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(Original Signature of Member)

119TH CONGRESS
2^D SESSION

H. R.

To prohibit the importation, manufacture, sale, resale, or introduction into interstate commerce in the United States of connected vehicles and related software and hardware associated with foreign adversaries.

IN THE HOUSE OF REPRESENTATIVES

Mr. MOOLENAAR introduced the following bill; which was referred to the Committee on _____

A BILL

To prohibit the importation, manufacture, sale, resale, or introduction into interstate commerce in the United States of connected vehicles and related software and hardware associated with foreign adversaries.

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 “Connected Vehicle Se-
5 curity Act of 2026”.

6 **SEC. 2. FINDINGS.**

7 Congress makes the following findings:

1 (1) The United States automotive industry is
2 critical to the national economy, supporting millions
3 of jobs, supply chains, and advanced manufacturing.
4 The introduction of vehicles and components con-
5 trolled by foreign adversaries threatens United
6 States economic security, industrial competitiveness,
7 and technological leadership.

8 (2) The People's Republic of China has rapidly
9 expanded its automotive manufacturing capacity and
10 is increasingly targeting export markets. Despite
11 having the largest market in the world, the People's
12 Republic of China exports nearly 8,000,000 vehicles
13 annually, approximately twice the volume exported
14 by any other country, demonstrating the scale at
15 which vehicles and components controlled by a for-
16 eign adversary may enter global markets, including
17 the United States.

18 (3) Connected vehicles incorporate advanced in-
19 formation and communications technologies that col-
20 lect, process, and transmit vast amounts of sensitive
21 data, including geolocation, operational, and per-
22 sonal information, and are capable of being remotely
23 accessed and controlled.

24 (4) In Executive Order 13873 (50 U.S.C. 1701
25 note; relating to securing the information and com-

1 munications technology and services supply chain),
2 the President declared a national emergency with re-
3 spect to the threat posed by foreign adversaries cre-
4 ating and exploiting vulnerabilities in information
5 and communications technology and services.

6 (5) The access, control, or influence of vehicle
7 connectivity systems or automated driving systems
8 by foreign adversaries creates substantial economic
9 and national security risks to the United States, in-
10 cluding risks of surveillance, espionage, cyber intru-
11 sion, and disruption of critical infrastructure. Such
12 risks fall within the scope of the national emergency
13 described in Executive Order 13873 and pose an un-
14 acceptable threat to the security and resilience of the
15 United States.

16 **SEC. 3. DEFINITIONS.**

17 In this Act:

18 (1) **AUTOMATED DRIVING SYSTEM.**—The term
19 “automated driving system” means hardware and
20 software that, collectively, are capable of performing
21 the entire dynamic driving task for a connected vehi-
22 cle on a sustained basis, regardless of whether it is
23 limited to a specific operational design domain.

24 (2) **CONNECTED VEHICLE.**—

1 (A) IN GENERAL.—Except as provided by
2 subparagraph (B), the term “connected vehicle”
3 means a vehicle driven or drawn by mechanical
4 power and manufactured primarily for use on
5 public streets, roads, and highways, that—

6 (i) integrates onboard networked
7 hardware with automotive software sys-
8 tems to communicate via dedicated short-
9 range communication, cellular tele-
10 communications connectivity, satellite com-
11 munication, or other wireless spectrum
12 connectivity with any other network or de-
13 vice; or

14 (ii) is designed, manufactured, or
15 originally equipped to communicate via
16 such methods, regardless of whether such
17 capability is enabled, disabled, or removed
18 at the time of importation, manufacture,
19 sale, resale, or introduction of the vehicle
20 into interstate commerce in the United
21 States.

22 (B) EXCLUSION.—The term “connected
23 vehicle” does not include a vehicle operated only
24 on a rail line.

1 (3) CONNECTED VEHICLE HARDWARE.—The
2 term “connected vehicle hardware” means—

3 (A) a vehicle connectivity system; and

4 (B) vehicle connectivity system hardware.

