

**AMENDMENT IN THE NATURE OF A SUBSTITUTE
TO H.R. 3326
OFFERED BY MR. BARR OF KENTUCKY**

Strike all after the enacting clause and insert the following:

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the “World Bank Account-
3 ability Act of 2017”.

**4 SEC. 2. WITHHOLDING OF FUNDS UNTIL CERTAIN CONDI-
5 TIONS ARE MET.**

6 (a) INSTITUTIONAL REFORMS.—

7 (1) IN GENERAL.—With respect to each of fis-
8 cal years 2018 through 2023, in addition to any
9 amounts withheld from disbursement under sub-
10 section (b), 15 percent of the amounts provided in
11 appropriations Acts for the International Develop-
12 ment Association for the fiscal year—

13 (A) shall be withheld from disbursement
14 until the conditions of paragraph (2) or (3) are
15 satisfied; and

16 (B)(i) shall be disbursed after the condi-
17 tions of paragraph (2) are satisfied; and

1 (ii) may be disbursed after the conditions
2 of paragraph (3) are satisfied

3 (2) INITIAL CONDITIONS.—The conditions of
4 this paragraph are satisfied with respect to the
5 amounts provided in appropriations Acts for a fiscal
6 year if, in the fiscal year, the Secretary of the Treas-
7 ury reports to the appropriate congressional commit-
8 tees that the International Bank for Reconstruction
9 and Development—

10 (A) is implementing institutional incen-
11 tives, including through formal staff evaluation
12 criteria, that prioritize poverty reduction, devel-
13 opment outcomes, and capable project manage-
14 ment over the volume of the Bank’s lending and
15 grantmaking;

16 (B) is taking steps to address the manage-
17 ment failures described in Inspection Panel In-
18 vestigation Report 106710–UG, and to prevent
19 their recurrence in countries that are eligible
20 for World Bank support; and

21 (C) is taking measures to strengthen its
22 management of trust funds, with the goal of in-
23 creasing the accountability of the trust funds
24 for poverty reduction and development out-
25 comes.

1 (3) SUBSEQUENT CONDITIONS.—The conditions
2 of this paragraph are satisfied if the Secretary of
3 the Treasury reports to the appropriate congress-
4 sional committees, in each of the 3 fiscal years most
5 recently preceding the fiscal year in which the report
6 is made, that the International Bank for Recon-
7 struction and Development has instituted the meas-
8 ures described in paragraph (2) of this subsection
9 and the measures described in subsection (b)(2).

10 (b) GOVERNANCE AND ANTICORRUPTION RE-
11 FORMS.—

12 (1) IN GENERAL.—With respect to each of fis-
13 cal years 2018 through 2023, in addition to any
14 amounts withheld from disbursement under sub-
15 section (a), 15 percent of the amounts provided in
16 appropriations Acts for the International Develop-
17 ment Association for the fiscal year—

18 (A) shall be withheld from disbursement
19 until the conditions of paragraph (2) or (3) are
20 satisfied; and

21 (B)(i) shall be disbursed after the condi-
22 tions of paragraph (2) are satisfied; and

23 (ii) may be disbursed after the conditions
24 of paragraph (3) are satisfied

1 (2) INITIAL CONDITIONS.—The conditions of
2 this paragraph are satisfied with respect to the
3 amounts provided in appropriations Acts for a fiscal
4 year if, in the fiscal year, the Secretary of the Treas-
5 ury reports to the appropriate congressional commit-
6 tees that the International Bank for Reconstruction
7 and Development—

8 (A) is emphasizing in appropriate oper-
9 ational policies, directives, and country strate-
10 gies its support for secure property rights, due
11 process of law, and economic freedom as essen-
12 tial conditions for sustained poverty reduction
13 in World Bank borrowing countries;

14 (B)(i) in the preceding fiscal year, has not
15 approved any loans or grants assistance by the
16 Bank to a country designated by the United
17 States as a state sponsor of terrorism; and

18 (ii) is strengthening the ability of Bank-
19 funded projects to undermine violent extre-
20 mism;

21 (C) is taking steps to conduct forensic au-
22 dits of projects receiving assistance from the
23 Bank, increase the number of the forensic au-
24 dits, and strengthen the capacity of the Bank's
25 Integrity Vice Presidency, and that not less

1 than 50 percent of the forensic audits initiated
2 by the Bank in each fiscal year are of projects
3 randomly selected from among International
4 Developing Association borrowing countries;
5 and

6 (D) is taking measures to detect and mini-
7 mize corruption in all World Bank projects in-
8 volving development policy lending.

