional consulting, engineering, spe-  
15 cialized energy information, and support services.

16 (c) APPLICABILITY OF SANCTIONS WITH RESPECT  
17 TO CRUDE OIL PURCHASES FROM IRAN.—Sanctions im-  
18 posed pursuant to subsection (b) shall not apply with re-  
19 spect to a person that purchases crude oil from Iran, or  
20 with respect to a person that provides goods, services, or  
21 technology to facilitate or enable such a purchase, if an  
22 exemption under paragraph (4)(D) of section 1245(d) of  
23 the National Defense Authorization Act for Fiscal Year  
24 2012 (Public Law 112–81; 125 Stat. 1648) to the imposi-  
25 tion of sanctions under paragraph (1) of that section ap-

1 plies with respect to the country with primary jurisdiction  
2 over the person that purchases crude oil from Iran at the  
3 time of the purchase.

4 (d) WAIVER.—The President may waive the imposi-  
5 tion of sanctions under subsection (b) for a period of not  
6 more than 120 days, and may renew that waiver for addi-  
7 tional periods of not more than 120 days, if the Presi-  
8 dent—

9 (1) determines that such a waiver is vital to the  
10 national security of the United States; and

11 (2) submits to Congress a report—

12 (A) providing a justification for the waiver;

13 and

14 (B) that includes any concrete cooperation  
15 the President has received or expects to receive  
16 as a result of the waiver.

17 (e) REPORT.—

18 (1) IN GENERAL.—Not later than 180 days  
19 after the date of the enactment of this Act, and  
20 every 180 days thereafter, the Comptroller General  
21 of the United States shall submit to the appropriate  
22 congressional committees a report that identifies  
23 each entity described in subsection (b)(2).

1           (2) FORM OF REPORT.—Each report submitted  
2           under this subsection shall be submitted in unclassi-  
3           fied form, but may contain a classified annex.

4           (f) RULE OF CONSTRUCTION.—Nothing in this sec-  
5           tion shall be construed to require or authorize the imposi-  
6           tion of sanctions with respect to any person that partici-  
7           pates in, or provides services to, a joint venture established  
8           before January 1, 2002, with respect to the development  
9           of petroleum resources outside of Iran.

10          (g) DEFINITIONS.—In this section—

11           (1) the term “appropriate congressional com-  
12           mittees” has the meaning given the term in section  
13           14 of the Iran Sanctions Act of 1996 (Public Law  
14           104–172; 50 U.S.C. 1701 note);

15           (2) the term “petrochemical product” includes  
16           any aromatic, olefin, or synthesis gas, and any deriv-  
17           ative of such a gas, including ethylene, propylene,  
18           butadiene, benzene, toluene, xylene, ammonia, meth-  
19           anol, and urea; and

20           (3) the “refined petroleum products” has the  
21           meaning given the term in section 14 of the Iran  
22           Sanctions Act of 1996 (Public Law 104–172; 50  
23           U.S.C. 1701 note).