

the time on hearings and what have you just did not ring true.

So I dug through it, and the fact of the matter is that we have actually had two hearings and two related markups on this legislation, and I think that gives us the information we need now to go forward.

Secondly, to the point that you make that the various programs are unique in their nature, absolutely, and that is why this legislation allows fair value accounting to be applied individually and evaluate each program accordingly.

We do all that in this legislation. It comes about through the multiple hearings and markups that we have had, and I think now is the time to go forward and give the American public the transparency that they are asking for.

With that, I reserve the balance of my time.

Mr. YARMUTH. I yield myself the balance of my time.

Mr. Speaker, the gentleman is correct, but not in a totally accurate way. We have had a hearing about budget processes in which this was discussed. We have not had a hearing dedicated solely to this legislation in which we could actually flesh out the impact on these various loan programs that I mentioned.

So in conclusion, I think, to kind of summarize where we are, this proposal may be a perfectly appropriate proposal. We wish that we could have more time and more analysis to determine whether we do more damage than good.

We both seek to have the most accurate budgeting process and the most accurate process for assessing the value of important government loan programs. That is a shared goal of both Republicans and Democrats.

We think that this bill is not effectively and sufficiently fleshed out to make that kind of determination at this point. We think there are far more important things that this body ought to be dealing with, including raising the minimum wage, extending unemployment benefits, working on developing infrastructure for this country, as we all know is critically needed, all of those things that would help stimulate the economy and create jobs.

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For all of these reasons that I have mentioned and my ranking member, Mr. VAN HOLLEN, mentioned, we oppose this legislation and urge a vote "no."

With that, I yield back the balance of my time.

Mr. GARRETT. Mr. Speaker, I will be brief, and I yield myself such time as I may consume.

Just to set the record straight, actually, we did have hearings on this, and we did have markup hearings on this back in June of 2011. We dug into it at that period of time. The legislation, essentially the same, just in a different cycle, is, in essence, what we have be-

fore us today, so we have had that opportunity.

But I will say this. If we see this legislation continue on the floor today and if we see this bill actually pass today, I extend to the gentleman and the members of the committee—or anyone on the other side of the aisle—that my door is open to try to make changes to it that you see appropriate, to make it have the flexibility that you think is not in the bill, which I think is in this bill, and so on and so forth. So I stand ready to continue to work with you on it. But I think that after the hearings we have had and the importance of this legislation, now is the time to move forward.

One last point on this, and I think the chairman of the committee made the point, but let me just reiterate this. At the end of the day, it does not add any additional costs to the American taxpayer. What this bill does is just make transparent the cost that is already there. I am trying to come up with a simple analogy, but fair value accounting is not necessarily one of the simplest things you can find an analogy for, but I guess it might be like this:

You would not go to the store and just go through with your credit card swiping it along, buying the things that you need or think that you need not knowing what they actually cost as you leave the store, just putting them on your bill, knowing that at the end of the day, at the end of the month, you may get a statement. Knowing that you are going to have to pay for that bill, you wouldn't go to the store and do that any more than you should right now with the American public, put them, by using the taxpayers' credit card for all these programs, worthwhile as they may, necessary as they may be, you shouldn't just be swiping that credit card not knowing exactly what the bottom line is, not knowing what the actual cost to the American taxpayer is.

That is all this bill does is just give us that information. And with that information in hand, then we can come together, Republican and Democrat alike, on those areas that we all agree on are necessary for this country and necessary that we expend funds on, with that information in hand, and do it in a more prudent, efficient, and effective manner than we have been in the past where we have done without the information.

With that, then, I urge a "yes" vote on this bill, and I yield back the balance of my time.

The SPEAKER pro tempore (Mr. POE of Texas). All time for debate has expired.

Pursuant to House Resolution 539, the previous question is ordered on the bill, as amended.

The question is on the engrossment and third reading of the bill.

The bill was ordered to be engrossed and read a third time, and was read the third time.

The SPEAKER pro tempore. Pursuant to clause 1(c) of rule XIX, further consideration of H.R. 1872 is postponed.

#### ANNOUNCEMENT BY THE SPEAKER PRO TEMPORE

The SPEAKER pro tempore. Pursuant to clause 8 of rule XX, the Chair will postpone further proceedings today on motions to suspend the rules on which a recorded vote or the yeas and nays are ordered, or on which the vote incurs objection under clause 6 of rule XX.

Record votes on postponed questions will be taken later.

#### TAIWAN RELATIONS ACT AFFIRMATION AND NAVAL VESSEL TRANSFER ACT OF 2014

Mr. ROYCE. Mr. Speaker, I move to suspend the rules and pass the bill (H.R. 3470) to provide for the transfer of naval vessels to certain foreign countries, and for other purposes, as amended.

The Clerk read the title of the bill.

The text of the bill is as follows:

H.R. 3470

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

#### SECTION 1. SHORT TITLE AND TABLE OF CONTENTS.

(a) SHORT TITLE.—This Act may be cited as the "Taiwan Relations Act Affirmation and Naval Vessel Transfer Act of 2014".