5 (4) COUNTRY OF ORIGIN.—The term “country
6 of origin”, with respect to an item, means the coun-
7 try—

8 (A) in which the item is manufactured; or

9 (B) the government of which owns or con-
10 trols, or has jurisdiction or direction over—

11 (i) the entity manufacturing the item;

12 or

13 (ii) the entity supplying the item.

14 (5) COVERED COUNTRY.—The term “covered
15 country” means—

16 (A) the Democratic People’s Republic of
17 North Korea;

18 (B) the People’s Republic of China;

19 (C) the Russian Federation; and

20 (D) the Islamic Republic of Iran.

21 (6) COVERED SOFTWARE.—The term “covered
22 software”—

23 (A) means the software-based components
24 installed in or on a connected vehicle, or de-
25 signed to be installed in or on a connected vehi-

1 ele, including application, middleware, and sys-
2 tem software, executed by the primary proc-
3 essing unit or units of an item that directly en-
4 ables the function of a vehicle connectivity sys-
5 tem or automated driving system at the vehicle
6 level; and

7 (B) includes any machine-learning model
8 or other artificial intelligence component that
9 directly enables decision-making or control of
10 an automated driving system at the vehicle
11 level.

12 (7) **ELECTRIC VEHICLE.**—The term “electric
13 vehicle” has the meaning given that term in section
14 3 of the Electric and Hybrid Vehicle Research, De-
15 velopment, and Demonstration Act of 1976 (15
16 U.S.C. 2502).

17 (8) **IMPORTATION.**—The term “importation”
18 has the meaning given the term “import” in section
19 1001 of the Controlled Substances Import and Ex-
20 port Act (21 U.S.C. 951).

21 (9) **RESALE.**—

22 (A) **IN GENERAL.**—The term “resale”,
23 with respect to an item, means the transfer of
24 ownership of the item by an individual or entity
25 that acquired the item for the purpose of trans-

1 fer in the ordinary course of business, and not
2 for the use of or consumption by the individual
3 or entity.

4 (B) EXCLUSION.—The term “resale” does
5 not include the transfer of a connected vehicle
6 that was previously titled or registered to, and
7 used by, a consumer or end-user or was ac-
8 quired for bona fide use, lease, or operation by
9 the individual or entity transferred the vehicle.

10 (10) SAFETY EQUIPMENT.—The term “safety
11 equipment”, with respect to a vehicle, means air
12 bags, air bag inflators, and seatbelt systems.

13 (11) SECRETARY.—The term “Secretary”
14 means the Secretary of Commerce, acting through
15 the Under Secretary of Commerce for Industry and
16 Security.

17 (12) TRANSACTION.—The term “trans-
18 action”—

19 (A) means any acquisition, importation,
20 transfer, installation, dealing in, or use of any
21 item subject to a prohibition under section 4(a),
22 including ongoing activities, such as managed
23 services, data transmission, software updates,
24 repairs, or the platforming or data hosting of
25 applications for consumer download; and

1 (B) includes—

2 (i) any other transaction, the struc-
3 ture of which is designed or intended to
4 evade or circumvent this Act; and

5 (ii) a class of transactions.

6 (13) VEHICLE CONNECTIVITY SYSTEM.—The
7 term “vehicle connectivity system” means a vehicle
8 connectivity system hardware or covered software
9 item installed in or on a connected vehicle, or de-
10 signed to be installed in or on a connected vehicle,
11 that directly enables the function of transmission,
12 receipt, conversion, or processing of radio frequency
13 communications at a frequency over 450 megahertz.

