113TH CONGRESS 1ST SESSION	S.	

To reform assistance to Egypt.

IN THE SENATE OF THE UNITED STATES

Mr. Menendez (for himself and Mr. Corker) introduced the following bill; which was read twice and referred to the Committee on

A BILL

To reform assistance to Egypt.

- 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. SHORT TITLE; TABLE OF CONTENTS.
- 4 (a) SHORT TITLE.—This Act may be cited as the
- 5 "Egypt Assistance Reform Act of 2013".
- 6 (b) Table of Contents for
- 7 this Act is as follows:
 - Sec. 1. Short title; table of contents.

TITLE I—PROHIBITION ON ASSISTANCE TO GOVERNMENTS FOLLOWING COUPS D'ÉTAT

Sec. 101. Prohibition on assistance to governments following coups d'état.

TITLE II—UNITED STATES ASSISTANCE FOR EGYPT

Sec. 201. Suspension and reform of arms sales.

Sec.	202.	Suspension	and	reform	of	United	States	economic	support	to	Egypt	
------	------	------------	-----	--------	----	--------	--------	----------	---------	----	-------	--

- Sec. 203. Termination.
- Sec. 204. Additional oversight of ongoing Egypt funding.
- Sec. 205. Sunset of existing authority.
- Sec. 206. Appropriate congressional committees defined.

1 TITLE I—PROHIBITION ON AS-

2 SISTANCE TO GOVERNMENTS

3 FOLLOWING COUPS D'ÉTAT

- 4 SEC. 101. PROHIBITION ON ASSISTANCE TO GOVERNMENTS
- 5 FOLLOWING COUPS D'ÉTAT.
- 6 (a) IN GENERAL.—Chapter 1 of part II of the For-
- 7 eign Assistance Act of 1961 (22 U.S.C. 2301 et seq.) is
- 8 amended by adding at the end the following new section:
- 9 "SEC. 502C. PROHIBITION ON ASSISTANCE FOLLOWING
- 10 COUPS D'ÉTAT.
- 11 "(a) IN GENERAL.—After the date of the enactment
- 12 of the Egypt Assistance Reform Act of 2013, except as
- 13 provided under subsection (b), no foreign assistance au-
- 14 thorized pursuant to this Act or the Arms Export Control
- 15 Act (22 U.S.C. 2751 et seq.) may be provided to the gov-
- 16 ernment of a foreign country, and none of the funds ap-
- 17 propriated for such assistance shall be obligated or ex-
- 18 pended to finance directly any such assistance for such
- 19 government, whose democratically elected head of govern-
- 20 ment is deposed by coup d'état or decree in which the se-
- 21 curity services of that country play a decisive role.
- 22 "(b) Exceptions.—The prohibition in subsection (a)
- 23 shall not apply to humanitarian assistance or assistance

1 to promote democratic elections or public participation in

2 democratic processes.

15

16

17

18

19

20

21

22

23

- 3 "(c) Determination and Publication.—
- 4 "(1) IN GENERAL.—After the date of the enact-5 ment of the Egypt Assistance Reform Act of 2013, 6 not later than 30 days after receiving credible infor-7 mation that the democratically elected head of a na-8 tional government may have been deposed by coup 9 d'état or decree in which the security services of that 10 country played a decisive role, the Secretary of State 11 shall determine whether the democratically elected 12 head of government was deposed by coup d'état or 13 decree in which the security forces of that country 14 played a decisive role.
 - "(2) Transmission of Determination.—A determination made under paragraph (1) shall be submitted to the appropriate congressional committees on the day that such determination is made, together with a report reviewing United States assistance programs to that country and assessing the impact on that country and on United States national security interests of a cessation of assistance restricted under subsection (a).
- 24 "(d) Termination of Restriction.—The restric-25 tion in subsection (a) shall terminate 15 days after the

