119TH CONGRESS 1ST SESSION

To amend title 18, United States Code, to prohibit United States persons from advancing artificial intelligence capabilities within the People's Republic of China, and for other purposes.

IN THE SEN TE OF THE UNITED ST TES

Mr. H WLEY introduced the following bill; which was read twice and referred to the Committee on

BILL

- To amend title 18, United States Code, to prohibit United States persons from advancing artificial intelligence capabilities within the People's Republic of China, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of merica in Congress assembled,
 - 3 SECTION 1. SHORT TITLE.
 - 4 This ct may be cited as the "Decoupling merica's
 - 5 rtificial Intelligence Capabilities from China et of
 - 6 2025".
 - 7 SEC. 2. DEFINITIONS.
 - 8 In this ct:

1	(1) RTIFICI L INTELLIGENCE; GENER TIVE
2	RTIFICI L INTELLIGENCE.—The terms "artificial
3	intelligence" and "generative artificial intelligence"
4	have the meanings given those terms in section 2741
5	of title 18, United States Code, as added by section
6	3.
7	(2) RTIFICI L INTELLIGENCE OR GENER TIVE
8	RTIFICI L INTELLIGENCE TECHNOLOGY OR INTEL-
9	LECTU L PROPERTY.—The term "artificial intel-
1	ligence or generative artificial intelligence technology
11	or intellectual property" means technology or intel-
12	lectual property that could be used to contribute to
13	artificial intelligence or generative artificial intel-
14	ligence capabilities.
15	(3) Chinese entity of concern.—The term
16	"Chinese entity of concern" has the meaning given
17	the term in section 2741 of title 18, United States
18	Code, as added by section 4.
19	(4) Interest.—The term "interest", with re-
2	spect to an entity, includes an interest in the enti-
21	ty—
22	() held directly or indirectly through any
23	chain of ownership; or
24	(B) held as a derivative financial instru-
25	ment or other contractual arrangement with the

1	entity, including any financial instrument or
2	other contract that seeks to replicate any finan-
3	cial return with respect to the entity or an in-
4	terest in the entity.
5	(5) MILIT RY-CIVIL FUSION STR TEGY.—The
6	term "military-civil fusion strategy" means the
7	strategy of the Chinese Communist Party aiming to
8	mobilize non-military resources and expertise for
9	military application, including the development of
1	technology, improvements in logistics, and other uses
11	by the People's Liberation rmy.
12	(6) Intellectu L property.—The term "in-
13	tellectual property" means—
14	() any work protected by a copyright
15	under title 17, United States Code;
16	(B) any property protected by a patent
17	granted by the United States Patent and
18	Trademark Office under title 35, United States
19	Code;
2	(C) any word, name, symbol, or device, or
21	any combination thereof, that is registered as a
22	trademark with the United States Patent and
23	Trademark Office under the ct entitled " n
24	ct to provide for the registration and protec-
25	tion of trademarks used in commerce, to carry

1	out the provisions of certain international con-
2	ventions, and for other purposes", approved
3	July 5, 1946 (commonly known as the
4	"Lanham ct" or the "Trademark ct of
5	1946'') (15 U.S.C. 1051 et seq.); or
6	(D) a trade secret (as defined in section
7	1839 of title 18, United States Code).
8	(7) Technology.—The term "technology"—
9	() has the meaning given that term in
1	section 1742 of the Export Control Reform et
11	of 2018 (50 U.S.C. 4801); and
12	(B) includes—
13	(i) any semiconductor, circuit board,
14	operating system, graphics processing unit,
15	central processing unit, tenor processing
16	unit, field-programmable gate array, ran-
17	dom access memory, hard drive, solid-state
18	drive, dataflow architecture, or cloud-com-
19	puting service, that is manufactured, de-
2	signed, developed, supplied, deployed, com-
21	pleted, assembled, restored, converted, or
22	replicated to function artificial intelligence
23	or generative artificial intelligence; and
24	(ii) any other hardware, software,
25	equipment, device, component, robotic,

