

103^D CONGRESS
1ST SESSION

H. R. 1247

To prohibit the furnishing of additional loans or credit guarantees by the United States to any foreign country which is in default or arrears in the payment of principal or interest on any loan made to the country by the United States or for which the United States has been obligated to make payments under a credit guarantee.

IN THE HOUSE OF REPRESENTATIVES

MARCH 8, 1993

Mr. KYL introduced the following bill; which was referred jointly to the Committees on Agriculture, Banking, Finance and Urban Affairs, and Foreign Affairs

A BILL

To prohibit the furnishing of additional loans or credit guarantees by the United States to any foreign country which is in default or arrears in the payment of principal or interest on any loan made to the country by the United States or for which the United States has been obligated to make payments under a credit guarantee.

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 “Taxpayer Protection
5 Act”.

1 **SECTION 1. PROHIBITION ON LOANS OR GUARANTEES TO**
2 **COUNTRIES IN DEFAULT.**

3 (a) PROHIBITION.—A Federal agency may not make
4 a loan to a foreign country under any law or guarantee
5 under any law the repayment of credit made available to
6 the country if—

7 (1) the country is in default or in arrears in the
8 payment to the United States of principal or interest
9 on any loan made to the country by the United
10 States; or

11 (2) the United States has been obligated, at
12 any time during the preceding one-year period, to
13 make reimbursing payments to a commercial credi-
14 tor under a credit guarantee issued by the United
15 States on behalf of the country and the country has
16 not repaid the United States the total amount of the
17 payments made by the United States under the
18 guarantee.

19 (b) INVESTIGATION.—The head of a Federal agency
20 making a loan to, or issuing a credit guarantee on behalf
21 of, a foreign country shall make diligent inquiry to ensure
22 that the loan or guarantee is not made or issued in viola-
23 tion of subsection (a).

24 (c) FEDERAL AGENCY DEFINED.—For purposes of
25 this section, the term “Federal agency” includes the Com-
26modity Credit Corporation, the Export-Import Bank of

- 1 the United States, and the Overseas Private Investment
- 2 Corporation.

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