14 (14) VEHICLE CONNECTIVITY SYSTEM HARD-
15 WARE.—The term “vehicle connectivity system hard-
16 ware”—

17 (A) means software-enabled or program-
18 mable components that—

19 (i) are installed in or on a connected
20 vehicle or designed to be installed in or on
21 a connected vehicle;

22 (ii) are directly connected to a vehicle
23 connectivity system; and

24 (iii) directly enable the function of a
25 vehicle connectivity system or are part of

1 an item that directly enables the function
2 of a vehicle connectivity system; and

3 (B) includes—

4 (i) microcontrollers, microcomputers
5 or modules, systems on a chip, networking
6 or telematics units, cellular modem/mod-
7 ules, Wi-Fi microcontrollers or modules,
8 Bluetooth microcontrollers or modules, sat-
9 ellite communication systems, other wire-
10 less communication microcontrollers or
11 modules, external antennas, digital signal
12 processors, and field-programmable gate
13 arrays;

14 (ii) electronic systems integrated into
15 a battery that directly enable or control the
16 monitoring, management, security, or ex-
17 ternal communication of battery perform-
18 ance or operation, including any trans-
19 mitter or interface component that per-
20 forms such functions; and

21 (iii) safety equipment.

22 **SEC. 4. PROHIBITION ON CONNECTED VEHICLES AND**
23 **OTHER TRANSACTIONS THAT THREATEN**
24 **ECONOMIC OR NATIONAL SECURITY.**

25 (a) PROHIBITIONS.—

1 (1) CONNECTED VEHICLES.—On and after Jan-
2 uary 1, 2027, the importation, manufacture, sale, re-
3 sale, or introduction into interstate commerce in the
4 United States of a connected vehicle is prohibited
5 if—

6 (A) the country of origin of the connected
7 vehicle is a covered country or the connected ve-
8 hicle is designed within a covered country, with-
9 out regard to whether—

10 (i) at the time of importation, sale, re-
11 sale, or introduction, the vehicle is
12 equipped with any covered software or con-
13 nected vehicle hardware subject to a prohi-
14 bition under paragraph (2) or (3); or

15 (ii) any such covered software or con-
16 nected vehicle hardware—

17 (I) is removed from the vehicle
18 before importation, sale, resale, or in-
19 troduction; or

20 (II) will be installed after impor-
21 tation, sale, resale, or introduction; or

22 (B) the manufacturer of the connected ve-
23 hicle is a joint venture, subsidiary, or other en-
24 tity in which more than 15 percent of the eq-
25 uity interest, voting interest, board representa-

1 tion, or other indicia of control, whether di-
2 rectly or indirectly, is owned or controlled by an
3 entity, or combination of entities, organized
4 under the laws of, or with its principal place of
5 business in, a covered country.

6 (2) COVERED SOFTWARE.—On and after Janu-
7 ary 1, 2027, the integration of covered software into
8 a connected vehicle that is imported, manufactured,
9 sold, resold, or introduced into interstate commerce
10 into the United States is prohibited if—

11 (A) the country of origin of the covered
12 software is a covered country; or

13 (B) the developer of the software—

14 (i) is organized under the laws of, or
15 has its principal place of business in, a
16 covered country; or

17 (ii) is a joint venture, subsidiary, or
18 other entity in which more than 25 percent
19 of the equity interest, voting interest,
20 board representation, or other indicia of
21 control, whether directly or indirectly, is
22 owned or controlled by an entity, or com-
23 bination of entities, described in clause (i).

24 (3) CONNECTED VEHICLE HARDWARE.—

1 (A) IN GENERAL.—On and after January
2 1, 2030, the importation, manufacture, sale, re-
3 sale, or introduction into interstate commerce in
4 the United States of any connected vehicle
5 hardware is prohibited if—

6 (i) the country of origin of the hard-
7 ware is a covered country; or

8 (ii) the manufacturer of the hard-
9 ware—

10 (I) is organized under the laws
11 of, or has its principal place of busi-
12 ness in, a covered country; or

13 (II) is a joint venture, subsidiary,
14 or other entity in which more than 25
15 percent of the equity interest, voting
16 interest, board representation, or
17 other indicia of control, whether di-
18 rectly or indirectly, is owned or con-
19 trolled by an entity, or combination of
20 entities, described in subclause (I).