1	Secretary of State notifies the appropriate congressional
2	committees that a democratically elected government has
3	taken office in such country pursuant to elections deter-
4	mined to be free and fair.
5	"(e) Waiver.—
6	"(1) In general.—The President may waive
7	the restrictions in subsection (a) for a 180-day pe-
8	riod if, not later than 5 days before the waiver takes
9	effect, the President certifies to the appropriate con-
10	gressional committees that—
11	"(A) providing such assistance is in the
12	vital national security interests of the United
13	States, including for the purpose of combating
14	terrorism; and
15	"(B) such foreign government is com-
16	mitted to restoring democratic governance and
17	due process of law, and is taking demonstrable
18	steps toward holding free and fair elections in
19	a reasonable timeframe.
20	"(2) Consultation.—Not later than 15 days
21	prior to the submission of the certification required
22	by paragraph (1), the President shall consult with
23	the appropriate congressional committees regarding
24	the use of the waiver authority provided under such

paragraph and provide such committees a full briefing on the need for such waiver.

3

4

5

6

7

8

9

- "(3) EXTENSION OF WAIVER.—The President may extend the effective period of a waiver under paragraph (1) for additional 180-day periods if, not later than 5 days before the extension takes effect, the President submits to the appropriate congressional committees an updated certification meeting the requirements of subparagraphs (A) and (B) of paragraph (1).
- 10 11 "(f) Reporting Requirement.—Any certification 12 submitted pursuant to subsection (e) shall be accompanied by a report describing the types and amounts of assistance to be provided pursuant to the waiver and the justification 14 15 for the waiver, including a description and analysis of the foreign government's commitment to restoring democratic 16 17 governance and due process of law and the demonstrable steps being taken by such foreign government toward 18 holding free and fair elections. 19
- "(g) APPROPRIATE CONGRESSIONAL COMMITTEES
 DEFINED.—In this section, the term 'appropriate congressional committees' means the Committees on Foreign Relations and Appropriations of the Senate and the Committees on Foreign Affairs and Appropriations of the House of Representatives.".

1	(b) Application of Coup Provision.—The restric-
2	tions and exceptions under subsections (a) and (b) of sec-
3	tion 502C of the Foreign Assistance Act of 1961, as added
4	by subsection (a), shall apply to Fiji, Guinea-Bissau,
5	Madagascar, and Sudan as of the date of the enactment
6	of such section.
7	TITLE II—UNITED STATES
8	ASSISTANCE FOR EGYPT
9	SEC. 201. SUSPENSION AND REFORM OF ARMS SALES.
10	(a) In General.—The United States Government
11	may not license, approve, facilitate, or otherwise allow the
12	sale, lease, transfer, retransfer, or delivery of defense arti-
13	cles or defense services to Egypt under section 38(a)(1)
14	of the Arms Export Control Act (22 U.S.C. 2778(a)(1))
15	until 15 days after the Secretary of State submits to the
16	appropriate congressional committees a certification
17	that—
18	(1) providing such assistance is in the national
19	security interests of the United States; and
20	(2) the Government of Egypt—
21	(A) continues to implement the Peace
22	Treaty between the State of Israel and the
23	Arab Republic of Egypt, signed at Washington,
24	March 26, 1979;

1	(B) is taking necessary and appropriate
2	measures to counter terrorism, including meas-
3	ures to counter smuggling into the Gaza Strip
4	by, among other measures, detecting and de-
5	stroying tunnels between Egypt and the Gaza
6	Strip and securing the Sinai peninsula;
7	(C) is allowing the United States Armed
8	Forces to transit the territory of Egypt, includ-
9	ing through the airspace and territorial waters
10	of Egypt;
11	(D) is supporting a transition to an inclu-
12	sive civilian government by demonstrating a
13	commitment to, and making consistent progress
14	toward, holding regular, credible elections that
15	are free, fair, and consistent with internation-
16	ally accepted standards;
17	(E) is respecting and protecting the polit-
18	ical and economic freedoms of all residents of
19	Egypt, including taking measures to address vi-
20	olence against women and religious minorities;
21	(F) is respecting freedom of expression
22	and due process of law, including respecting the
23	rights of women and religious minorities; and
24	(G) has continued to abide by its nuclear
25	non-proliferation commitments as a signatory of