1	computer, processor, network, machine, ac-
2	celerator, circuit, storage, system or sub-
3	system, server, or related good, tool, or
4	service, that is manufactured, designed, de-
5	veloped, supplied, deployed, completed, as-
6	sembled, restored, converted, or replicated
7	to function artificial intelligence or genera-
8	tive artificial intelligence.
9	(8) Terms from export control reform
1	CT OF 2018.—The terms "export", "in-country
11	transfer", and "reexport" have the meanings given
12	those terms in section 1742 of the Export Control
13	Reform ct of 2018 (50 U.S.C. 4801).
14	(9) United st tes person.—The term
15	"United States person" has the meaning given the
16	term in section 2741 of title 18, United States Code,
17	as added by section 4.
18	SEC. 3. PROHIBITIONS ON IMPORT ND EXPORT OF RTIFI-
19	CI L INTELLIGENCE OR GENER TIVE RTIFI-
2	CI L INTELLIGENCE TECHNOLOGY OR INTEL-
21	LECTU L PROPERTY.
22	(a) Prohibition on Import tion.—On and after
23	the date that is 180 days after the date of the enactment
24	of this ct, the importation into the United States of arti-
25	ficial intelligence or generative artificial intelligence tech-

- 1 nology or intellectual property developed or produced in
- 2 the People's Republic of China is prohibited.
- 3 (b) Prohibition on Export.—On and after the
- 4 date that is 180 days after the date of the enactment of
- 5 this ct, the export, reexport, or in-country transfer of
- 6 artificial intelligence or generative artificial intelligence
- 7 technology or intellectual property to or within the Peo-
- 8 ple's Republic of China is prohibited.

9 (c) Pen lties.—

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- mits, willfully attempts to commit, or willfully conspires to commit, or aids and abets in the commission of, the violation of a prohibition under subsection (a) or (b) shall be subject to the criminal penalties set forth in subsection (b) of section 1760 of the Export Control Reform ct of 2018 (50 U.S.C. 4819) to the same extent as a person who willfully commits, willfully attempts to commit, or willfully conspires to commit, or aids and abets in the commission of an unlawful act described in subsection (a) of that section.
 - (2) CIVIL.— person who violates a prohibition under subsection (a) or (b) or any regulation, order, or license issued to carry out any such prohibition shall be subject to a civil penalty set forth in section

1	1760(c) of the Export Control Reform ct of 2018
2	(50 U.S.C. 4819(c)) for each such violation to the
3	same extent as a person who commits a violation de-
4	scribed in that section.
5	(d) REGUL TIONS.—Not later than 90 days after the
6	date of enactment of this ct, the Secretary of Commerce
7	shall issue regulations implementing this section.
8	SEC. 4. RTIFICI L INTELLIGENCE RESE RCH ND DEVEL
9	OPMENT.
1	(a) In Gener L.—Part I of title 18, United States
11	Code, is amended by adding at the end the following:
12	"CH PTER 124—RESE RCH ND DEVEL-
13	OPMENT TH T BENEFITS THE PEO-
14	PLE'S REPUBLIC OF CHIN
15	"§ 2741. Definitions
16	"In this chapter:
16 17	"In this chapter: "(1) RTIFICI L INTELLIGENCE.—The term
	•
17	"(1) RTIFICI L INTELLIGENCE.—The term
17 18	"(1) RTIFICI L INTELLIGENCE.—The term 'artificial intelligence'—
17 18 19	"(1) RTIFICI L INTELLIGENCE.—The term 'artificial intelligence'— "() has the meaning given the term in
17 18 19 2	"(1) RTIFICI L INTELLIGENCE.—The term 'artificial intelligence'— "() has the meaning given the term in section 238(g) of the John S. McCain National
17 18 19 2 21	"(1) RTIFICI L INTELLIGENCE.—The term 'artificial intelligence'— "() has the meaning given the term in section 238(g) of the John S. McCain National Defense uthorization ct for Fiscal Year 2019

