(Original Signature of Member)

118th CONGRESS 2D Session

<sup>N</sup> **H.R.** <u>7980</u>

To amend the Internal Revenue Code of 1986 to exclude vehicles the batteries of which contain materials sourced from prohibited foreign entities from the clean vehicle credit.

## IN THE HOUSE OF REPRESENTATIVES

Mrs. MILLER of West Virginia introduced the following bill; which was referred to the Committee on \_\_\_\_\_

## A BILL

- To amend the Internal Revenue Code of 1986 to exclude vehicles the batteries of which contain materials sourced from prohibited foreign entities from the clean vehicle credit.
  - 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 "End Chinese Domi-
- 5 nance of Electric Vehicles in America Act of 2024".

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1	SEC. 2. EXCLUSION FROM CLEAN VEHICLE CREDIT OF VE-
2	HICLES CONTAINING MATERIALS SOURCED
3	FROM PROHIBITED FOREIGN ENTITIES.
4	(a) IN GENERAL.—Section 30D(d)(7) of the Internal
5	Revenue Code of 1986 is amended to read as follows:
6	"(7) Excluded entities.—
7	"(A) IN GENERAL.—For purposes of this
8	section, the term 'new clean vehicle' shall not
9	include any vehicle—
10	"(i) with respect to which any of the
11	components contained in the drive battery
12	or any material contained in such a compo-
13	nent was extracted, processed, recycled,
14	manufactured, or assembled by a prohib-
15	ited foreign entity, or
16	"(ii) the drive battery of which is de-
17	signed, manufactured, or produced using
18	any process attributable to any licensing,
19	royalty, service, or similar agreement with
20	a prohibited foreign entity the estimated
21	total contract cost, including variable, con-
22	tingent, or sales-based payments, of which
23	exceeds \$5,000,000.
24	"(B) PROHIBITED FOREIGN ENTITY.—For
25	purposes of subparagraph (A), the term 'pro-
26	hibited foreign entity' means—

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1	"(i) any foreign entity of concern (as
2	defined in section $40207(a)(5)$ of the In-
3	frastructure Investment and Jobs Act),
4	"(ii) any entity with respect to which
5	the government of a covered nation has the
6	right or power (directly or indirectly) to
7	appoint or approve the appointment of a
8	covered officer, or
9	"(iii) any entity 25 percent or more of
10	the capital or profits interests of which are
11	owned (directly or indirectly) in the aggre-
12	gate by 1 or more of the following:
13	"(I) A covered nation or an enti-
14	ty described in clause (i) or (ii).
15	"(II) A citizen, national, or resi-
16	dent of a covered nation.
17	"(III) An entity organized under
18	the laws of a covered nation.
19	"(C) COVERED OFFICER.—For purposes of
20	this paragraph, the term 'covered officer'
21	means—
22	"(i) any member of the board of direc-
23	tors, board of supervisors, or an equivalent
24	governing body,

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1	"(ii) the president, senior vice presi-
2	dent, chief executive officer, chief operating
3	officer, chief financial officer, or general
4	counsel, or
5	"(iii) any individual who performs du-
6	ties usually associated with a title listed in
7	clause (i) or (ii).
8	"(D) COVERED NATION.—For purposes of
9	this paragraph, the term 'covered nation' has
10	the meaning given such term in section $4872(d)$
11	of title 10, United States Code.
12	"(E) DRIVE BATTERY.—For purposes of
13	this paragraph, the term 'drive battery' means,
14	with respect to a vehicle, the battery from
15	which the electric motor of such vehicle draws
16	electricity.".
17	(b) EFFECTIVE DATE.—The amendment made by
18	this subsection shall apply to vehicles placed in service
19	after the date of enactment of this Act.