1	the Treaty on the Non-Proliferation of Nuclear
2	Weapons, done at London, Moscow, and Wash-
3	ington July 1, 1968, has not detonated a nu-
4	clear explosive device, and is not in material
5	violation of IAEA safeguards.
6	(b) Exception.—The limitation under subsection
7	(a) shall not apply to defense articles and defense services
8	to be used primarily for supporting or enabling counterter-
9	rorism, border and maritime security, or special operations
10	capabilities or operations.
11	(c) Waiver.—
12	(1) In general.—The President may waive
13	the restrictions in subsection (a) for a 180-day pe-
14	riod if, not later than 15 days before the waiver
15	takes effect, the President—
16	(A) certifies to the appropriate congres-
17	sional committees that providing such assist-
18	ance is in the vital national security interests of
19	the United States;
20	(B) provides to such committees a report
21	detailing the reasons for making the determina-
22	tion that such assistance is in the vital national
23	security interests of the United States; and
24	(C) submits to such committees an anal-
25	ysis of the degree to which providing such as-

	$\boldsymbol{\sigma}$
1	sistance is in the national security interests of
2	the United States and the actions of the Gov-
3	ernment of Egypt do or do not satisfy each of
4	the criteria contained in subparagraphs (A)
5	through (G) of subsection (a)(2).
6	(2) Extension of waiver.—
7	(A) FISCAL YEARS 2014 AND 2015.—The
8	President may extend the effective period of a
9	waiver under paragraph (1) for the remainder
10	of fiscal year 2014 and an additional fiscal year
11	if the Secretary of State submits the strategy
12	required in subsection (d) to the appropriate
13	congressional committees and, not later than 15
14	days before the waiver expires, the President
15	submits to the appropriate congressional com-
16	mittees an updated certification, report, and
17	analysis that meet the requirements of subpara-
18	graphs (A), (B), and (C), respectively, of para-
19	graph (1).
20	(B) Subsequent fiscal years.—The
21	President may annually extend the effective pe-
22	riod of a waiver under paragraph (2)(A) for an
23	additional fiscal year if, not later than 15 days
24	before the prior year waiver expires, the Presi-

dent submits to the appropriate congressional

25

1	committees an updated certification, report, and
2	analysis that meet the requirements of subpara-
3	graphs (A), (B), and (C), respectively, of para-
4	graph (1).
5	(d) Strategy to Reform United States Mili-
6	TARY ASSISTANCE TO EGYPT.—
7	(1) In general.—Not later than 90 days after
8	the date of the enactment of this Act, the Secretary
9	of State shall submit to Congress a comprehensive
10	strategy for modernizing and improving United
11	States security cooperation with, and assistance for
12	Egypt. The strategy shall seek to—
13	(A) enhance the ability of the Government
14	of Egypt to detect, disrupt, dismantle, and de-
15	feat al Qaeda, its affiliated groups, and other
16	terrorist organizations operating in Egypt, and
17	to counter terrorist ideology and radicalization
18	in Egypt;
19	(B) improve the capacity of the Govern-
20	ment of Egypt to prevent human trafficking
21	and the illicit movement of terrorists, criminals,
22	weapons, and other dangerous material across
23	Egypt's borders or administrative boundaries,
24	especially through illicit points of entry into the
25	Gaza Strip;

1	(C) improve the Government of Egypt's
2	operational capabilities in counterinsurgency
3	counterterrorism, and border and maritime se
4	curity;
5	(D) enhance the capacity of the Govern
6	ment of Egypt to gather, integrate, analyze
7	and share intelligence, especially with respect to
8	the threat posed by terrorism and other illicit
9	activity, while also ensuring a proper protection
10	for the civil liberties of Egypt's citizens; and
11	(E) increase transparency, accountability
12	to civilian authority, respect for human rights
13	and the rule of law within the armed forces or
14	Egypt.
15	(2) Elements.—The strategy required under
16	paragraph (1) shall include the following elements:
17	(A) A detailed assessment of the mecha
18	nism by which military assistance is provided to
19	Egypt and whether such mechanism should be
20	modified.
21	(B) A detailed summary of the current bal
22	ance between the levels of economic and mili
23	tary support provided to Egypt, including an
24	assessment of whether funding for economic de
25	velopment and political assistance programs