1	"(i) an artificial or automated sys-
2	tem—
3	"(I) that performs tasks under
4	varying and unpredictable cir-
5	cumstances without significant human
6	oversight;
7	"(II) that can learn from experi-
8	ence and improve performance when
9	exposed to data sets;
1	"(III) developed in computer
11	software, physical hardware, or an-
12	other context that solves tasks requir-
13	ing human-like perception, cognition,
14	planning, learning, communication, or
15	physical action;
16	"(IV) designed to think or act
17	like a human, including through cog-
18	nitive architectures or neural net-
19	works;
2	"(V) that has or is derived from
21	a set of techniques, including machine
22	learning, statistics, or other data
23	processing or artificial intelligence
24	techniques, that is designed to approx-
25	imate a cognitive task;

1	"(VI) designed to act rationally,
2	including through an intelligent soft-
3	ware agent or embodied robot that
4	achieves goals using perception, plan-
5	ning, reasoning, learning, commu-
6	nicating, decision-making, and acting;
7	or
8	"(VII) that is intended to or ca-
9	pable of interacting with humans, de-
[tecting human emotions, determining
11	associations with social categories
12	based on biometric data, or generating
13	or manipulating image, audio, video,
14	or related material; and
15	"(ii) any other artificial or automated
16	system, software, or process that uses com-
17	putation as whole or part of a system to
18	determine outcomes, make or aid decisions,
19	inform policy implementation, collect data
2	or observations, or otherwise interact with
21	humans or communities of humans.
22	"(2) Control.—The term 'control' has the
23	meaning given the term in section 800.208 of title
24	31, Code of Federal Regulations (as in effect on the
25	date of enactment of this ct).

1	"(3) Corpor tion.—The term 'corporation'—
2	"() means an entity with the business
3	structure of a corporation, a company, a limited
4	liability company, a limited partnership, a busi-
5	ness trust, a business association, or another
6	similar entity; and
7	"(B) includes any subsidiary or branch of
8	an entity described in subparagraph () tied to
9	an entity described in subparagraph ()
1	through a series of contracts.
11	"(4) Development.—The term 'development'
12	means creative and systematic work that draws upon
13	knowledge gained from research and practical expe-
14	rience, which—
15	"() is directed toward the production of
16	new products or processes or improving existing
17	products or processes; and
18	"(B) like research, results in gaining addi-
19	tional knowledge.
2	"(5) Entity of concern.—The term 'entity
21	of concern' means—
22	"() an institution of education, including
23	a college and university, organized under the
24	laws of the People's Republic of China;

1	"(B) a research institution, research lab,
2	or research and development center organized
3	under the laws of the People's Republic of
4	China;
5	"(C) any corporation—
6	"(i) that is organized under the laws
7	of the People's Republic of China;
8	"(ii) that is headquartered in the Peo-
9	ple's Republic of China;
1	"(iii) that has its principal place of
11	business in the People's Republic of China;
12	or
13	"(iv) the equity securities of which are
14	primarily traded on not less than 1 ex-
15	change based within the People's Republic
16	of China; and
17	"(D) the Government of the People's Re-
18	public of China (as defined in section 204 of
19	the U.SChina Relations ct of 2000 (22
2	U.S.C. 6903)) and any governmental depart-
21	ment, agency, ministry, research institution, re-
22	search lab, research and development center, or
23	any other entity, subdivision, or affiliate of the
24	People's Republic of China, the Chinese Com-
25	munist Party, or the People's Liberation rmy.