(b) TABLE OF CONTENTS.—The table of contents for this Act is as follows:

Sec. 1. Short title and table of contents.

#### TITLE I—AFFIRMATION OF IMPORTANCE OF TAIWAN RELATIONS ACT AND TRANSFER OF NAVAL VESSELS TO TAIWAN

Sec. 101. Statement of policy relating to Taiwan Relations Act.

Sec. 102. Transfer of naval vessels to Taiwan.

#### TITLE II—TRANSFER OF NAVAL VESSELS TO CERTAIN OTHER FOREIGN RECIPIENTS

Sec. 201. Findings.

Sec. 202. Transfer of naval vessels to certain other foreign recipients.

#### TITLE III—ARMS EXPORT CONTROL ACT AMENDMENTS

Sec. 301. Increase in congressional notification thresholds.

Sec. 302. Licensing of certain commerce-controlled items.

Sec. 303. Amendments relating to removal of major defense equipment from United States Munitions List.

Sec. 304. Amendment to definition of "security assistance" under the Foreign Assistance Act of 1961.

Sec. 305. Amendments to definitions of "defense article" and "defense service" under the Arms Export Control Act.

Sec. 306. Technical amendments.

#### TITLE IV—APPLICATION OF CERTAIN PROVISIONS OF EXPORT ADMINISTRATION ACT

Sec. 401. Application of certain provisions of Export Administration Act of 1979.

# **TITLE I—AFFIRMATION OF IMPORTANCE OF TAIWAN RELATIONS ACT AND TRANSFER OF NAVAL VESSELS TO TAIWAN**

## **SEC. 101. STATEMENT OF POLICY RELATING TO TAIWAN RELATIONS ACT.**

(a) FINDINGS.—Congress finds the following:

(1) The Taiwan Relations Act has been instrumental in maintaining peace, security, and stability in the Western Pacific since its enactment in 1979, and it is in the political, security, and economic interests of the United States.

(2) The Taiwan Relations Act affirmed that the United States' decision to establish a diplomatic relationship with the People's Republic of China was based on the expectation that the future of Taiwan would be determined by peaceful means.

(3) The Taiwan Relations Act also states that "it is the policy of the United States to provide Taiwan with arms of a defensive character and to maintain the capacity of the United States to resist any resort to force or other forms of coercion that would jeopardize the security, or the social or economic system, of the people on Taiwan".

(4) The Taiwan Relations Act also states that "it is the policy of the United States to preserve and promote extensive, close, and friendly commercial, cultural, and other relations between the people of the United States and the people on Taiwan, as well as the people on the China mainland and all other peoples of the Western Pacific area".

(5) The relationship between the United States and Taiwan has been strengthened with—

(A) Taiwan's evolution into a free society and a full-fledged, multi-party democracy;

(B) the development of Taiwan's robust market economy;

(C) Taiwan's collaboration with the United States to combat terrorism, as demonstrated in part by its participation in the Container Security Initiative; and

(D) the role Taiwan has played in addressing transnational and global challenges, including its active engagement in humanitarian relief measures, public health endeavors, environmental protection initiatives, and financial market stabilization efforts.

(6) The United States is the third largest trading partner and the largest investor in Taiwan, while Taiwan is the twelfth largest trading partner of the United States and the eighth largest United States agricultural market.

(7) Taiwan's democracy has deepened with the second peaceful transfer of power from one political party to another after the presidential election in March 2008.

(8) The United States and Taiwan are united in our shared values in free elections, personal liberty, and free enterprise.

(b) STATEMENT OF POLICY.—Congress—

(1) reaffirms its unwavering commitment to the Taiwan Relations Act as the cornerstone of relations between the United States and Taiwan;

(2) reaffirms its support for Taiwan's democratic institutions;

(3) reaffirms that peace in the Taiwan Strait should be maintained to the benefit of the Asia-Pacific region;

(4) supports the United States commitment to Taiwan's security in accord with the Taiwan Relations Act, including Taiwan's procurement of sophisticated weapons of a defensive character, such as F-16 C/Ds aircraft and diesel electric submarines;

(5) reaffirms its commitment to deepen United States-Taiwan trade and investment relations as well as support for Taiwan's inclusion in bilateral and regional trade agreements at the appropriate time and under the

right conditions in which outstanding issues affecting United States exports are being addressed; and

(6) supports the strong and deepening relationship between the United States and Taiwan.

## **SEC. 102. TRANSFER OF NAVAL VESSELS TO TAIWAN.**

(a) TRANSFER BY SALE.—The President is authorized to transfer the OLIVER HAZARD PERRY class guided missile frigates USS TAYLOR (FFG-50), USS GARY (FFG-51), USS CARR (FFG-52), and USS ELROD (FFG-55) to the Taipei Economic and Cultural Representative Office of the United States (which is the Taiwan instrumentality designated pursuant to section 10(a) of the Taiwan Relations Act (22 U.S.C. 3309(a))) on a sale basis under section 21 of the Arms Export Control Act (22 U.S.C. 2761).

