## Amendment to the Rules Committee Print of H.R. 1960 Offered by M 2.

Page 582, insert after line 25 the following:

1 SEC. 1607. CREDIT FOR CERTAIN SUBCONTRACTORS .

2 (a) IN GENERAL.—Section 8(d) of the Small Busi3 ness Act (15 U.S.C. 637(d)) is amended by adding at the
4 end the following:

5 "(16) CREDIT FOR CERTAIN SUBCON6 TRACTOR.—For purposes of determining whether or
7 not a prime contractor has attained the percentage
8 goals specified in paragraph (6)—

9 "(A) if the subcontracting goals pertain 10 only to a single contract with the executive 11 agency, the prime contractor shall receive credit 12 for small business concerns performing as first 13 tier subcontractors or subcontractors at any tier 14 pursuant to the subcontracting plans required 15 under paragraph (6)(D) in an amount equal to 16 the dollar value of work awarded to such small 17 business concerns; and

"(B) if the subcontracting goals pertain to more than one contract with one or more execu-

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tive agencies, or to one contract with more than
 one executive agency, the prime contractor may
 only count first tier subcontractors that are
 small business concerns.".

5 (b) DEFINITIONS PERTAINING TO SUBCON6 TRACTING.—Section 3 of the Small Business Act (15)
7 U.S.C. 632) is amended by adding at the end the fol8 lowing:

9 "(dd) DEFINITIONS PERTAINING TO SUBCON-10 TRACTING.—In this Act:

11 "(1) SUBCONTRACT.—The term 'subcontract' 12 means a legally binding agreement between a con-13 tractor that is already under contract to another 14 party to perform work, and a third party, herein-15 after referred to as the subcontractor, for the sub-16 contractor to perform a part, or all, of the work that 17 the contractor has undertaken.

18 "(2) FIRST TIER SUBCONTRACTOR.—The term
19 'first tier subcontractor' means a subcontractor who
20 has a subcontract directly with the prime contractor.

21 "(3) AT ANY TIER.—The term 'at any tier'
22 means any subcontractor other than a subcontractor
23 who is a first tier subcontractor.".

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## SEC. 1608. GAO STUDY ON SUBCONTRACTING REPORTING SYSTEMS.

3 Not later than 365 days after the date of enactment of this Act, the Comptroller General of the United States 4 5 shall submit to the Committee on Small Business of the House of Representatives and to the Committee on Small 6 7 Business and Entrepreneurship of the Senate a report 8 studying the feasibility of using Federal subcontracting re-9 porting systems, including the Federal subaward reporting 10 system required by section 2 of the Federal Funding Accountability and Transparency Act of 2006 and any elec-11 tronic subcontracting reporting award system used by the 12 Small Business Administration, to attribute subcontrac-13 tors to particular contracts in the case of contractors that 14 have subcontracting plans under section 8(d) of the Small 15 Business Act that pertain to multiple contracts with exec-16 utive agencies. 17

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