

117TH CONGRESS
2D SESSION

H. R. 7726

To authorize the tenth general capital increase for the Inter-American Development Bank, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MAY 11, 2022

Ms. PLASKETT (for herself and Mr. CRAWFORD) introduced the following bill;
which was referred to the Committee on Financial Services

A BILL

To authorize the tenth general capital increase for the Inter-American Development Bank, 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 “Inter-American Devel-
5 opment Bank General Capital Increase Act of 2022”.

6 **SEC. 2. ADDRESSING CHINA’S SOVEREIGN LENDING PRAC-**
7 **TICES IN LATIN AMERICA AND THE CARIB-**
8 **BEAN.**

9 (a) SENSE OF CONGRESS.—It is the sense of Con-
10 gress that—

1 (1) since 2005, the Government of the People's
2 Republic of China has expanded sovereign lending to
3 governments in Latin America and the Caribbean
4 with loans that are repaid or collateralized with nat-
5 ural resources or commodities;

6 (2) several countries in Latin American and the
7 Caribbean that have received a significant amount of
8 sovereign lending from the Government of the Peo-
9 ple's Republic of China face challenges in repaying
10 such loans;

11 (3) the Government of the People's Republic of
12 China's predatory economic practices and sovereign
13 lending practices in Latin America and the Carib-
14 bean negatively influence United States national in-
15 terests in the Western Hemisphere;

16 (4) the Inter-American Development Bank, the
17 premier multilateral development bank dedicated to
18 the Western Hemisphere, should play a significant
19 role supporting the countries of Latin America and
20 the Caribbean in achieving sustainable and service-
21 able debt structures; and

22 (5) a tenth general capital increase for the
23 Inter-American Development Bank would strengthen
24 the Bank's ability to help the countries of Latin

1 America and the Caribbean achieve sustainable and
2 serviceable debt structures.

3 (b) SUPPORT FOR A GENERAL CAPITAL INCREASE.—

4 The President shall take steps to support a tenth general
5 capital increase for the Inter-American Development
6 Bank, including advancing diplomatic engagement to build
7 support among member countries of the Bank for a tenth
8 general capital increase for the Bank.

9 (c) TENTH CAPITAL INCREASE.—The Inter-Amer-
10 ican Development Bank Act (22 U.S.C. 283 et seq.) is
11 amended by adding at the end the following:

12 **“SEC. 42. TENTH CAPITAL INCREASE.**

13 “(a) VOTE AUTHORIZED.—The United States Gov-
14 ernor of the Bank is authorized to vote in favor of a reso-
15 lution to increase the capital stock of the Bank by
16 \$80,000,000,000 over a period not to exceed 5 years.

17 “(b) SUBSCRIPTION AUTHORIZED.—

18 “(1) IN GENERAL.—The United States Gov-
19 ernor of the Bank may subscribe on behalf of the
20 United States to 1,990,714 additional shares of the
21 capital stock of the Bank.

22 “(2) LIMITATION.—Any subscription by the
23 United States to the capital stock of the Bank shall
24 be effective only to such extent and in such amounts
25 as are provided in advance in appropriations Acts.

1 “(c) LIMITATIONS ON AUTHORIZATION OF APPRO-
2 PRIATIONS.—

3 “(1) IN GENERAL.—In order to pay for the in-
4 crease in the United States subscription to the Bank
5 under subsection (b), there is authorized to be ap-
6 propriated \$24,014,857,191 for payment by the Sec-
7 retary of the Treasury.

8 “(2) ALLOCATION OF FUNDS.—Of the amount
9 authorized to be appropriated under paragraph
10 (1)—

11 “(A) \$600,371,430 shall be for paid in
12 shares of the Bank; and

13 “(B) \$23,414,485,761 shall be for callable
14 shares of the Bank.”.

15 “(d) ADDRESSING CHINA’S SOVEREIGN LENDING IN
16 THE AMERICAS.—The Secretary of the Treasury and the
17 United States Executive Director to the Inter-American
18 Development Bank shall use the voice, vote, and influence
19 of the United States—

20 (1) to advance efforts by the Bank to help
21 countries restructure debt resulting from sovereign
22 lending by the Government of the People’s Republic
23 of China in order to achieve sustainable and service-
24 able debt structures; and

1 (2) to establish appropriate safeguards and
2 transparency and conditionality measures to protect
3 debt-vulnerable member countries of the Inter-Amer-
4 ican Development Bank that borrow from the Bank
5 for the purposes of restructuring Chinese bilateral
6 debt held by such countries and preventing such
7 countries from incurring subsequent Chinese bilat-
8 eral debt.

9 (e) BRIEFINGS.—

10 (1) IMPLEMENTATION.—Not later than 90 days
11 after the date of the enactment of this Act, and
12 every 90 days thereafter for 6 years, the President
13 shall provide to the Committee on Foreign Relations
14 of the Senate, the Committee on Finance of the Sen-
15 ate, the Committee on Foreign Affairs of the House
16 of Representatives, and the Committee on Financial
17 Services of the House of Representatives a briefing
18 detailing efforts to carry out subsections (b) and (d)
19 and the amendment made by subsection (c).

20 (2) PROGRESS IN ACHIEVING SUSTAINABLE
21 AND SERVICEABLE DEBT STRUCTURES.—Not later
22 than 180 days after the successful completion of a
23 tenth general capital increase for the Inter-American
24 Development Bank, and every 180 days thereafter
25 for a period of 3 years, the President shall provide

1 to the Committee on Foreign Relations of the Sen-
2 ate, the Committee on Finance of the Senate, the
3 Committee on Foreign Affairs of the House of Rep-
4 resentatives, and the Committee on Financial Serv-
5 ices of the House of Representatives a briefing on
6 efforts by the Bank to support countries in Latin
7 American and the Caribbean in their efforts to
8 achieve sustainable and serviceable debt structures.

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