1	"(6) FEDER L GENCY.—The term 'Federa
2	agency' means a department, an independent estab-
3	lishment, a commission, an administration, an au-
4	thority, a board or bureau of the United States, a
5	corporation in which the United States has a propri-
6	etary interest, or any other agency of the executive
7	branch of the Federal Government.
8	"(7) Feder L fin NCI L ssist NCE.—The
9	term 'Federal financial assistance' means a grant
1	loan, or contribution provided by the Federal Gove
11	ernment.
12	"(8) GENER TIVE RTIFICI L INTEL
13	LIGENCE.—The term 'generative artificial intele
14	ligence' means an artificial intelligence system that
15	is capable of generating novel text, video, images
16	audio, or other media based on prompts or other
17	forms of data provided by an individual.
18	"(9) Peoples's republic of thin .—The
19	term 'People's Republic of China' includes Hong
2	Kong and Macau.
21	"(10) Rese RCH.—The term 'research'—
22	"() means a systematic study directed to
23	ward fuller scientific knowledge or under
24	standing of a subject studied; and

1	"(B) includes activities involving the train-
2	ing of individuals in research techniques if such
3	activities—
4	"(i) use the same facilities as other
5	research and development activities; and
6	"(ii) are not included in the instruc-
7	tion function.
8	"(11) Rese RCH ND DEVELOPMENT.—The
9	term 'research and development' means a basic or
1	applied research activity and a development activity.
11	"(12) St te.—The term 'State' means each of
12	the several States of the United States.
13	"(13) Territory.—The term 'territory'
14	means—
15	"() the District of Columbia;
16	"(B) the Commonwealth of Puerto Rico;
17	"(C) the United States Virgin Islands;
18	"(D) Guam;
19	"(E) the Commonwealth of the Northern
2	Mariana Islands; and
21	"(F) merican Samoa.
22	"(14) United st tes person.—The term
23	'United States person'—
24	"() has the meaning given the term in
25	section 1711 of the National Defense uthor-

1	ization ct for Fiscal Year 1993 (22 U.S.C.
2	6010); and
3	"(B) includes—
4	"(i) a corporation that is incorporated
5	or organized under Federal law or the laws
6	of a State or territory;
7	"(ii) an institution of education, in-
8	cluding a college and university, organized
9	under Federal law or the laws of a State
1	or territory;
11	"(iii) a research institution organized
12	under Federal law or the laws of a State
13	or territory;
14	"(iv) a person that is—
15	"(I) a protected individual (as
16	defined in section 274B(a)(3) of the
17	Immigration and Nationality ct (8
18	U.S.C. 1324b(a)(3), wherever located
19	or employed; and
2	"(II) an alien who has been ad-
21	mitted to the United States as a law-
22	ful permanent resident; and
23	"(v) a person or corporation con-
24	trolled by an individual or entity described
25	in this paragraph.

1 "§ 2742. Unlawful	acts
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1	52142. Ciliawiui acts
2	"(a) Rese RCH ND DEVELOPMENT.— United
3	States person may not intentionally conduct, attempt or
4	conspire to conduct, or aid and abet in conducting re-
5	search or development of artificial intelligence or genera-
6	tive artificial intelligence—
7	"(1) within the People's Republic of China;
8	"(2) for an entity of concern;
9	"(3) on behalf of an entity of concern;
1	"(4) in collaboration with an entity of concern;
11	"(5) for a national of the People's Republic of
12	China working for or on behalf of an entity of con-
13	cern;
14	"(6) on behalf of a national of the People's Re-
15	public of China working for or on behalf of an entity
16	of concern; or
17	"(7) in collaboration with a national of the Peo-
18	ple's Republic of China working for, or on behalf of,
19	an entity of concern.
2	"(b) TR NSFER OF RESE RCH.— United States
21	person may not intentionally transfer, attempt or conspire
22	to transfer, or aid and abet in transferring information
23	relating to research of artificial intelligence or generative
24	artificial intelligence—
25	"(1) within the People's Republic of China;

