

**MOTION TO RECOMMIT H.R. 1994, WITH
INSTRUCTIONS
OFFERED BY M . _____**

M _____ moves to recommit the bill H.R. 1994 to the Committee on Ways and Means with instructions to report the same back to the House forthwith with the following amendment:

Add at the end of title IV the following new section:

1 **SEC. 405. REPORTS BY TAXPAYERS ENGAGED IN BOYCOTTS,**
2 **ETC. AFFECTING ISRAEL.**

3 (a) IN GENERAL.—Section 999 of the Internal Rev-
4 enue Code of 1986 is amended by adding at the end the
5 following new subsection:

6 “(g) BOYCOTTS, ETC. AFFECTING ISRAEL.—

7 “(1) IN GENERAL.—Any applicable person shall
8 be treated as a person that has operations in a coun-
9 try which is on the list maintained by the Secretary
10 under subsection (a)(3), and subsection (a)(1) shall
11 apply by substituting ‘that such person is an appli-
12 cable person’ for ‘such operations’.

13 “(2) APPLICABLE PERSON.—For purposes of
14 this subsection, the term ‘applicable person’ means

1 a person who knowingly engages in a commerce-re-
2 lated or investment-related boycott, divestment, or
3 sanctions activity in the course of interstate or inter-
4 national commerce that is intended to penalize, in-
5 flict economic harm on, or otherwise limit commer-
6 cial relations with Israel or persons doing business
7 in Israel or Israeli-controlled territories for purposes
8 of coercing political action by, or imposing policy po-
9 sitions on, the Government of Israel.

10 “(3) INTERNATIONAL BOYCOTT FACTOR.—For
11 purposes of sections 908(a), 952(a)(3), and
12 995(b)(1)(F)(ii), the international boycott factor
13 with respect to such person shall be 1 (and sub-
14 section (c)(2) shall not apply).”.

15 (b) EFFECTIVE DATE.—The amendments made by
16 this section shall apply to transactions after the date of
17 the enactment of this Act.

