

AMENDMENT NO. _____ Calendar No. _____

Purpose: To require reporting on contractor operations related to China.

IN THE SENATE OF THE UNITED STATES—119th Cong., 2d Sess.

(no.) _____

To authorize appropriations for fiscal year 2027 for military activities of the Department of Defense, for military construction, and for defense activities of the Department of Energy, to prescribe military personnel strengths for such fiscal year, and for other purposes.

Referred to the Committee on _____ and
ordered to be printed

Ordered to lie on the table and to be printed

AMENDMENT intended to be proposed by Mr. SULLIVAN

Viz:

1 At the appropriate place in title VIII, insert the following:
2

3 **SEC. ____ . REPORTING ON CONTRACTOR OPERATIONS RE-**
4 **LATED TO CHINA.**

5 (a) IN GENERAL.—The Secretary of Defense shall re-
6 quire any entity entering into a covered contract with the
7 Department of Defense to submit a report on the entity's
8 operations related to China, including—

9 (1) sales revenue from China;

10 (2) profit attributable to its China business;

- 1 (3) assets held or located in China;
- 2 (4) liabilities associated with China business;
- 3 (5) investments in Chinese entities;
- 4 (6) loans from Chinese entities;
- 5 (7) the number of suppliers located in China
- 6 down to the second tier of subcontracting; and
- 7 (8) the number of Chinese citizen employees,
- 8 whether located in China or elsewhere and including
- 9 both regular and contract employees.

10 (b) REPORTING TO CONGRESS.—The Secretary of
11 Defense shall submit to the Committee on Armed Services
12 of the Senate and the Committee on Armed Services of
13 the House of Representatives a report aggregating the in-
14 formation reported pursuant to subsection (a).

15 (c) COVERED CONTRACT DEFINED.—In this section,
16 the term “covered contract” means a contract for a major
17 defense acquisition program, as that term is defined in
18 section 4201 of title 10, United States Code.