

Breaking Russia's Energy Addicted Kleptocracy and Punishing Uncivil Tyrant Invading Neighbor Act of 2022

Section-by-Section

Section 1. Short Title. This act may be cited as the Breaking Russia's Energy Addicted Kleptocracy Punishing Uncivil Tyrant Invading Neighbor Act or BREAK PUTIN Act of 2022

Section 2. Imposition of Sanctions with Respect to Purchases of Crude Oil from Russian Federation.

Subsection (a). This subsection requires the President to regularly submit a list to Congress of foreigners determined to have knowingly purchased Russian crude oil and sanction those individuals.

Subsection (b). This subsection requires the President to regularly submit a list to Congress of foreign financial institutions determined to have knowingly purchased Russian crude oil and sanction those institutions.

This subsection also requires the Administrator of the Energy Information Administration in consultation with other Departments to regularly determine the average marginal cost of for Russian crude oil. The President would then establish, and revise, if necessary, a price cap at no more than 15 percent above the average marginal cost of production.

Sanctions on foreign financial institutions will not apply if: 1) the purchase price of the crude oil does not exceed the most recent price cap, 2) the funds used to purchase the crude oil are deposited into an account managed by the U.S. Treasury and 3) funds in the account are available to the Russian Federation only for non-sanctioned goods such as food and medicine.

All funds managed by the U.S. Treasury may be repatriated if 1) Russia signs a peace agreement with Ukraine, 2) Russia withdraws all troops from Ukraine, including around seaports as well as Crimea, 3) the Organization for Security and Co-operation in Europe verifies that all Russian forces have been withdrawn, and 4) the President determines these funds will not be used to harm the United States or other countries.

The President may waive sanctions for not more than 120 days and may renew that waiver if 1) a waiver is in the national interest of the United States and 2) the President provides a justification for the waiver to Congress that includes any concrete cooperation the President has received or expects to receive as a result of the waiver.

Subsection (c). This subsection requires the President to establish an interagency task force responsible for 1) combating illicit trade by Russia to evade sanctions using shipping companies, international trading houses, port operators, and insurance companies and 2) declassifying intelligence and issuing de/marches to foreign governments and entities involved in purchases of Russian crude oil subject to sanctions. The task force shall also make use of commercial space-radio frequency data in order to locate vessels attempting to evade sanctions by conducting ship-

to-ship transfers or traversing open waters and not transmitting Automated Identification System information.

Subsection (d). This subsection requires the President to take all necessary steps to increase the production and refining of crude oil in the United States and conduct outreach to Canada and Mexico to encourage those countries to increase their production of crude oil.

Subsection (e). This subsection stipulates that each submitted report be designated as unclassified but may contain a classified annex.

Subsection (f). This subsection outlines penalties available to the President under the International Emergency Economic Powers Act and stipulates certain penalties under that Act applicable to individuals.

Subsection (g). This subsection defines certain terms used in the legislation.