(b) COSTS OF TRANSFERS.—Any expense incurred by the United States in connection with a transfer authorized by this section shall be charged to the recipient notwithstanding section 516(e) of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j(e)).

(c) REPAIR AND REFURBISHMENT IN UNITED STATES SHIPYARDS.—To the maximum extent practicable, the President shall require, as a condition of the transfer of a vessel under this section, that the recipient to which the vessel is transferred have such repair or refurbishment of the vessel as is needed, before the vessel joins the naval forces of that recipient, performed at a shipyard located in the United States, including a United States Navy shipyard.

(d) EXPIRATION OF AUTHORITY.—The authority to transfer a vessel under this section shall expire at the end of the 3-year period beginning on the date of the enactment of this section.

## **TITLE II—TRANSFER OF NAVAL VESSELS TO CERTAIN OTHER FOREIGN RECIPIENTS**

### **SEC. 201. FINDINGS.**

(a) RELATING TO MEXICO.—Congress finds the following:

(1) The partnership between the United States and Mexico helps the economic and national security of both countries, including in the area of energy.

(2) The United States and Mexico share a common goal of reducing the flow of narcotics and the influence of transnational gangs in the Hemisphere.

(3) The partnership between the United States and Mexico helps the economic competitiveness and national security of both countries.

(4) The economies of the United States and Mexico are increasingly interdependent, with bilateral foreign direct investment increasing more than six-fold over the past two decades.

(5) In 2012 alone, bilateral trade in goods and services between the United States and Mexico exceeded \$500,000,000,000.

(6) The transfer of naval vessels to Mexico authorized under section 202 supports the modernization efforts of the Mexican Navy.

(7) Such naval vessels are suitable to support Mexico's offshore maritime surveillance, counter trafficking, interdiction, and oil platform security.

(8) The transfer of such naval vessels will contribute to United States interests in promoting increased maritime awareness to support security and protection of the people of the United States and the people of Mexico.

(b) RELATING TO THAILAND.—Congress finds the following:

(1) Thailand was the first treaty ally of the United States in the Asia-Pacific region and remains a steadfast friend of the United States.

(2) In December 2003, the United States designated Thailand as a major non-NATO ally, which improved the security of both countries, particularly by facilitating joint counterterrorism efforts.

(3) For more than 30 years, Thailand has been the host country of Cobra Gold, the United States Pacific Command's annual multinational military training exercise, which is designed to ensure regional peace and promote regional security cooperation.

(4) The Royal Thai Navy has commanded Combined Task Force 151 (CTF 151) of the Combined Maritime Forces, a multi-national naval partnership consisting of 30 nations operating in and around the Gulf of Aden and off the eastern coast of Somalia.

(5) With the assistance of the Royal Thai Navy's Counter Piracy Task Group, CTF 151 is helping to expressly disrupt and suppress piracy, protect all vessels in the region and secure their free navigation.

(6) The Royal Thai Navy is also participating in the multilateral Malacca Straits patrols with other regional partners to promote maritime safety and security.

(7) The transfer of naval vessels to Thailand authorized under section 202 will support enhanced interoperability between the Royal Thai Navy and United States Navy forces.

(8) The transfer of such naval vessels underscores the United States commitment to United States-Thai relations and to peace and security in the Asia-Pacific region.

## **SEC. 202. TRANSFER OF NAVAL VESSELS TO CERTAIN OTHER FOREIGN RECIPIENTS.**

(a) TRANSFERS BY GRANT.—The President is authorized to transfer vessels to foreign countries on a grant basis under section 516 of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j), as follows:

(1) MEXICO.—To the Government of Mexico, the OLIVER HAZARD PERRY class guided missile frigates USS CURTS (FFG-38) and USS MCCLUSKY (FFG-41).

(2) THAILAND.—To the Government of Thailand, the OLIVER HAZARD PERRY class guided missile frigates USS RENTZ (FFG-46) and USS VANDEGRIFT (FFG-48).

(b) ALTERNATIVE TRANSFER AUTHORITY.—Notwithstanding the authority provided in subsection (a) to transfer specific vessels to specific countries, the President is authorized, subject to the same conditions that would apply for such country under this section, to transfer any vessel named in this section to any country named in this section such that the total number of vessels transferred to such country does not exceed the total number of vessels authorized for transfer to such country by this section.

(c) GRANTS NOT COUNTED IN ANNUAL TOTAL OF TRANSFERRED EXCESS DEFENSE ARTICLES.—The value of a vessel transferred to another country on a grant basis pursuant to authority provided by subsection (a) or (b) shall not be counted against the aggregate value of excess defense articles transferred in any fiscal year under section 516 of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j).

(d) COSTS OF TRANSFERS.—Any expense incurred by the United States in connection with a transfer authorized by this section shall be charged to the recipient notwithstanding section 516(e) of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j(e)).

(e) REPAIR AND REFURBISHMENT IN UNITED STATES SHIPYARDS.—To the maximum extent practicable, the President shall require, as a condition of the transfer of a vessel under this section, that the recipient to which the vessel is transferred have such repair or refurbishment of the vessel as is needed, before the vessel joins the naval forces of that recipient, performed at a shipyard located in the United States, including a United States Navy shipyard.