1	should be increased as a percentage of overall
2	United States foreign assistance to Egypt, and
3	an assessment of whether there should be an in-
4	creased percentage of foreign military assist-
5	ance focused on counterinsurgency, counterter-
6	rorism, border and maritime security and re-
7	lated training.
8	(C) A process to assess whether current
9	levels of economic and military support provided
10	to Egypt are achieving United States national
11	security objectives and supporting Egypt's tran-
12	sition to democracy.
13	(D) An estimated schedule for completing
14	the baseline conventional modernization of the
15	armed forces of Egypt with United States-ori-
16	gin equipment.
17	(E) An assessment of the extent to which
18	the Government of Egypt is—
19	(i) implementing the 1979 Egypt-
20	Israel Peace Treaty;
21	(ii) taking effective steps to combat
22	terrorism on the Sinai Peninsula; and
23	(iii) taking effective steps to eliminate
24	smuggling networks and to detect and de-

1	stroy tunnels between Egypt and the Gaza
2	Strip.
3	(F) An assessment of the abilities of the
4	United States Government to achieve the goals
5	set forth in the strategy if defense articles and
6	services to Egypt are withheld.
7	(3) Consultation requirement.—In devel-
8	oping the strategy required under paragraph (1), the
9	Secretary of State shall consult with, among other
10	relevant parties, the appropriate congressional com-
11	mittees and the Government of Egypt.
12	(4) Report on contracts.—The Secretary of
13	State shall submit with the strategy required under
14	paragraph (1) a report containing—
15	(A) a summary of all contracts with the
16	Government of Egypt funded through United
17	States assistance over the prior 10 years and a
18	projection of such contracts over the next 5
19	years; and
20	(B) information on any contracts or pur-
21	chases made by the Government of Egypt using
22	interest earned from amounts in an interest-
23	bearing account for Egypt related to funds
24	made available under section 23 of the Arms
25	Export Control Act (22 U.S.C. 2763) and

1	whether the use of this interest has furthered
2	the goals described in this section.
3	SEC. 202. SUSPENSION AND REFORM OF UNITED STATES
4	ECONOMIC SUPPORT TO EGYPT.
5	(a) In General.—No bilateral economic assistance
6	may be made available to the Government of Egypt pursu-
7	ant to chapter 4 of part II of the Foreign Assistance Act
8	of 1961 (22 U.S.C. 2346 et seq.; relating to the Economic
9	Support Fund) until 15 days after the Secretary of State
10	certifies to the appropriate congressional committees
11	that—
12	(1) providing such assistance is in the national
13	security interest of the United States; and
14	(2) the Government of Egypt—
15	(A) continues to implement the Peace
16	Treaty between the State of Israel and the
17	Arab Republic of Egypt, signed at Washington,
18	March 26, 1979;
19	(B) is supporting the transition to an in-
20	clusive civilian government by demonstrating a
21	commitment to hold regular, credible elections
22	that are free, fair, and consistent with inter-
23	nationally accepted standards;
24	(C) is respecting and protecting the polit-
25	ical, economic, and religious freedoms of all

1	residents of Egypt, including taking measures
2	to address violence against women and religious
3	minorities;
4	(D) is permitting nongovernmental organi-
5	zations and civil society groups in Egypt to op-
6	erate freely and consistent with internationally
7	recognized standards; and
8	(E) is demonstrating a commitment to im-
9	plementing economic reforms, including reforms
10	necessary to reduce the deficit and ensure eco-
11	nomic stability and growth.
12	(b) Exceptions.—The prohibition in subsection (a)
13	shall not apply to humanitarian assistance or assistance
14	to promote democratic elections or public participation in
15	democratic processes.
16	(c) Waiver.—
17	(1) In general.—The President may waive
18	the limitation under subsection (a) for a 180-day pe-
19	riod if, not later than 15 days before the waiver
20	takes effect, the President—
21	(A) certifies to the appropriate congres-
22	sional committees that providing such assist-
23	ance is in the vital national security interests of
24	the United States;

DAV13E60 S.L.C.

(B) submits to such committees a report
detailing the reasons for making the determina-
tion that such assistance is in the vital national
security interests of the United States notwith-
standing the fact that the certification required
by subsection (a) cannot be made; and
(C) submits to such committees an anal-

(C) submits to such committees an analysis of the degree to which such assistance is in the national security interests of the United States and the actions of the Government of Egypt do, or do not, satisfy the criteria in subsection (a)(2).