1	"(2) directly to or from the People's Republic
2	of China;
3	"(3) for an entity of concern;
4	"(4) on behalf of an entity of concern;
5	"(5) directly to or from an entity of concern;
6	"(6) for a national of the People's Republic of
7	China working for or on behalf of an entity of con-
8	cern;
9	"(7) on behalf of a national of the People's Re-
1	public of China working for or on behalf of an entity
11	of concern; or
12	"(8) directly to or from a national of the Peo-
13	ple's Republic of China working for or on behalf of
14	an entity of concern.
15	"§ 2743. Penalties
16	"(a) Fines; Forfeiture.—
17	"(1) Entities.—
18	"() In gener l.— United States per-
19	son that violates section 2742 that is not an in-
2	dividual shall—
21	"(i) be fined not more than
22	\$100,000,000; and
23	"(ii) forfeit any license, contract, sub-
24	contract, grant, or public benefit awarded
25	by any Federal agency.

1	"(B) SSOCI TES OF ENTITIES.— n offi-
2	cer, director, partner, agent, or employee that
3	violates section 2742 shall—
4	"(i) be fined not more than
5	\$1,000,000; and
6	"(ii) forfeit any license, contract, sub-
7	contract, grant, or public benefit awarded
8	by any Federal agency.
9	"(2) Individu Ls.— United States person
1	who is an individual that violates section 2742
11	shall—
12	"() be fined not more than \$1,000,000;
13	and
14	"(B) forfeit any license, contract, sub-
15	contract, grant, or public benefit awarded by
16	any Federal agency.
17	"(b) Ineligibility for Feder L Fin NCI L s-
18	SIST NCE.— United States person that violates section
19	2742 shall be ineligible to receive Federal financial assist-
2	ance during the 5-year period beginning on the date on
21	which a penalty is imposed under subsection (a).
22	"(c) Civil Pen Lties.—
23	"(1) Civil Ction.—With respect to a United
24	States person that violates section 2742, the United
25	States may bring a civil action against the United

1	States person in any district court of the United
2	States in which the United States person resides, is
3	found, or has an agent, without respect to the
4	amount in controversy.
5	"(2) D M GES.—In a civil suit brought under
6	paragraph (1) against a United States person, the
7	United States shall be entitled—
8	"() to—
9	"(i) relief in equity to restrain and
1	prevent a violation or threat of violation of
11	section 2742; and
12	"(ii) other appropriate equitable relief;
13	"(B) to relief in damages for—
14	"(i) punitive and nominal damages;
15	"(ii) three times the amount of dam-
16	ages sustained by the United States as a
17	result of the violation; and
18	"(iii) three times the cost of the civil
19	action, including reasonable attorney's
2	fees;
21	"(C) to a civil fine of not more than
22	\$100,000,000 if the United States person is not
23	an individual; and

1	"(D) to a civil fine of not more than
2	\$1,000,000 if the United States person is an
3	individual".
4	(b) CITIZENSHIP ND IMMIGR TION CON-
5	SEQUENCES.—Section 101(a)(43) of the Immigration and
6	Nationality ct (8 U.S.C. 1101(a)(43)) is amended—
7	(1) in subparagraph (T), by striking "; and" at
8	the end;
9	(2) by redesignating subparagraph (U) as sub-
1	paragraph (V); and
11	(3) by inserting after subparagraph (T) the fol-
12	lowing:
13	"(U) an offense described in section 2742
14	of title 18, United States Code (relating to re-
15	search and development on behalf of the Peo-
16	ple's Republic of China); and".
17	(e) Cleric L mendment.—The table of sections
18	for part I of title 18, United States Code, is amended by
19	adding at the end the following:
	"CH PTER 124—Rese rch nd Development on Beh lf of the People's Republic of Chin

- 2 (d) Regul tions.—The terrney General, in con-
- 21 sultation with the Secretary of Defense, the Secretary of
- 22 Commerce, the Secretary of Education, the Director of

[&]quot;2741. Definitions.