21 (B) REPAIR AND WARRANTY.—The prohi-
22 bition under subparagraph (A) shall not apply
23 to connected vehicle hardware that is imported,
24 manufactured, sold, resold, or introduced into
25 interstate commerce in the United States for

1 the purpose of repair or under warranty for a
2 connected vehicle with a model year before
3 model year 2030.

4 (4) ADDITIONAL ITEMS.—Subject to an applica-
5 ble ruling or advisory opinion issued under sub-
6 section (d), a prohibition under paragraph (1), (2),
7 or (3) applies with respect to a connected vehicle,
8 covered software, or connected vehicle hardware, as
9 the case may be, that is renamed, rebranded, re-
10 structured, or altered to circumvent the prohibition.

11 (5) EXCEPTION.—The prohibitions under para-
12 graphs (1), (2), and (3) shall not apply to the im-
13 portation, manufacture, sale, resale, or introduction
14 into interstate commerce in the United States of a
15 connected vehicle, covered software, or connected ve-
16 hicle hardware, as the case may be, for the sole pur-
17 pose of testing and evaluation by an entity that—

18 (A) is organized under the laws of a State
19 in the United States;

20 (B) does not have its principal place of
21 business in a covered country; and

22 (C) is not 25 percent or more, whether di-
23 rectly or indirectly, owned or controlled by an
24 entity, or combination of entities, organized

1 under the laws of, or with its principal place of
2 business in, a covered country.

3 (b) RELATED TRANSACTIONS.—

4 (1) IN GENERAL.—The Secretary shall pre-
5 scribe regulations, pursuant to section 553 of title 5,
6 United States Code, to prohibit any specific trans-
7 action relating to connected vehicles, including the
8 importation, sale, distribution, integration, or use of
9 a connected vehicle, covered software, connected ve-
10 hicle hardware, or any other item subject to a prohi-
11 bition under subsection (a), that the Secretary deter-
12 mines poses an undue or unacceptable threat to the
13 economic or national security of the United States.

14 (2) NOTICE.—If the Secretary prohibits a
15 transaction under paragraph (1), the Secretary shall
16 deliver, by certified United States mail, to the par-
17 ties to the transaction a notice of the prohibition
18 that includes an identification, by name, of the spe-
19 cific item that the Secretary determines poses an
20 undue or unacceptable threat to the economic or na-
21 tional security of the United States.

22 (c) AUTHORIZATIONS.—

23 (1) ISSUANCE.—

24 (A) IN GENERAL.—The Secretary, in con-
25 sultation with the Secretary of Defense, the

1 Secretary of Transportation, the Secretary of
2 State, and the Secretary of Energy, may issue
3 a general or specific authorization for the im-
4 portation, manufacture, sale, resale, or intro-
5 duction into interstate commerce in the United
6 States of an item that would otherwise be sub-
7 ject to the prohibitions under subsection (a)
8 if—

9 (i) the Secretary determines, based on
10 clear and convincing evidence and a writ-
11 ten risk assessment, that the importation,
12 manufacture, sale, resale, or introduction
13 of the item does not pose, and is not rea-
14 sonably likely to pose—

15 (I) an undue risk of data
16 exfiltration from, or remote manipula-
17 tion or operation of, a connected vehi-
18 cle;

19 (II) a risk to critical infrastruc-
20 ture or the integrity of the industrial
21 base of the United States; or

22 (III) any other risk to the na-
23 tional security of the United States;

24 (ii) not less than 60 days before the
25 authorization takes effect, the Secretary

1 submits to Congress a detailed written no-
2 tification, including the determination
3 under clause (i) and underlying analysis,
4 including the written risk assessment; and
5 (iii) during the 60-day period de-
6 scribed in clause (ii), there is not enacted
7 into law a joint resolution of disapproval
8 with respect to the authorization of the
9 item.

