|                               | (Original Signature of Member)   |
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| 118TH CONGRESS<br>1ST SESSION | H.R  |
| •                             | gencies from contracting with companies engaged in cott of Israel, and for other purposes. |
| IN THE H                      | OUSE OF REPRESENTATIVES  |

## A BILL

Ms. TENNEY introduced the following bill; which was referred to the

Committee on

To prohibit Federal agencies from contracting with companies engaged in a boycott of Israel, 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. SHORT TITLE.
- 4 This Act may be cited as the "Countering Hate
- 5 Against Israel by Federal Contractors Act".

| 1  | SEC. 2. PROHIBITION ON FEDERAL AGENCIES CON-           |
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| 2  | TRACTING WITH COMPANIES ENGAGED IN A                   |
| 3  | BOYCOTT OF ISRAEL.                                     |
| 4  | (a) Prohibition.—The head of a Federal agency—         |
| 5  | (1) may not enter into a covered contract with         |
| 6  | a company after January 1, 2024 unless such com-       |
| 7  | pany certifies to such head at the time the contract   |
| 8  | is entered into that the company is not engaging in    |
| 9  | a boycott of Israel; and                               |
| 10 | (2) shall include in any covered contract with a       |
| 11 | company entered into after January 1, 2024, a pro-     |
| 12 | hibition on the company engaging in a boycott of       |
| 13 | Israel during the term of the contract.                |
| 14 | (b) Notices and Remedy.—                               |
| 15 | (1) Written notice of prohibition.—The                 |
| 16 | head of a Federal agency shall include in each solici- |
| 17 | tation for a bid or proposal for a covered contract    |
| 18 | written notice of the prohibition described under      |
| 19 | subsection (a).  |
| 20 | (2) Notice upon finding of boycott.—Not                |
| 21 | later than 30 days after the head of an Federal        |
| 22 | agency determines through a public report or a no-     |
| 23 | tice from Congress that a company violated the pro-    |
| 24 | hibition described under subsection (a)(2) with re-    |
| 25 | spect to a covered contract with the Federal agency,   |
| 26 | the head of the Federal agency shall—                  |

| 1  | (A) notify the company of such determina-                    |
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| 2  | tion; and  |
| 3  | (B) make a notice of such determination                      |
| 4  | available on the website of the agency.                      |
| 5  | (3) TERMINATION OF CONTRACT.—On the date                     |
| 6  | that is 30 days after a company receives a notice            |
| 7  | under paragraph (2)(A), the head of a Federal agen-          |
| 8  | cy shall terminate a covered contract entered into by        |
| 9  | the head of the Federal agency with a company for            |
| 10 | a violation of the prohibition described under sub-          |
| 11 | section (a)(2) by the company, unless the company            |
| 12 | ends the boycott of Israel to the satisfaction of the        |
| 13 | head of the Federal agency before such date.                 |
| 14 | (c) Appeal Process.—The appeals process estab-               |
| 15 | lished under chapter 71 of title 41, United States Code,     |
| 16 | shall apply with respect to a contract subject to the provi- |
| 17 | sions of this Act.   |
| 18 | (d) Rule of Construction.—Nothing in this Act                |
| 19 | shall be construed to—                                       |
| 20 | (1) infringe upon any right protected under the              |
| 21 | First Amendment to the Constitution; or                      |
| 22 | (2) take a position on final status issues associ-           |
| 23 | ated with the Palestinian-Israeli conflict.                  |
| 24 | (e) DEFINITIONS.—In this Act:                                |

| 1  | (1) Company.—The term "company" means                    |
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| 2  | any organization, association, corporation, partner-     |
| 3  | ship, joint venture, limited partnership, limited li-    |
| 4  | ability partnership, limited liability company, or       |
| 5  | other entity or business association, including all      |
| 6  | wholly owned subsidiaries, majority-owned subsidi-       |
| 7  | aries, parent companies, or affiliates of those entities |
| 8  | or business associations (but not including an indi-     |
| 9  | vidual or sole proprietorship or individuals) with       |
| 10 | more than 10 employees.                                  |
| 11 | (2) COVERED CONTRACT.—The term "covered                  |
| 12 | contract" means a contract in excess of \$100,000        |
| 13 | for the procurement of—                                  |
| 14 | (A) services (including disposal and con-                |
| 15 | struction services); or                                  |
| 16 | (B) information technology.                              |
| 17 | (3) Engaging in a boycott of israel.—The                 |
| 18 | term "engaging in a boycott of Israel" means—            |
| 19 | (A) engaging in an action (including a re-               |
| 20 | fusal to deal or an action to terminate a busi-          |
| 21 | ness activity) that is intended to limit commer-         |
| 22 | cial relations with Israel, a person doing busi-         |
| 23 | ness in or with Israel, or authorized by, licensed       |
| 24 | by, or an entity organized under the laws of the         |

| 1  | State of Israel to do business, when such ac-        |
|----|--|
| 2  | tions are taken in—                                  |
| 3  | (i) compliance with or adherence to                  |
| 4  | calls for a boycott of Israel; or                    |
| 5  | (ii) a manner that is—                               |
| 6  | (I) in any way discriminates on                      |
| 7  | the basis of nationality, national ori-              |
| 8  | gin, or religion; or                                 |
| 9  | (II) not based on a valid business                   |
| 10 | reason; and  |
| 11 | (B) includes a statement of the company              |
| 12 | that the company—                                    |
| 13 | (i) is participating in an action de-                |
| 14 | scribed under subparagraph (A); or                   |
| 15 | (ii) has taken such action at the re-                |
| 16 | quest with, in compliance with, or in fur-           |
| 17 | therance of calls for such action.                   |
| 18 | (4) Federal Agency.—The term "Federal                |
| 19 | Government entity" means an instrumentality of the   |
| 20 | Government of the United States, or any political    |
| 21 | subdivision thereof, including all boards, commis-   |
| 22 | sions, agencies, institutions, authorities, corpora- |
| 23 | tions, and bodies politic of the Federal Government, |
| 24 | established by or in accordance with Federal law or  |
| 25 | regulations.   |