9 (3) SUBSEQUENT CONDITIONS.—The conditions
10 of this paragraph are satisfied if the Secretary of
11 the Treasury reports to the appropriate congres-
12 sional committees, in each of the 3 fiscal years most
13 recently preceding the fiscal year in which the report
14 is made that the International Bank for Reconstruc-
15 tion and Development has instituted the measures
16 described in paragraph (2) of this subsection and
17 the measures described in subsection (a)(2).

18 (c) APPROPRIATE CONGRESSIONAL COMMITTEES DE-
19 FINED.—In this section, the term “appropriate congres-
20 sional committees” means the Committees on Financial
21 Services and on Appropriations of the House of Rep-
22 resentatives and the Committees on Foreign Relations and
23 on Appropriations of the Senate.

1 **SEC. 3. REPORTS TO CONGRESS.**

2 The Chairman of the National Advisory Council on
3 International Monetary and Financial Policies shall in-
4 clude in the report required by section 1701 of the Inter-
5 national Financial Institutions Act for each of fiscal years
6 2018 through 2023 a detailed description of the actions
7 undertaken by the International Bank for Reconstruction
8 and Development in the fiscal year covered by the report
9 to institute the measures described in subsections (a)(2)
10 and (b)(2) of section 2 of this Act.

11 **SEC. 4. OPPOSITION TO WORLD BANK ASSISTANCE FOR**
12 **GOVERNMENT THAT FAILS TO IMPLEMENT**
13 **OR ENFORCE MEASURES REQUIRED UNDER**
14 **AN APPLICABLE UNITED NATIONS SECURITY**
15 **COUNCIL RESOLUTION.**

16 The Bretton Woods Agreements Act (22 U.S.C. 286
17 et seq.) is amended by adding at the end the following:

18 **“SEC. 73. OPPOSITION TO ASSISTANCE FOR GOVERNMENT**
19 **THAT FAILS TO IMPLEMENT OR ENFORCE**
20 **MEASURES REQUIRED UNDER AN APPLICA-**
21 **BLE UNITED NATIONS SECURITY COUNCIL**
22 **RESOLUTION.**

23 “The Secretary of the Treasury should instruct the
24 United States Executive Director at the International
25 Bank for Reconstruction and Development to use the voice
26 and vote of the United States to oppose the provision of

1 assistance to the government of a borrowing country of
2 the International Development Association if the Presi-
3 dent of the United States determines that the government
4 has knowingly failed to implement or enforce sanctions re-
5 quired under an applicable United Nations Security Coun-
6 cil resolution (as defined in section 3 of the North Korea
7 Sanctions and Policy Enhancement Act of 2016 (Public
8 Law 114–122; 22 U.S.C. 9202)) that is in effect.”.

9 **SEC. 5. EIGHTEENTH REPLENISHMENT OF THE INTER-**
10 **NATIONAL DEVELOPMENT ASSOCIATION; RE-**
11 **DUCTION FROM IDA-17 AUTHORIZED LEVEL.**

12 The International Development Association Act (22
13 U.S.C. 284 et seq.) is amended by adding at the end the
14 following:

15 **“SEC. 30. EIGHTEENTH REPLENISHMENT.**

16 “(a) CONTRIBUTION AUTHORITY.—The United
17 States Governor of the International Development Asso-
18 ciation may contribute on behalf of the United States
19 \$3,291,030,000 to the eighteenth replenishment of the re-
20 sources of the Association, subject to obtaining the nec-
21 essary appropriations.

22 “(b) LIMITATIONS ON AUTHORIZATION OF APPRO-
23 PRIATIONS.—In order to pay for the contribution provided
24 for in subsection (a), there are authorized to be appro-

1 priated, without fiscal year limitation, \$3,291,030,000 for
2 payment by the Secretary of the Treasury.”.

