

**AMENDMENT TO THE RULES COMMITTEE PRINT  
OF H.R. 1960  
OFFERED BY MR. COFFMAN OF COLORADO**

At the end of title VIII, add the following new section:

1 **SEC. 833. INCREASED RELIANCE ON PRIVATE-SECTOR**  
2 **SOURCES FOR COMMERCIAL PRODUCTS AND**  
3 **SERVICES.**

4 (a) IN GENERAL.—The Secretary of Defense shall  
5 endeavor to carry out through a private-sector source any  
6 activity to provide a commercial product or service for the  
7 Department of Defense if—

8 (1) the product or service can be provided ade-  
9 quately through such a source; and

10 (2) an adequate competitive environment exists  
11 to provide for economical performance of the activity  
12 by such a source.

13 (b) APPLICABILITY.—(1) Subsection (a) shall not  
14 apply to any commercial product or service with respect  
15 to which the Secretary determines that production, manu-  
16 facture, or provision of that product or service by the Gov-  
17 ernment is necessary for reasons of national security.

1           (2) A determination under paragraph (1) shall be  
2 made in accordance with regulations prescribed under sub-  
3 section (c).

4           (c) REGULATIONS.—The Secretary shall prescribe  
5 regulations to carry out this section. Such regulations  
6 shall be prescribed in consultation with the Director of the  
7 Office of Management and Budget.

8           (d) REPORT.—(1) The Secretary shall identify activi-  
9 ties of the Department (other than activities specified by  
10 the Secretary pursuant to subsection (b)) that are carried  
11 out by employees of the Department to provide commer-  
12 cial-type products or services for the Department.

13           (2) Not later than April 15, 2014, the Secretary shall  
14 transmit to the congressional defense committees a report  
15 on opportunities for increased use of private-sector sources  
16 to provide commercial products and services for the De-  
17 partment.

18           (3) The report required by paragraph (2) shall in-  
19 clude the following:

20                   (A) A list of activities identified under para-  
21 graph (1) indicating, for each activity, whether the  
22 Secretary proposes to convert the performance of  
23 that activity to performance by private-sector  
24 sources and, if not, the reasons why.

1           (B) An assessment of the advantages and dis-  
2           advantages of using private-sector sources, rather  
3           than employees of the Department, to provide com-  
4           mercial products and services for the Department  
5           that are not essential to the warfighting mission of  
6           the Armed Forces.

7           (C) A specification of all legislative and regu-  
8           latory impediments to converting the performance of  
9           activities identified under paragraph (1) to perform-  
10          ance by private-sector sources.

11          (D) The views of the Secretary on the desir-  
12          ability of terminating the moratorium on Office of  
13          Manage and Budget Circular A-76 pursuant to Pub-  
14          lic Law 110–181, Public Law 111–8, and Public  
15          Law 112–74.

16          (4) The Secretary shall carry out paragraph (1) in  
17          consultation with the Director of the Office of Manage-  
18          ment and Budget and the Comptroller General of the  
19          United States. In carrying out that paragraph, the Sec-  
20          retary shall consult with, and seek the views of, represent-  
21          atives of the private sector, including organizations rep-  
22          resenting small businesses.