(f) EXPIRATION OF AUTHORITY.—The authority to transfer a vessel under this section shall expire at the end of the 3-year period beginning on the date of the enactment of this Act.

### TITLE III—ARMS EXPORT CONTROL ACT AMENDMENTS

#### SEC. 301. INCREASE IN CONGRESSIONAL NOTIFICATION THRESHOLDS.

##### (a) FOREIGN MILITARY SALES.—

(1) IN GENERAL.—Section 36(b) of the Arms Export Control Act (22 U.S.C. 2776(b)) is amended—

(A) in paragraph (1)—

(i) in the matter preceding subparagraph (A)—

(I) by striking “\$50,000,000” and inserting “\$100,000,000”;

(II) by striking “\$200,000,000” and inserting “\$300,000,000”; and

(III) by striking “\$14,000,000” and inserting “\$25,000,000”; and

(ii) in the matter following subparagraph (P)—

(I) by inserting “of any defense articles or defense services under this Act for \$200,000,000 or more, any design and construction services for \$300,000,000 or more, or any major defense equipment for \$75,000,000 or more,” after “The letter of offer shall not be issued, with respect to a proposed sale”; and

(II) by inserting “of any defense articles or services under this Act for \$100,000,000 or more, any design and construction services for \$200,000,000 or more, or any major defense equipment for \$50,000,000 or more,” after “or with respect to a proposed sale”; and

(B) in paragraph (6)—

(i) in subparagraph (A), by striking “\$25,000,000” and inserting “\$75,000,000”; and

(ii) in subparagraph (B), by striking “\$100,000,000” and inserting “\$200,000,000”.

(b) COMMERCIAL SALES.—Section 36(c) of the Arms Export Control Act (22 U.S.C. 2776(c)) is amended—

(1) in paragraph (1)—

(A) by striking “\$14,000,000” and inserting “\$25,000,000”; and

(B) by striking “\$50,000,000” and inserting “\$100,000,000”; and

(2) in paragraph (5)—

(A) in subparagraph (A), by striking “\$25,000,000” and inserting “\$75,000,000”; and

(B) in subparagraph (B), by striking “\$100,000,000” and inserting “\$200,000,000”.

#### SEC. 302. LICENSING OF CERTAIN COMMERCE-CONTROLLED ITEMS.

Section 38 of the Arms Export Control Act (22 U.S.C. 2778) is amended by adding at the end the following new subsection:

“(k) LICENSING OF CERTAIN COMMERCE-CONTROLLED ITEMS.—

“(1) IN GENERAL.—A license or other approval from the Department of State granted in accordance with this section may also authorize the export of items subject to the Export Administration Regulations if such items are to be used in or with defense articles controlled on the United States Munitions List.

“(2) OTHER REQUIREMENTS.—The following requirements shall apply with respect to a license or other approval to authorize the export of items subject to the Export Administration Regulations under paragraph (1):

“(A) Separate approval from the Department of Commerce shall not be required for such items if such items are approved for export under a Department of State license or other approval.

“(B) Such items subject to the Export Administration Regulations that are exported pursuant to a Department of State license or other approval would remain under the jurisdiction of the Department of Commerce with respect to any subsequent transactions.

“(C) The inclusion of the term ‘subject to the EAR’ or any similar term on a Depart-

ment of State license or approval shall not affect the jurisdiction with respect to such items.

“(3) DEFINITION.—In this subsection, the term ‘Export Administration Regulations’ means—

“(A) the Export Administration Regulations as maintained and amended under the authority of the International Emergency Economic Powers Act (50 U.S.C. 1701 et seq.); or

“(B) any successor regulations.”.

#### SEC. 303. AMENDMENTS RELATING TO REMOVAL OF MAJOR DEFENSE EQUIPMENT FROM UNITED STATES MUNITIONS LIST.

(a) REQUIREMENTS FOR REMOVAL OF MAJOR DEFENSE EQUIPMENT FROM UNITED STATES MUNITIONS LIST.—Section 38(f) of the Arms Export Control Act (22 U.S.C. 2778(f)) is amended by adding at the end the following:

“(5)(A) Except as provided in subparagraph (B), the President shall take such actions as may be necessary to require that, at the time of export or reexport of any major defense equipment listed on the 600 series of the Commerce Control List contained in Supplement No. 1 to part 774 of subtitle B of title 15, Code of Federal Regulations, the major defense equipment will not be subsequently modified so as to transform such major defense equipment into a defense article.

“(B) The President may authorize the transformation of any major defense equipment described in subparagraph (A) into a defense article if the President—

“(i) determines that such transformation is appropriate and in the national interests of the United States; and

“(ii) provides notice of such transformation to the chairman of the Committee on Foreign Affairs of the House of Representatives and the chairman of the Committee on Foreign Relations of the Senate consistent with the notification requirements of section 36(b)(5)(A) of this Act.

“(C) In this paragraph, the term ‘defense article’ means an item designated by the President pursuant to subsection (a)(1).”.