(2) Extension of waiver.—

(A) FISCAL YEARS 2014 AND 2015.—The President may extend the effective period of a waiver under paragraph (1) for the remainder of fiscal year 2014 and an additional fiscal year if the Secretary of State submits the strategy required in subsection (d) to the appropriate congressional committees and, not later than 15 days before the prior waiver expires, the President submits to the appropriate congressional committees an updated certification, report, and analysis that meet the requirements of subpara-

1	graph (A), (B), and (C), respectively, of para-
2	graph (1).
3	(B) Subsequent fiscal years.—The
4	President may annually extend the effective pe-
5	riod of a waiver under paragraph (2)(A) for an
6	additional fiscal year if, not later than 15 days
7	before the prior year waiver expires, the Presi-
8	dent submits to the appropriate congressional
9	committees an updated certification, report, and
10	analysis that meet the requirements of subpara-
11	graph (A), (B), and (C), respectively, of para-
12	graph (1).
13	(d) Strategy.—
14	(1) IN GENERAL.—Not later than 90 days after
15	the date of the enactment of this Act, the Secretary
16	of State shall separately provide to Congress a com-
17	prehensive foreign assistance strategy for Egypt
18	that—
19	(A) addresses how United States foreign
20	assistance can most effectively—
21	(i) respond to the political and eco-
22	nomic development concerns and aspira-
23	tions of the people of Egypt, and seek to
24	advance the United States' strategic objec-
25	tive of a secure, democratic, civilian-led

1	and prosperous Egypt that is a partner of
2	the United States and advances peace and
3	security in the region;
4	(ii) support regional stability and co-
5	operation by strengthening the political
6	and economic relationships between Egypt
7	and her neighbors;
8	(iii) encourage and support efforts by
9	the Government and people of Egypt to
10	foster democratic norms and institutions,
11	including rule of law, transparent and ac-
12	countable governance, an independent leg-
13	islature and judiciary, regular conduct of
14	free and fair elections, an inclusive political
15	process, and effective, law-abiding public
16	security forces;
17	(iv) support economic reforms by the
18	Government of Egypt to encourage private
19	sector-led growth and job creation, create a
20	favorable climate for business and invest-
21	ment, fight corruption, and expand inter-
22	national trade;
23	(v) seek to foster a vibrant civil soci-
24	ety in Egypt, including the unencumbered
25	operation of nongovernmental organiza-

I	tions, a free and independent media, re-
2	spect for women, and protections for the
3	political, economic, and religious freedoms
4	and rights of all citizens and residents of
5	Egypt; and
6	(vi) seek to support security sector re-
7	form, particularly regarding civilian police
8	forces;
9	(B) includes an assessment of what actions
10	the Government of Egypt has taken, in law and
11	practice, that advance or inhibit the interests.
12	principles, and goals described within this strat-
13	egy, including the ability of Egyptian and inter-
14	national nongovernmental organizations to op-
15	erate inside Egypt, especially for the purposes
16	of promoting political, economic, and religious
17	freedoms and rights, democracy, and education
18	and what actions the Secretary of State has
19	taken to further the same interests, principles
20	and goals in Egypt;
21	(C) is based on the best principles and
22	practices of effective international development
23	the provision of matching funds by the host
24	government, leveraging assistance for greater

1	impact together with the private sector, and the
2	goal of graduation from assistance;
3	(D) includes a detailed assessment of re-
4	sources and amounts that will be necessary to
5	achieve the goals set forth in this subsection
6	over the next five fiscal years; and
7	(E) includes an assessment of the effects
8	of a cessation of bilateral economic support for
9	Egypt on the Middle East region and United
10	States national security interests in the region.
11	(2) Consideration of Certain Elements.—
12	The strategy required by paragraph (1) shall include
13	consideration of—
14	(A) measures to promote and protect for-
15	eign direct investment in the economy of Egypt;
16	(B) programs to assist regional economic
17	engagement by the Government of Egypt and
18	job creation in that country through, among
19	other things, assisting in the establishment of
20	free trade zones in Egypt along the Suez Canal
21	Zone;
22	(C) efforts to improve the business climate
23	in Egypt, including by promoting United States
24	trade with Egypt and investment in that coun-
25	try; and

