AMENDMENT TO RULES COMMITTEE PRINT 116–57
OFFERED BY MR. CALVERT OF CALIFORNIA

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

1 SEC. _____. ENTREPRENEURIAL INNOVATION PROJECT DESIGNATIONS.
2 
3 (a) IN GENERAL.—Chapter 139 of title 10, United States Code, is amended by inserting after section 2359b the following new section:
4 
5 “§ 2359c. Entrepreneurial Innovation Project designations
6 
7 “(a) IN GENERAL.—During the first fiscal year beginning after the date of the enactment of this section, and during each subsequent fiscal year, each Secretary concerned, in consultation with the each chief of an armed force under the jurisdiction of the Secretary concerned, shall designate not less than five eligible programs as Entrepreneurial Innovation Projects.
8 “(b) APPLICATION.—An eligible program seeking designation as an Entrepreneurial Innovation Project under this section shall submit to the Secretary concerned an application at such time, in such manner, and con-
taining such information as the Secretary concerned determines appropriate.

“(c) DESIGNATION CRITERIA.—In making designations under subsection (a), the Secretary concerned shall consider—

“(1) the potential of the eligible program to—

“(A) advance the national security capabilities of the United States;

“(B) provide new technologies or processes, or new applications of existing technologies, that will enable new alternatives to existing programs; and

“(C) provide future cost savings; and

“(2) such other criteria that the Secretary concerned determines to be appropriate.

“(d) DESIGNATION BENEFITS.—

“(1) FUTURE YEARS DEFENSE PROGRAM INCLUSION.—With respect to each designated program, the Secretary of Defense shall include in the next future-years defense program the estimated expenditures of such designated program. In the preceding sentence, the term ‘next future-years defense program’ means the future-years defense program submitted to Congress under section 221 of this title
after the date on which an eligible program is designated under subsection (a).

“(2) Programming Proposal.—Each designated program shall be included by the Secretary concerned under a separate heading in any programming proposals submitted to the Secretary of Defense.

“(3) PPBE Component.—Each designated program shall be considered by the Secretary concerned as an integral part of the planning, programming, budgeting, and execution process of the Department of Defense.

“(e) Revocation of Designation.—If the Secretary concerned determines that a designated program cannot reasonably meet the objectives of such program in the relevant programming proposal referred to in subsection (d)(2) or such objectives of such program are irrelevant, such Secretary concerned may revoke the designation.

“(f) Report to Congress.—The Secretary of Defense shall submit to Congress an annual report describing each designated program and the progress each designated program has made toward achieving the objectives of the designated program.

“(g) Definitions.—In this section:
“(1) DESIGNATED PROGRAM.—The term ‘designated program’ means an eligible program that has been designated as an Entrepreneurial Innovation Project under this section.

“(2) ELIGIBLE PROGRAM.—The term ‘eligible program’ means a program of the Small Business Innovation Research Program or Small Business Technology Transfer Program (as such terms are defined, respectively, in section 9(e) of the Small Business Act (15 U.S.C. 638(e))) that has completed work under a Phase II award (as defined in such section).”.

(b) CLERICAL AMENDMENT.—The table of sections at the beginning of chapter 139 of title 10, United States Code, is amended by inserting after the item related to section 2359b the following new item:

“2359c. Entrepreneurial Innovation Project designations.”.