# H.R. 7981

To ensure that goods made using or containing cobalt extracted or processed with the use of child or forced labor in the Democratic Republic of the Congo do not enter the United States market.

### IN THE HOUSE OF REPRESENTATIVES

Mr.	Smith	of	New	Jersey	introduced	the	following	bill;	which	was	referr	•ed
	to	the	e Con	nmittee	on							

## A BILL

To ensure that goods made using or containing cobalt extracted or processed with the use of child or forced labor in the Democratic Republic of the Congo do not enter the United States market.

- 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 "Stop China's Exploi-
- 5 tation of Congolese Children and Adult Forced Labor
- 6 through Cobalt Mining Act".

#### SEC. 2. FINDINGS.

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2	Congress	makes	tne	TOIL	owing	rınan	ngs:
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- (1) Cobalt is an essential component of most lithium-ion batteries, which are key components in many smartphones, laptops, and electric vehicles, among other electronic devices. According to the International Energy Agency (IAE), worldwide demand is expected to increase over 1,000 percent for lithium and 600 percent for cobalt by 2040, as demands for alternative energy systems and battery storage are expected to grow significantly during this period.
  - (2) More than one-half of the world's cobalt resources are in the DRC, which supplied approximately 70 percent of the global cobalt mine production in 2021.
  - (3) Fifteen of the DRC's 19 cobalt mines are reportedly owned wholly or in part by companies located in the People's Republic of China.
  - (4) Numerous analysts report significant concerns with forced labor, including forced or indentured child labor, in the DRC mining industry.
- (5) Approximately 15 to 30 percent of cobalt produced in the DRC comes from artisanal and small-scale mining. An estimated 255,000 miners

- work in artisanal and small-scale mining in the DRC, of whom at least 40,000 are children.
- 3 (6) Section 307 of the Tariff Act of 1930 (19
  4 U.S.C. 1307) states that it is illegal to import into
  5 the United States "goods, wares, articles, and mer6 chandise mined, produced, or manufactured wholly
  7 or in part" by forced labor, including forced or in8 dentured child labor. Such merchandise is subject to
  9 exclusion or seizure and may lead to criminal inves-

### 1 SEC. 3. INVESTIGATION.

tigation of the importer.

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- 12 (a) IN GENERAL.—Not later than 180 days after the
- 13 date of the enactment of this Act, the Forced Labor En-
- 14 forcement Task Force, established under section 741 of
- 15 the United States-Mexico-Canada Agreement Implementa-
- 16 tion Act (19 U.S.C. 4681), in consultation with the heads
- 17 of other relevant Federal agencies, shall complete and sub-
- 18 mit to the appropriate congressional committees the re-
- 19 sults of an investigation into alleged use of forced labor
- 20 in the cobalt mining industry of the DRC that—
- 21 (1) contains a strategy for the United States
- Government to effectively enforce section 307 of the
- 23 Tariff Act of 1930 (19 U.S.C. 1307) to prevent the
- importation into the United States of cobalt mined
- by forced labor that includes measures that—

1	(A) can trace the origin of goods and offer	
2	greater supply chain transparency relating to	
3	cobalt from the DRC; and	
4	(B) ensure that cobalt mined by forced	
5	labor does not enter the United States;	
6	(2) contains a strategy to ensure that cobalt	
7	mined by forced labor does not enter the United	
8	States market as goods imported from third coun-	
9	tries; and	
10	(3) contains a strategy to ensure that cobalt	
11	mined by forced labor denied entry to the United	
12	States market does not later enter the United States	
13	market.	
14	(b) Matters to Be Included.—The investigation	
15	required by subsection (a) shall include the following:	
16	(1) A list of—	
17	(A) entities in the DRC that potentially	
18	mine or process cobalt using forced labor; and	
19	(B) categories of downstream products	
20	that include cobalt mined in the DRC and are,	
21	therefore, identified as priority sectors for en-	
22	forcement under section 307 of the Tariff Act	
23	of 1930 (19 U.S.C. 1307).	
24	(2) Recommendations for efforts, initiatives,	
25	and tools and technologies to be adopted to ensure	

- that U.S. Customs and Border Protection can accu-
- 2 rately identify and trace cobalt mined by forced
- 3 labor in the DRC.
- 4 (3) A description of how the list of entities required by subparagraph (A) of paragraph (1) shall be regularly updated and reported to the appropriate congressional committees.
- 8 (4) A strategy to coordinate and collaborate 9 with appropriate nongovernmental organizations and 10 private sector entities to implement the enforcement 11 strategy for cobalt mined with forced labor and to 12 create and update the list of entities required in sub-13 paragraph (A) of paragraph (1).
- (c) FORM.—The report required by subsection (a)
- 15 and any publicly published updates described by sub-
- 16 section (d) shall be submitted in unclassified form, but
- 17 may include a classified annex, if necessary.
- 18 (d) UPDATES.—After the submission of the strategy
- 19 required by subsection (a), the Forced Labor Enforcement
- 20 Task Force shall provide briefings to the appropriate con-
- 21 gressional committees on a semiannual basis and, as appli-
- 22 cable, on—
- 23 (1) any updates to the strategy required by
- 24 subsection (a);

1	(2) any additional actions taken to prevent the
2	importation of cobalt mined with forced labor, in-
3	cluding actions described in this Act; and
4	(3) any action U.S. Customs and Border Pro-
5	tection has taken to enforce section 307 of the Tar-
6	iff Act of 1930 (19 U.S.C. 1307) with respect to co-
7	balt mined in the DRC.
8	(e) Sunset.—This section shall cease to have effect
9	on the earlier of—
10	(1) the date that is 8 years after the date of the
11	enactment of this Act; or
12	(2) the date on which the President submits to
13	the appropriate congressional committees a deter-
14	mination that forced labor in the DRC mining in-
15	dustry has ended.
16	SEC. 4. DEFINITIONS.
17	In this Act:
18	(1) Appropriate congressional commit-
19	TEES.—The term "appropriate congressional com-
20	mittees" means—
21	(A) the Committee on Ways and Means of
22	the House of Representatives; and
23	(B) the Committee on Finance of the Sen-
24	ate

1	(2) Artisanal and small-scale mining.—
2	The term "artisanal and small-scale mining"—
3	(A) means mining with minimal to no
4	mechanization; and
5	(B) includes the use of intensive hand
6	tools.
7	(3) DRC.—The term "DRC" means the Demo-
8	cratic Republic of the Congo.
9	(4) Forced labor.—The term "forced labor"
10	has the meaning given that term in section 307 of
11	the Tariff Act of 1930 (19 U.S.C. 1307).