Amendment to H.R. 1319 Offered by Mr. Budd of North Carolina

At the end of chapter 2 of subtitle A of title III, add the following new section:

1 SEC. 3015. MAKE PPE IN AMERICA.

2 (a) FINDINGS.—Congress makes the following find-3 ings:

4 (1) The COVID-19 pandemic has exposed the
5 vulnerability of the United States supply chains for,
6 and lack of domestic production of, personal protec7 tive equipment (PPE).

8 (2) The United States requires a robust, secure,
9 and wholly domestic PPE supply chain to safeguard
10 public health and national security.

(3) Issuing a strategy that provides the government's anticipated needs over the next three years
will enable suppliers to assess what changes, if any,
are needed in their manufacturing capacity to meet
expected demands.

16 (4) In order to foster a domestic PPE supply
17 chain, United States industry needs a strong and
18 consistent demand signal from the Federal Govern-

1	ment providing the necessary certainty to expand
2	production capacity investment in the United States.
3	(5) In order to effectively incentivize investment
4	in the United States and the re-shoring of manufac-
5	turing, long-term contracts must be no shorter than
6	three years in duration.
7	(6) The United States needs a long-term invest-
8	ment strategy for the domestic production of PPE
9	items critical to the United States national response
10	to a public health crisis, including the COVID-19
11	pandemic.
12	(b) Requirement of Long-term Contracts for
13	Domestically Manufactured Personal Protective
14	Equipment.—
15	(1) DEFINITIONS.—In this section:
16	(A) APPROPRIATE CONGRESSIONAL COM-
17	MITTEES.—The term "appropriate congres-
18	sional committees" means—
19	(i) the Committee on Health, Edu-
20	cation, Labor and Pensions, the Committee
21	on Finance, the Committee on Homeland
22	Security and Governmental Affairs, the
23	Committee on Veterans' Affairs, and the
24	Committee on Armed Services of the Sen-
25	ate; and

1	(ii) the Committee on Energy and
2	Commerce, the Committee on Ways and
3	Means, the Committee on Homeland Secu-
4	rity, the Committee on Veterans' Affairs,
5	and the Committee on Armed Services of
6	the House of Representatives.
7	(B) COVERED SECRETARY.—The term
8	"covered Secretary" means the Secretary of
9	Homeland Security, the Secretary of Health
10	and Human Services, the Secretary of Defense,
11	the Secretary of Education, and the Secretary
12	of Veterans Affairs.
13	(C) PERSONAL PROTECTIVE EQUIPMENT;
14	PPE.—The term "personal protective equip-
15	ment" or "PPE" means surgical masks, res-
16	pirator masks and powered air purifying res-
17	pirators and required filters, face shields and
18	protective eyewear, gloves, disposable and reus-
19	able surgical and isolation gowns, and head and
20	foot coverings, or other gear or clothing used to
21	protect an individual from the transmission of
22	disease.
23	(D) UNITED STATES.—The term "United

States" means the fifty states, the District of

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Columbia, and the possessions of the United States.

3 (2) CONTRACT REQUIREMENTS.—Beginning 90 4 days after the date of the enactment of this Act, in 5 order to ensure the sustainment and expansion of 6 personal protective equipment manufacturing in the 7 United States and meet the needs of the current 8 pandemic response, any contract for the procure-9 ment of personal protective equipment entered into 10 by a covered Secretary, or a covered Secretary's des-11 ignee, shall—

(A) be issued for a duration of at least 3
years, including a base period and all option periods, to incentivize investment in the production of personal protective equipment and the
materials and components thereof in the United
States; and

(B) be for personal protective equipment that—

20 (i) is grown, reprocessed, reused, or
21 produced in the United States; and

(ii) when assembled outside the United States, contains only materials and components that are grown, reprocessed, reused, or produced in the United States.

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(3) AVAILABILITY EXCEPTION.—Subparagraph

2 (B) of paragraph (2) shall not apply to an item of 3 personal protective equipment, or component or material thereof— 4 (A) that is, or that includes, a material 5 6 listed in section 25.104 of the Federal Acquisi-7 tion Regulation as one for which a non-avail-8 ability determination has been made; 9 (B) as to which the covered Secretary de-10 termines that a sufficient quantity of a satisfac-11 tory quality that is grown, reprocessed, reused, 12 or produced in the United States cannot be pro-13 cured as, and when, needed at United States 14 market prices; or 15 (C) if, after maximizing to the extent fea-16 sible sources consistent with paragraph (2), the 17 covered Secretary certifies every 120 days that 18 it is necessary to procure personal protective 19 equipment under alternate procedures to re-20 spond to the immediate needs of a public health 21 emergency. 22 (4) Report.— 23 (A) IN GENERAL.—Not later than 90 days 24 after the date of the enactment of this Act, the

Director of the Office of Management and

1	Budget, in consultation with the covered Secre-
2	taries, shall submit to the chairs and ranking
3	members of the appropriate congressional com-
4	mittees a report on the procurement of personal
5	protective equipment.
6	(B) ELEMENTS.—The report required
7	under subparagraph (A) shall include the fol-
8	lowing elements:
9	(i) The United States long-term do-
10	mestic procurement strategy for PPE pro-
11	duced in the United States, including
12	strategies to incentivize investment in and
13	maintain United States supply chains for
14	all PPE sufficient to meet the needs of the
15	United States during a public health emer-
16	gency.
17	(ii) An estimate of long-term demand
18	quantities for all PPE items procured by
19	the United States.
20	(iii) Recommendations for congres-
21	sional action required to implement the
22	United States Government's procurement
23	strategy.
24	(iv) A determination whether all noti-
25	fications, amendments, and other necessary

1actions have been completed to bring the2United States existing international obliga-3tions into conformity with the statutory re-4quirements of this Act.

5 (5) AUTHORIZATION OF TRANSFER OF EQUIP6 MENT.—A covered Secretary may transfer to the
7 Strategic National Stockpile established under sec8 tion 319F-2 of the Public Health Service Act (42
9 U.S.C. 247d-6b) any excess personal protective
10 equipment acquired under a contract executed pur11 suant to paragraph (2).

(6) COMPLIANCE WITH INTERNATIONAL AGREEMENTS.—This Act shall be applied in a manner consistent with United States obligations under international agreements.

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