(b) NOTIFICATION AND REPORTING REQUIREMENTS FOR MAJOR DEFENSE EQUIPMENT REMOVED FROM UNITED STATES MUNITIONS LIST.—Section 38(f) of the Arms Export Control Act (22 U.S.C. 2778(f)), as amended by this section, is further amended by adding at the end the following:

“(6) The President shall ensure that any major defense equipment that is listed on the 600 series of the Commerce Control List contained in Supplement No. 1 to part 774 of subtitle B of title 15, Code of Federal Regulations, shall continue to be subject to the notification and reporting requirements of the following provisions of law:

“(A) Section 516(f) of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j(f)).

“(B) Section 655 of the Foreign Assistance Act of 1961 (22 U.S.C. 2415).

“(C) Section 3(d)(3)(A) of this Act.

“(D) Section 25 of this Act.

“(E) Section 36(b), (c), and (d) of this Act.”.

#### SEC. 304. AMENDMENT TO DEFINITION OF “SECURITY ASSISTANCE” UNDER THE FOREIGN ASSISTANCE ACT OF 1961.

Section 502B(d) of the Foreign Assistance Act of 1961 (22 U.S.C. 2304(d)) is amended—

(1) in paragraph (1), by striking “and” at the end; and

(2) in paragraph (2)(C) to read as follows:

“(C) any license in effect with respect to the export to or for the armed forces, police, intelligence, or other internal security forces of a foreign country of—

“(i) defense articles or defense services under section 38 of the Armed Export Control Act; or

“(ii) items listed under the 600 series of the Commerce Control List contained in Supple-

ment No. 1 to part 774 of subtitle B of title 15, Code of Federal Regulations;”.

#### SEC. 305. AMENDMENTS TO DEFINITIONS OF “DEFENSE ARTICLE” AND “DEFENSE SERVICE” UNDER THE ARMS EXPORT CONTROL ACT.

Section 47 of the Arms Export Control Act (22 U.S.C. 2794) is amended—

(1) in the matter preceding subparagraph (A) of paragraph (3), by striking “includes” and inserting “means, with respect to a sale or transfer by the United States under the authority of this Act or any other foreign assistance or sales program of the United States”; and

(2) in paragraph (4), by striking “includes” and inserting “means, with respect to a sale or transfer by the United States under the authority of this Act or any other foreign assistance or sales program of the United States.”.

#### SEC. 306. TECHNICAL AMENDMENTS.

(a) IN GENERAL.—The Arms Export Control Act (22 U.S.C. 2751 et seq.) is amended—

(1) in sections 3(a), 3(d)(1), 3(d)(3)(A), 3(e), 5(c), 6, 21(g), 36(a), 36(b)(1), 36(b)(5)(C), 36(c)(1), 36(f), 38(f)(1), 40(f)(1), 40(g)(2)(B), 101(b), and 102(a)(2), by striking “the Speaker of the House of Representatives and” each place it appears and inserting “the Speaker of the House of Representatives, the Committee on Foreign Affairs of the House of Representatives, and”;

(2) in section 21(i)(1) by inserting after “the Speaker of the House of Representatives” the following “, the Committees on Foreign Affairs and Armed Services of the House of Representatives.”;

(3) in sections 25(e), 38(f)(2), 38(j)(3), and 38(j)(4)(B), by striking “International Relations” each place it appears and inserting “Foreign Affairs”;

(4) in sections 27(f) and 62(a), by inserting after “the Speaker of the House of Representatives,” each place it appears the following: “the Committee on Foreign Affairs of the House of Representatives.”; and

(5) in section 73(e)(2), by striking “the Committee on National Security and the Committee on International Relations of the House of Representatives” and inserting “the Committee on Armed Services and the Committee on Foreign Affairs of the House of Representatives”.

(b) OTHER TECHNICAL AMENDMENTS.—

(1) ARMS EXPORT CONTROL ACT.—The Arms Export Control Act (22 U.S.C. 2751 et seq.), as amended by subsection (a), is further amended—

(A) in section 38—

(i) in subsection (b)(1), by redesignating the second subparagraph (B) (as added by section 1255(b) of the Foreign Relations Authorization Act, Fiscal Years 1988 and 1989 (Public Law 100-204; 101 Stat. 1431)) as subparagraph (C);

(ii) in subsection (g)(1)(A)—

(I) in clause (xi), by striking “; or” and inserting “, or”; and

(II) in clause (xii)—

(aa) by striking “section” and inserting “sections”; and

(bb) by striking “(18 U.S.C. 175b)” and inserting “(18 U.S.C. 175c)”; and

(iii) in subsection (j)(2), in the matter preceding subparagraph (A), by inserting “in” after “to”; and

(B) in section 47(2), in the matter preceding subparagraph (A), by striking “sec. 21(a),” and inserting “section 21(a),”.

(2) FOREIGN ASSISTANCE ACT OF 1961.—Section 502B of the Foreign Assistance Act of 1961 (22 U.S.C. 2304) is amended—

(A) in subsection (b), by striking “Wherever applicable, a description” and inserting “Wherever applicable, such report shall include a description”; and

(B) in subsection (d)(2)(B), by striking “credits” and inserting “credits”).