I	(D) efforts to promote market-based eco-
2	nomic reforms and to identify barriers to entry
3	in the economy of Egypt that prevent the effi-
4	cient flow of capital, goods, and services.
5	(3) Consultation requirement.—In devel-
6	oping the strategy required by paragraph (1), the
7	Secretary of State shall consult with, among other
8	relevant parties, the appropriate congressional com-
9	mittees, the Government of Egypt, political opposi-
10	tion groups in Egypt, private sector leaders, non-
11	governmental organizations, religious and secular
12	groups, women's organizations, and civil society
13	groups, as well as relevant international nongovern-
14	mental organizations.
15	(e) Funding for Democracy and Governance
16	Programs.—
17	(1) In general.—If, in any fiscal year, bilat-
18	eral economic assistance is provided to Egypt pursu-
19	ant to chapter 4 of part II of the Foreign Assistance
20	Act of 1961 (22 U.S.C. 2346 et seq.; relating to the
21	Economic Support Fund), not less than \$50,000,000
22	of that assistance shall be provided through the De-
23	partment of State and the National Endowment for
24	Democracy for democracy and governance programs
25	in Egypt.

1 (2) Additional funding if waiver author-2 ITY INVOKED.—If, in any fiscal year, the President 3 exercises the waiver authority under subsection (c) and bilateral economic assistance is provided to 4 5 Egypt pursuant to chapter 4 of part II of the For-6 Assistance Act of 1961, not less 7 \$25,000,000 of that assistance (in addition to the 8 amount provided for under paragraph (1)) shall be 9 provided through the Department of State and the 10 National Endowment for Democracy for democracy 11 and governance programs in Egypt. 12 SEC. 203. TERMINATION. 13 The limitations under section 201 and 202 shall terminate on September 30, 2016, if the Secretary of State 14 15 submits to the appropriate congressional committees a certification that the Government of Egypt— 16 17 (1) continues to implement the Peace Treaty 18 between the State of Israel and the Arab Republic 19 of Egypt, signed at Washington, March 26, 1979; 20 (2) is taking necessary and appropriate meas-21 ures to counter terrorism, including measures to 22 counter smuggling into the Gaza Strip by, among 23 other measures, detecting and destroying tunnels be-24 tween Egypt and the Gaza Strip and securing the 25 Sinai peninsula;

1	(3) is allowing the United States Armed Forces
2	to transit the territory of Egypt, including through
3	the airspace and territorial waters of Egypt; and
4	(4) is supporting a transition to an inclusive ci-
5	vilian government by demonstrating a commitment
6	to, and making consistent progress toward, holding
7	regular, credible elections that are free, fair, and
8	consistent with internationally accepted standards.
9	SEC. 204. ADDITIONAL OVERSIGHT OF ONGOING EGYPT
10	FUNDING.
11	Section 7041(a) of the Consolidated Appropriations
12	Act, 2012 (Public Law 112–74; 125 Stat. 1222) is amend-
13	ed by striking "Committees on Appropriations" each place
14	it appears and inserting "Committees on Appropriations
15	and Foreign Relations of the Senate and the Committees
16	on Appropriations and Foreign Affairs of the House of
17	Representatives".
18	SEC. 205. SUNSET OF EXISTING AUTHORITY.
19	(a) Repeal.—Section 7008 of the Consolidated Ap-
20	propriations Act, 2012 (Public Law 112–74; 125 Stat.
21	1195) is hereby repealed.
22	(b) Termination of Existing Restrictions.—
23	Notwithstanding any other provision of law, any restric-
24	tions on assistance to a foreign government as the result
25	of a coup d'état that were enacted before the date of the

- 1 enactment of this Act shall terminate as of the date of
- 2 the enactment of this Act and shall no longer apply to
- 3 the provision of such assistance.
- 4 SEC. 206. APPROPRIATE CONGRESSIONAL COMMITTEES
- 5 **DEFINED.**
- 6 In this title, the term "appropriate congressional
- 7 committees" means the Committees on Foreign Relations
- 8 and Appropriations of the Senate and the Committees on
- 9 Foreign Affairs and Appropriations of the House of Rep-
- 10 resentatives.