10 (B) CONTINUED VALIDITY AND MODIFICA-
11 TION AND REVOCATION OF AUTHORIZATIONS.—

12 (i) CONTINUED VALIDITY OF EXIST-
13 ING AUTHORIZATIONS.—Except as pro-
14 vided by clauses (ii) and (iii), any general
15 or specific authorization issued under sub-
16 paragraph (A) or subpart D of part 791 of
17 title 15, Code of Federal Regulations, be-
18 fore January 1, 2030, shall remain in ef-
19 fect until January 1, 2032, unless modi-
20 fied, suspended or revoked under clause
21 (ii).

22 (ii) MODIFICATION OR REVOCATION
23 OF GENERAL OR SPECIFIC AUTHORIZA-
24 TIONS.—The Secretary may, at any time,
25 modify, suspend, or revoke a general or

1 specific authorization described in clause
2 (i) if the Secretary—

3 (I) determines that the author-
4 ization no longer satisfies the require-
5 ments of subparagraph (A)(i); and

6 (II) provides the public with an
7 opportunity to comment before modi-
8 fying, suspending, or revoking the au-
9 thorization.

10 (2) PUBLICATION OF LIST OF AUTHORIZED
11 ITEMS.—

12 (A) IN GENERAL.—The Secretary shall
13 publish, pursuant to section 553 of title 5,
14 United States Code, and maintain a list of the
15 items the importation, manufacture, sale, re-
16 sale, or introduction into interstate commerce in
17 the United States of which is authorized under
18 paragraph (1). The initial such list shall be
19 published not later than January 1, 2027.

20 (B) INCLUSIONS.—

21 (i) IN GENERAL.—To the extent pos-
22 sible, the Secretary shall include, in the list
23 required by subparagraph (A), the manu-
24 facturer and product name for each item
25 on the list.

1 (ii) OTHER IDENTIFYING CHARACTER-
2 ISTICS.—When it is not possible to include,
3 in the list required by subparagraph (A),
4 the manufacturer and product name for an
5 item, the Secretary shall provide technical
6 criteria sufficient to enable the automotive
7 industry and importers to determine with-
8 out undue difficulty whether the importa-
9 tion, manufacture, sale, resale, or introduc-
10 tion into interstate commerce in the
11 United States of an item is authorized
12 under paragraph (1). In carrying out this
13 clause, the Secretary shall protect intellec-
14 tual property to the extent practicable.

15 (iii) RISK ASSESSMENT.—To the ex-
16 tent possible, the Secretary shall include,
17 in the list required by subparagraph (A), a
18 detailed explanation about why each item
19 on the list does not pose an undue risk de-
20 scribed in subparagraph (A) or (B) of
21 paragraph (1).

22 (3) REQUESTS FOR AUTHORIZATION.—Not
23 later than January 1, 2027, the Secretary shall es-
24 tablish a procedure pursuant to which an importer,
25 manufacturer, supplier, or seller or reseller may seek

1 the authorization under paragraph (1) of the impor-
2 tation, manufacture, sale, resale, or introduction into
3 interstate commerce in the United States of an item
4 described in subsection (a) that would otherwise be
5 subject to the prohibitions under that subsection.

6 (d) RULINGS AND ADVISORY OPINIONS.—

7 (1) IN GENERAL.—Not later than January 1,
8 2027, the Secretary shall establish a procedure pur-
9 suant to which an importer, manufacturer, or seller
10 or reseller may seek a binding ruling or advisory
11 opinion with respect to whether—

12 (A) the importation, manufacture, sale, re-
13 sale, or introduction into interstate commerce in
14 the United States of an item is or is not prohib-
15 ited under this section; or

16 (B) a connected vehicle, covered software,
17 or connected vehicle hardware has been re-
18 named, rebranded, restructured, or altered to
19 circumvent the prohibitions under subsection
20 (a).