#### TITLE IV—APPLICATION OF CERTAIN PROVISIONS OF EXPORT ADMINISTRATION ACT

##### SEC. 401. APPLICATION OF CERTAIN PROVISIONS OF EXPORT ADMINISTRATION ACT OF 1979.

(a) PROTECTION OF INFORMATION.—Section 12(c) of the Export Administration Act of 1979 (50 U.S.C. App. 2411(c)) has been in effect from August 20, 2001, and continues in effect on and after the date of the enactment of this Act, pursuant to the International Emergency Economic Powers Act (50 U.S.C. 1701 et seq.) and notwithstanding section 20 of the Export Administration Act of 1979 (50 U.S.C. App. 2419). Section 12(c)(1) of the Export Administration Act of 1979 is a statute covered by section 552(b)(3) of title 5, United States Code.

(b) TERMINATION DATE.—Subsection (a) terminates at the end of the 4-year period beginning on the date of the enactment of this Act.

The SPEAKER pro tempore. Pursuant to the rule, the gentleman from California (Mr. ROYCE) and the gentleman from Virginia (Mr. CONNOLLY) each will control 20 minutes.

The Chair recognizes the gentleman from California.

##### GENERAL LEAVE

Mr. ROYCE. Mr. Speaker, I ask unanimous consent that all Members may have 5 legislative days to revise and extend their remarks and to put any extraneous material on this measure into the RECORD.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from California?

There was no objection.

Mr. ROYCE. I yield myself such time as I may consume.

Mr. Speaker, I rise in strong support of H.R. 3470. This legislation that I authored reaffirms the United States' steadfast support for Taiwan and provides the legal authority to sell naval vessels to Taiwan.

I very much appreciate the bipartisan support that we have received from Mr. ENGEL and other members of the committee across the aisle. This legislation passed unanimously out of our committee, and the bill makes several changes also to improve U.S. security assistance to friends and allies.

On April 10, 1979, the Taiwan Relations Act was enacted to govern America's relationship with the Republic of China-Taiwan. For 35 years, the act has helped maintain peace and security across the Taiwan Strait and the Asia-Pacific region.

During this time, Taiwan has undergone a monumental transformation from grinding poverty and from dictatorship to, today, a vibrant multiparty democracy. Taiwan's economy has evolved, too, to where it is today, out 10th top trading partner. This week, we recognize this 35-year transformation. Few other pieces of foreign policy legislation have been as consequential as the Taiwan Relations Act.

America's support for Taiwan has allowed this island nation to realize its full potential. It is now more impor-

tant than ever that we reaffirm our strong commitment to Taiwan and to the Taiwan Relations Act. And as chairman, I led two bipartisan delegations to Taipei, to Kaohsiung, and to Tainan to examine Taiwan's economy and to look at its defense capabilities. Today's legislation is the product of the committee's bipartisan effort to prioritize the U.S.-Taiwan relationship. By incorporating two pieces of legislation, both which passed the committee unanimously, the House of Representatives is now in a position to fulfill both the spirit and the letter of the Taiwan Relations Act.

This legislation allows the President to transfer for sale four Perry-class guided missile frigates to Taiwan, which are greatly needed to augment Taiwan's defense capabilities. I have seen firsthand the World War II-era submarines and the 50-year-old fighter jets that form the core of Taiwan's military. Congress has made it clear to the administration that it wants more defense sales to Taiwan. These four ships would bolster Taiwan's defense to ensure that peace in the Taiwan Strait continues to benefit the entire region.

In addition to supporting Taiwan, this legislation also authorizes the transfer of excess decommissioned naval vessels to Thailand and Mexico. These transfers help support the priorities of the U.S. Navy while strengthening the capability of allies and other close partners to meet our shared maritime security objectives.

The bill also makes long overdue improvements to the timeliness of U.S. arms sales to friends and allies while maintaining appropriate congressional oversight. It also makes technical amendments to update certain notification and reporting requirements under the Arms Export Control Act. Finally, the bill also clarifies that certain business confidentiality protections of the Export Administration Act continue to protect information related to export licensing.

Mr. Speaker, I reserve the balance of my time.

CONGRESS OF THE UNITED STATES,  
HOUSE OF REPRESENTATIVES,  
Washington, DC, April 4, 2014.

Hon. EDWARD R. ROYCE,  
Chairman, Committee on Foreign Affairs, Rayburn House Office Building, Washington, DC.

DEAR CHAIRMAN ROYCE: I am writing concerning H.R. 3470, “Taiwan Relations Act Affirmation and Naval Vessel Transfer Act of 2014,” Title I of which was favorably reported out of your Committee on March 25, 2014 as H. Res. 494.