[&]quot;2742. Unlawful acts.

[&]quot;2743. Penalties.".

1	National Intelligence, and the Director of the Federal Bu-
2	reau of Investigation, shall—
3	(1) promulgate regulations to enforce the prohi-
4	bitions under section 2742 of title 18, United States
5	Code, as added by this ct; and
6	(2) coordinate with the heads of other Federal
7	agencies to ensure the enforcement of the prohibi-
8	tions described in paragraph (1).
9	SEC. 5. PROHIBITION ON UNITED ST TES PERSONS HOLD-
1	ING N INTEREST IN OR PROVIDING FIN NC-
11	ING TO CHINESE ENTITIES INVOLVED IN R-
12	TIFICI L INTELLIGENCE RESE RCH ND DE-
13	VELOPMENT.
13 14	VELOPMENT. (a) IN GENER L.—On and after the date that is one
14	(a) IN GENER L.—On and after the date that is one
14 15	(a) IN GENER L.—On and after the date that is one year after the date of the enactment of this ct, a United
14 15 16 17	(a) IN GENER L.—On and after the date that is one year after the date of the enactment of this ct, a United States person is prohibited from knowingly holding or
14 15 16 17	(a) IN GENER L.—On and after the date that is one year after the date of the enactment of this ct, a United States person is prohibited from knowingly holding or managing an interest in, or lending money or extending
14 15 16 17 18	(a) IN GENER L.—On and after the date that is one year after the date of the enactment of this ct, a United States person is prohibited from knowingly holding or managing an interest in, or lending money or extending credit to, a Chinese entity of concern that—
14 15 16 17 18	(a) In Gener L.—On and after the date that is one year after the date of the enactment of this ct, a United States person is prohibited from knowingly holding or managing an interest in, or lending money or extending credit to, a Chinese entity of concern that— (1)() conducts research or development relat-
14 15 16 17 18 19	(a) In Gener L.—On and after the date that is one year after the date of the enactment of this ct, a United States person is prohibited from knowingly holding or managing an interest in, or lending money or extending credit to, a Chinese entity of concern that— (1)() conducts research or development relating to artificial intelligence or generative artificial
14 15 16 17 18 19 2	(a) In Gener L.—On and after the date that is one year after the date of the enactment of this ct, a United States person is prohibited from knowingly holding or managing an interest in, or lending money or extending credit to, a Chinese entity of concern that— (1)() conducts research or development relating to artificial intelligence or generative artificial intelligence; or
14 15 16 17 18 19 2 21 22	 (a) IN GENER L.—On and after the date that is one year after the date of the enactment of this ct, a United States person is prohibited from knowingly holding or managing an interest in, or lending money or extending credit to, a Chinese entity of concern that— (1)() conducts research or development relating to artificial intelligence or generative artificial intelligence; or (B) produces goods, including hardware and

1	(2)() assists in the implementation of the mili-
2	tary-civil fusion strategy of the People's Republic of
3	China;
4	(B) assists in the development of surveillance
5	capabilities; or
6	(C) is implicated in human rights abuses.
7	(b) Implement tion; Pen lties.—
8	(1) Implement tion.—The President may ex-
9	ercise the authorities provided to the President
1	under sections 203 and 205 of the International
11	Emergency Economic Powers ct (50 U.S.C. 1702
12	and 1704) to the extent necessary to carry out this
13	section.
14	(2) Pen lties.— person that violates, at-
15	tempts to violate, conspires to violate, or causes a
16	violation of this section or any regulation, license, or
17	order issued to carry out this section shall be subject
18	to the penalties set forth in subsections (b) and (c)
19	of section 206 of the International Emergency Eco-
2	nomic Powers ct (50 U.S.C. 1705) to the same ex-
21	tent as a person that commits an unlawful act de-
22	scribed in subsection (a) of that section.