21 (2) TIMING.—The Secretary shall issue a ruling
22 or advisory opinion under paragraph (1) with re-
23 spect to an item not later than 45 days after receiv-
24 ing an application supported by a reasonably clear
25 description of the item.

1 (3) PUBLICATION.—

2 (A) IN GENERAL.—The Secretary shall—

3 (i) publish a list of the items for
4 which the Secretary has issued rulings and
5 advisory opinions under paragraph (1);
6 and

7 (ii) update that list not less frequently
8 than annually.

9 (B) PROHIBITION ON PUBLICATION OF
10 IDENTIFYING INFORMATION.—The Secretary
11 shall not publish the name of, or other informa-
12 tion that might reasonably identify, the party
13 that requested the ruling or advisory opinion.

14 (4) CONTINUED VALIDITY OF EXISTING RUL-
15 INGS AND OPINIONS.—Except as provided by para-
16 graph (5), a ruling or advisory opinion issued under
17 this subsection or subpart D of part 791 of title 15,
18 Code of Federal Regulations, before January 1,
19 2027, shall remain in effect.

20 (5) MODIFICATION OR REVOCATION.—The Sec-
21 retary may modify, suspend, or revoke any binding
22 ruling or advisory opinion issued under paragraph
23 (1) or subpart D of part 791 of title 15, Code of
24 Federal Regulations, with respect to an item at any
25 time if the Secretary determines that the cir-

1 cumstances that led to the ruling or opinion have
2 changed.

3 (e) DECLARATION OF CONFORMITY.—The Secretary
4 shall establish a process under which a person that im-
5 ports, manufactures, sells, resells, or introduces into inter-
6 state commerce in the United States a connected vehicle
7 or connected vehicle hardware is required to submit a dec-
8 laration, to be known as a “declaration of conformity”,
9 to the Secretary before importing, manufacturing, selling,
10 reselling, or introducing the vehicle or hardware that cer-
11 tifies that the vehicle or hardware is not subject to a prohi-
12 bition under subsection (a).

13 (f) CIVIL PENALTIES.—

14 (1) IN GENERAL.—The Secretary shall assess a
15 civil penalty for each transaction that is a violation
16 of a prohibition under subsection (a) in an amount
17 that is not less than the greater of—

18 (A) \$1,500,000; or

19 (B) five times the value of the transaction.

20 (2) CONTINUING VIOLATIONS.—In the case of a
21 violation that occurs on more than one day, each day
22 on which the violation continues shall be treated as
23 a separate violation.

24 (g) CLASSIFIED INFORMATION.—The Secretary may
25 rely on classified information in carrying out this section,

1 which may be submitted to a reviewing court ex parte and
2 in camera.

3 (h) PETITIONS FOR REVIEW.—The filing in a court
4 of a petition for review shall not stay the effectiveness of
5 any action under this section unless ordered by the court.

6 **SEC. 5. USE OF EXISTING ADVISORY BODIES; INTERAGENCY**
7 **COORDINATION.**

8 (a) USE OF EXISTING ADVISORY BODIES.—

9 (1) IN GENERAL.—In carrying out this Act, the
10 Secretary may consult, as appropriate, with existing
11 advisory committees of the Department of Transpor-
12 tation and other relevant Federal agencies, including
13 the Advisory Committee on Automation in Transpor-
14 tation, on matters relating to connected vehicles and
15 associated national security risks.

16 (2) SCOPE OF CONSULTATION.—Consultation
17 under paragraph (1) may include consideration of—

18 (A) risks relating to data security, cyberse-
19 curity, and supply chain integrity associated
20 with connected vehicles;

21 (B) the effectiveness of authorities and
22 regulations issued under this Act;

23 (C) emerging technologies and threat vec-
24 tors relevant to connected vehicle ecosystems;
25 and

1 (D) recommendations made to the Sec-
2 retary with respect to regulatory, enforcement,
3 and policy measures to mitigate risks described
4 in subparagraph (A).

