

AMENDMENT TO RULES COMMITTEE PRINT 117-

54

OFFERED BY MR. C. SCOTT FRANKLIN OF

FLORIDA

Add at the end of subtitle F of title VIII the following:

1 **SEC. 8___ . ACCELERATING THE DEVELOPMENT OF DOMES-**
2 **TICALLY-SOURCED RARE EARTH SUPPLY**
3 **CHAIN FOR NATIONAL DEFENSE.**

4 (a) REPORT.—Not later than 90 days after the date
5 of enactment, the Secretary of Defense shall submit to the
6 appropriate congressional committees a report on the supply
7 chain of rare earth elements from domestic sources.

8 (b) ELEMENTS.—The report required by subsection
9 (a) shall include the following elements:

10 (1) An assessment of the costs and practicality
11 of raising the Defense Logistics Agency Annual Materials
12 Acquisition Plan for Fiscal Year 2023 of
13 Rare Earth Permanent Magnet Block from 100 metric
14 tons to not less than 200 metric tons, including
15 a projection of annual requirements during the five-
16 year period beginning at the start of fiscal year
17 2024.

1 (2) A report, including specific contracting and
2 commitments, on purchasing domestically produced
3 precursor and rare earth permanent magnet block
4 materials for the purposes of the Department of De-
5 fense and national security organizations, including
6 to strengthen and implement the domestic industrial
7 base for rare earth metalization related to perma-
8 nent magnet production and related projects in the
9 National Defense Stockpile Transaction Fund (es-
10 tablished under section 9 of the Strategic and Crit-
11 ical Materials Stock Piling Act (50 U.S.C. 98h)) for
12 improving the availability of such materials in the
13 National Defense Stockpile.

14 (3) A review of the use of the authorities under
15 the Defense Production Act (50 U.S.C. 4501 et
16 seq.) for supporting domestic mining, manufacturing
17 and production of rare earth elements as part of the
18 defense supply chain.

19 (4) An assessment of the effects of the mining,
20 manufacturing, and import of rare earth elements
21 from foreign sources on the domestic production of
22 rare earth elements necessary for national security
23 and for maintaining a mine-to-magnet supply chain
24 as part of the defense supply chain.

1 (5) An assessment of the effects of establishing
2 a task force composed of the Department of De-
3 fense, the Department of Energy, the Department of
4 Interior, the Department of State, and such other
5 federal agencies and state officials as appropriate, to
6 review funding for prioritizing domestic sources for
7 the mine-to-magnet supply chain over a five-year pe-
8 riod.

9 (c) FORM.—The report required by subsection (a)
10 shall be submitted in unclassified form but may include
11 a classified annex.

12 (d) DEFINITIONS.—In this section:

13 (1) APPROPRIATE CONGRESSIONAL COMMIT-
14 TEES.—The term “appropriate congressional com-
15 mittees” means—

16 (A) the Committees on Armed Services
17 and on Appropriations of the Senate and of the
18 House of Representatives;

19 (B) the Committee on Foreign Affairs of
20 the House of Representatives; and

21 (C) the Committee on Foreign Relations of
22 the Senate.

23 (2) MINE-TO-MAGNET.—The term “mine-to-
24 magnet” means the process of mining, processing,
25 metalization, and alloying rare earth elements, and

1 manufacturing permanent magnets using such rare
2 earth elements.

3 (3) RARE EARTH ELEMENT.—The term “rare
4 earth element” means a critical mineral (as defined
5 in section 7002(a) of the Energy Act of 2020 (30
6 U.S.C. 1606(a))).