As you know, H. Res. 494, which has been incorporated into Section 101 of H.R. 3470, has been referred to the Committee on Ways and Means. I appreciate that, in response to the concerns raised by the Committee on Ways and Means concerning aspects of Title I within our Committee's jurisdiction, you have agreed to modify H.R. 3470 prior to its consideration in the House. As a result, in order to expedite floor consideration of the bill, the Committee on Ways and Means will forgo action on H.R. 3470. Further, the Committee will not oppose the bill's consideration on the suspension calendar, based on

our understanding that you will work with us as the legislative process moves forward to ensure that the Committee's concerns continue to be addressed. This is also being done with the understanding that it does not in any way prejudice the Committee with respect to the appointment of conferees or its jurisdictional prerogatives on this or similar legislation.

I would appreciate your response to this letter, confirming this understanding with respect to H.R. 3470, and would ask that a copy of our exchange of letters on this matter be included in the Congressional Record during Floor consideration.

Sincerely,

DAVE CAMP,  
Chairman.

ONE HUNDRED THIRTEENTH CONGRESS, HOUSE OF REPRESENTATIVES,

Washington, DC, April 4, 2014.

Hon. DAVE CAMP,  
Chairman, Committee on Ways and Means, Longworth House Office Building, Washington, DC.

DEAR CHAIRMAN CAMP: Thank you for agreeing to be discharged from further consideration of H. Res. 494, “Affirming the importance of the Taiwan Relations Act,” and forgoing a request for a sequential referral of the suspension text for H.R. 3470, “Naval Vessel Transfer and Arms Export Control Amendments Act,” in which the text of H. Res. 494 has been inserted as a new section 101. The suspension text contains agreed revisions, made at your request, to content that is within the Rule X jurisdiction of the Committee on Ways and Means.

I agree that your forgoing further action on these measures does not in any way diminish or alter the jurisdiction of the Committee on the Ways and Means, or prejudice its jurisdictional prerogatives on these measures or similar legislation in the future.

I will seek to place our letters into the Congressional Record during floor consideration of H.R. 3470. I appreciate your cooperation regarding this legislation and look forward to continuing to work with the Committee on Ways and Means as this measure moves through the legislative process.

Sincerely,

EDWARD R. ROYCE,  
Chairman.

Mr. CONNOLLY. Mr. Speaker, I yield myself such time as I may consume.

I thank my colleague, Mr. ROYCE, the distinguished chairman of our committee, once again for his bipartisan collegiality in the workings of our committee, especially on this important piece of legislation.

I want to also rise in strong support of the Taiwan Relations Act Affirmation and Naval Vessel Transfer Act.

I am proud to serve, Mr. Speaker, as the cochair of the Congressional Taiwan Caucus, which has worked to ensure the Taiwan Relations Act remains the linchpin in U.S.-Taiwan relations. I am also proud of the fact, I would say to my friend, the chairman of our committee, that, since 1988, I have actually been to Taiwan 23 times and have seen extraordinary change over those three decades.

Since the signing of the Taiwan Relations Act in 1979, the U.S. and Taiwan have forged a closer partnership to improve cultural and economic relations between our nations. Our partnership has been instrumental in maintaining

peace and security across the Taiwan Strait and throughout East Asia.

While it is important to mark this historic anniversary, we also should take this opportunity to affirm our—that is to say the American—commitment. As a reflection of that, today's bill authorizes the President to transfer up to four surplus U.S. naval vessels to Taiwan. Taiwan has been a valued partner in combating global terrorism and delivering humanitarian relief when needed.

China's recent declaration of an Air Defense Identification Zone and subsequent provocation toward other ships in the region has raised concerns about the possibility of escalation and provocation. That makes the security posture of friends like Taiwan even more precarious and more important and underscores the need for us to continue this defense partnership.

The bill also, as the chairman indicated, authorizes the transfer of surplus naval vessels, two each to Mexico and Thailand, both critical defense partners of this Nation. These transfers will enhance the ability of those countries to collaborate with the U.S. Navy on joint or support operations. The bill also provides an overdue modernization of the congressional review process for the licensing of U.S. defense exports. Under the new criteria, congressional review will focus on major defense exports.

The bill also will help advance the President's Export Control Reform initiative, which has long been a priority for the high-tech community which I am proud to represent in northern Virginia. I have been working with the House Foreign Affairs Committee for years to reform Federal export controls, which have stifled innovation in the American commercial defense industry and put U.S. exports at a disadvantage.

Today's bill updates the process for congressional review of exports to reflect regulatory changes now being implemented by the Departments of State, Commerce, and Defense.

As we celebrate the 35th anniversary of the adoption of the Taiwan Relations Act, I look forward to working with other friends of Taiwan to reaffirm America's unwavering commitment to this partnership, including trade and investment activities that will benefit both of our nations moving forward.

Over the past 60 years, the United States-Taiwan relationship has undergone dramatic changes, but Taiwan's development into a robust, lively democracy underpins the strong U.S.-Taiwan friendship we enjoy today. I urge my colleagues on both sides of the aisle to join the chairman and me in supporting this important legislation, and I reserve the balance of my time.

Mr. ROYCE. Mr. Speaker, I yield 3 minutes to the gentleman from North Carolina (Mr. HOLDING), a member of the Committee on Foreign Affairs.

Mr. HOLDING. Mr. Speaker, let me first thank Chairman ROYCE for his

steadfast leadership on the Foreign Affairs Committee on this legislation that we have before us today.

