

**AMENDMENT IN THE NATURE OF A SUBSTITUTE  
TO H.R. 132  
OFFERED BY MR. VARGAS OF CALIFORNIA**

Strike all after the enacting clause and insert the following:

**1 SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “North American Devel-  
3 opment Bank Improvement and Pollution Solution Act of  
4 2019”.

**5 SEC. 2. GENERAL CAPITAL INCREASE.**

6 Part 2 of subtitle D of title V of Public Law 103–  
7 182 (22 U.S.C. 290m et seq.) is amended by adding at  
8 the end the following:

**9 “SEC. 547. FIRST CAPITAL INCREASE.**

10 “(a) SUBSCRIPTION AUTHORIZED.—

11 “(1) IN GENERAL.—The Secretary of the  
12 Treasury is authorized to subscribe on behalf of the  
13 United States to, and make payment for, 150,000  
14 additional shares of the capital stock of the Bank.

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

1       “(b) 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 (a), there are authorized to be ap-  
6 propriated, without fiscal year limitation,  
7 \$1,500,000,000 for payment by the Secretary of the  
8 Treasury.

9           “(2) ALLOCATION OF FUNDS.—Of the amount  
10 authorized to be appropriated under paragraph  
11 (1)—

12           “(A) \$225,000,000 shall be for paid in  
13 shares of the Bank; and

14           “(B) \$1,275,000,000 shall be for callable  
15 shares of the Bank.”.”.

16 **SEC. 3. POLICY GOALS.**

17       (a) IN GENERAL.—In addition to projects within the  
18 mission and scope of the North American Development  
19 Bank on the day before the date of the enactment of this  
20 Act and pursuant to section 2 of article II of the Charter,  
21 the Secretary of the Treasury shall direct the representa-  
22 tives of the United States to the Board of Directors of  
23 the Bank to use the voice and vote of the United States  
24 to support the financing of projects related to environ-  
25 mental infrastructure relating to water pollution, waste-

1 water treatment, water conservation, municipal solid  
2 waste, stormwater drainage, non-point pollution, and re-  
3 lated matters.

4 (b) CHARTER DEFINED.—In this section, the term  
5 “Charter” means the Agreement Concerning the Estab-  
6 lishment of a Border Environment Cooperation Commis-  
7 sion and a North American Development Bank, signed at  
8 Washington and Mexico November 16 and 18, 1993, and  
9 entered into force January 1, 1994 (TIAS 12516), be-  
10 tween the United States and Mexico.

11 **SEC. 4. EFFICIENCIES AND STREAMLINING.**

12 The Secretary of the Treasury shall direct the rep-  
13 resentatives of the United States to the Board of Directors  
14 of the North American Development Bank to use the voice  
15 and vote of the United States to seek to require the Bank  
16 to develop and implement efficiency improvements to  
17 streamline and accelerate the project certification and fi-  
18 nancing process, including through initiatives such as sin-  
19 gle certifications for revolving facilities, programmatic cer-  
20 tification of similar groups of small projects, expansion of  
21 internal authority to approve qualified projects below cer-  
22 tain monetary thresholds, and expedited certification for  
23 public sector projects subject to lender bidding processes.

1 **SEC. 5. PERFORMANCE MEASURES.**

2 (a) IN GENERAL.—The Secretary of the Treasury  
3 shall direct the representatives of the United States to the  
4 Board of Directors of the North American Development  
5 Bank to use the voice and vote of the United States to  
6 seek to require the Bank to develop performance measures  
7 that—

8 (1) demonstrate how projects and financing ap-  
9 proved by the Bank are meeting the Bank’s mission  
10 and providing added value to the region near the  
11 international land border between the United States  
12 and Mexico; and

13 (2) are reviewed and updated not less fre-  
14 quently than annually.

15 (b) REPORT TO CONGRESS.—The Secretary of the  
16 Treasury shall submit to Congress, with the submission  
17 to Congress of the budget of the President for a fiscal  
18 year under section 1105(a) of title 31, United States  
19 Code, a report on progress in imposing the performance  
20 measures described in subsection (a).

