AMENDMENT TO RULES COMMITTEE PRINT 115-70

OFFERED BY MS. LEE OF CALIFORNIA

At the end of title VIII (page 404, after line 21), add the following new section:

SEC. 881. EXECUTIVE COMPENSATION LIMIT FOR DEFENSE CONTRACTS.

(a) LIMITATION.—For purposes of section 2324(e)(1) of title 10, United States Code, and without regard to each subparagraph (P) of such section, costs of compensation of contractor and subcontractor employees for a fiscal year, regardless of the contract funding source, are not allowable under a covered contract under that section, to the extent that such compensation exceeds $243,500, except that the Secretary of Defense may establish one or more narrowly targeted exceptions for scientists, engineers, or other specialists upon a determination that such exceptions are needed to ensure that the Department of Defense has continued access to needed skills and capabilities.

(b) REPORT.—Not later than 60 days after the end of each fiscal year, the Secretary of Defense shall submit to the congressional defense committees a report on con-
tractor compensation. The report shall include the number of contractor employees hired during the preceding fiscal year who are in the narrowly targeted exception positions described in subsection (a).