□ 1700

Mr. Speaker, H.R. 3470 strengthens the bilateral relationship between the United States and the Republic of China on Taiwan in two very important ways. First, it reaffirms Congress' commitment to the Taiwan Relations Act that for 35 years has served as the foundation of our relationship with the Republic of China on Taiwan. Secondly, Mr. Speaker, it authorizes the transfer of additional Perry-class guided missile frigates to Taiwan. And I should point out that I have seen firsthand in Taiwan the threat that the People's Republic of China constantly presents to Taiwan. They are there, right across a very short distance body of water, ready to strike at any time, so reaffirming our military commitment to Taiwan is critical.

As we have seen the Chinese Government continue to escalate tensions in the region, Mr. Speaker, making certain that we enhance this security cooperation is important. As Chairman ROYCE pointed out, Taiwan is a superior trading partner with the United States. They are in the top 10 trading partners, and I point out that the trade with Taiwan represents about 500,000 jobs here in the United States.

I would like to thank the chairman for his work to further the U.S.-Taiwan relationship, and certainly look forward to working with him to determine what else we can and should be doing to support an unwavering ally in an increasingly important part of the world.

My view of successful foreign policy is that your friends trust you and your enemies fear you, and this legislation today is a good step in the direction of our enemies fearing us and our friends trusting us.

Mr. CONNOLLY. Mr. Speaker, we have no further requests for time, and I yield back the balance of my time.

Mr. ROYCE. Mr. Speaker, I yield myself such time as I may consume.

In closing, Mr. Speaker, I urge all of my colleagues to support this bipartisan legislation. Just as important as arms sales to Taiwan, the U.S. must support efforts to maintain and expand Taiwan's diplomatic presence. I am pleased to report to the House that legislation signed into law last year, another bipartisan product of this committee, helped Taiwan participate in the International Civil Aviation Organization for the first time since 1976.

Taiwan's participation in regional trade agreements could greatly benefit American consumers and exporters as well.

Mr. Speaker, Congress should be proud of the role that the Taiwan Relations Act has had in helping Taiwan become what it is today. Taiwan is a beacon of hope and democracy in a part of the world that still yearns for the basic freedoms that Americans and Taiwanese enjoy on a daily basis. As

we commemorate the 35th anniversary of the Taiwan Relations Act, let us speak with one voice and offer our strong support of Taiwan.

Mr. Speaker, I yield back the balance of my time.

The SPEAKER pro tempore. The question is on the motion offered by the gentleman from California (Mr. ROYCE) that the House suspend the rules and pass the bill, H.R. 3470, as amended.

The question was taken; and (two-thirds being in the affirmative) the rules were suspended and the bill was passed.

The title of the bill was amended so as to read: "A bill to affirm the importance of the Taiwan Relations Act, to provide for the transfer of naval vessels to certain foreign countries, and for other purposes".

A motion to reconsider was laid on the table.

#### GREEN MOUNTAIN LOOKOUT HERITAGE PROTECTION ACT

Mr. HASTINGS of Washington. Mr. Speaker, I move to suspend the rules and pass the bill (S. 404) to preserve the Green Mountain Lookout in the Glacier Peak Wilderness of the Mount Baker-Snoqualmie National Forest.

The Clerk read the title of the bill.

The text of the bill is as follows:

S. 404

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

#### SECTION 1. SHORT TITLE.

This Act may be cited as the "Green Mountain Lookout Heritage Protection Act".

#### SEC. 2. CLARIFICATION OF LEGAL AUTHORITY OF GREEN MOUNTAIN LOOKOUT.

(a) LEGAL AUTHORITY OF LOOKOUT.—Section 4(b) of the Washington State Wilderness Act of 1984 (Public Law 98-339; 98 Stat. 300; 16 U.S.C. 1131 note) is amended by striking the period at the end and inserting the following: ", and except that with respect to the lands described in section 3(5), the designation of such lands as a wilderness area shall not preclude the operation and maintenance of Green Mountain Lookout."

(b) EFFECTIVE DATE.—The amendments made by this section shall take effect as if included in the enactment of the Washington State Wilderness Act of 1984.

#### SEC. 3. PRESERVATION OF GREEN MOUNTAIN LOOKOUT LOCATION.

The Secretary of Agriculture, acting through the Chief of the Forest Service, may not move Green Mountain Lookout from its current location on Green Mountain in the Mount Baker-Snoqualmie National Forest unless the Secretary determines that moving Green Mountain Lookout is necessary to preserve the Lookout or to ensure the safety of individuals on or around Green Mountain. If the Secretary makes such a determination, the Secretary shall move the Green Mountain Lookout to a location outside of the lands described in section 3(5) of the Washington State Wilderness Act of 1984 and designated as a wilderness area in section 4(b) of such Act.

#### SEC. 4. ALASKA NATIVE VETERAN ALLOTMENT.

(a) DEFINITIONS.—In this section:

(1) APPLICATION.—The term "application" means the Alaska Native Veteran Allotment application numbered AA-084021-B.