5 (b) INTERAGENCY COORDINATION.—In carrying out
6 this Act, the Secretary may consult and coordinate, as ap-
7 propriate, with the Federal Communications Commission
8 and other relevant Federal agencies to ensure alignment
9 with respect to the scope, timeline, and implementation
10 of any prohibitions or restrictions issued under this Act,
11 including to avoid duplicative, inconsistent, or conflicting
12 regulatory requirements.

13 **SEC. 6. REPORTS.**

14 Not later than one year after the date of the enact-
15 ment of this Act, and annually thereafter, the Secretary
16 shall submit to Congress a report—

17 (1) describing activities carried out to enforce
18 the prohibitions under section 4, including enforce-
19 ment actions taken and resources utilized;

20 (2) providing a detailed accounting of items
21 covered by such prohibitions during the 1-year pe-
22 riod preceding submission of the report;

23 (3) explaining any exclusions, exemptions, or
24 determinations made by the Secretary, including the
25 rationale and criteria applied;

1 (4) assessing the effectiveness of such prohibi-
2 tions in decreasing the threats to the economic and
3 national security of the United States posed by con-
4 nected vehicles;

5 (5) including metrics on enforcement, compli-
6 ance rates, violations identified, penalties assessed,
7 and any identified gaps or challenges; and

8 (6) making recommendations with respect to
9 further decreasing such threats.

10 **SEC. 7. SEVERABILITY; REGULATORY CONTINUITY.**

11 (a) SEVERABILITY.—If any provision of this Act, or
12 the application of such provision to any person or cir-
13 cumstance, is held to be invalid, the remainder of this Act,
14 and the application of the remaining provisions to any per-
15 son or circumstance, shall not be affected.

16 (b) RESTORATION OF PRIOR REGULATIONS.—If a
17 court of competent jurisdiction enters a final judgment
18 holding invalid or unenforceable a provision of this Act
19 and supersedes regulations prescribed to carry out section
20 4, the Secretary may, notwithstanding any other provision
21 of this Act, reissue or reinstate, in whole or in part, any
22 similar regulations that were in effect on the day before
23 the date of the enactment of this Act.

1 **SEC. 8. INTERACTION WITH REGULATIONS.**

2 (a) **RULE OF CONSTRUCTION.**—Nothing in this Act
3 shall be construed to prohibit, limit, or otherwise affect
4 the authority of the Secretary of Commerce to implement
5 or administer subpart D of part 791 of title 15, Code of
6 Federal Regulations, as added by the final rule of the Bu-
7 reau of Industry and Security entitled “Securing the In-
8 formation and Communications Technology and Services
9 Supply Chain: Connected Vehicles” (90 Fed. Reg. 5360).

10 (b) **DELAYED IMPLEMENTATION FOR SOFTWARE
11 AND HARDWARE NOT COVERED BY REGULATIONS.**—In
12 the case of covered software and connected vehicle hard-
13 ware that is subject to a prohibition under paragraph (2)
14 or (3) of section 4(a) and is not subject to subpart D of
15 part 791 of title 15, Code of Federal Regulations, as in
16 effect on the day before the date of the enactment of this
17 Act, the Secretary shall implement the prohibition under
18 section 4(a) after January 1, 2030, and before January
19 1, 2032.

20 (c) **TREATMENT OF PRIOR EXCLUSIONS.**—

21 (1) **IN GENERAL.**—Subject to paragraph (2),
22 any exclusion or exception to a prohibition under
23 subpart D of part 791 of title 15, Code of Federal
24 Regulations, as in effect on the day before the date
25 of the enactment of this Act, shall remain valid and
26 shall apply to the prohibitions under section 4(a).

1 (2) RULEMAKING.—Beginning January 1,
2 2030, the Secretary shall conduct a rulemaking, pur-
3 suant to section 553 of title 5, United States Code,
4 to determine whether exclusions or exceptions de-
5 scribed in paragraph (1) should be continued, modi-
6 fied, or terminated for the purposes of this Act.