## Amendment to the Rules Committee Print for H.R. 4435 Offered by Mr. Young of Alaska

At the end of title VIII, add the following new section:

## 1SEC. 827. MODIFIED JUSTIFICATION AND APPROVAL RE-2QUIREMENTS RELATED TO SOLE SOURCE3CONTRACTS.

4 (a) IN GENERAL.—Not later than 180 days after the 5 date of the enactment of this Act, the Secretary of Defense 6 shall modify the Department of Defense Supplement to the Federal Acquisition Regulation to provide that the 7 head of an agency (as that term is defined in section 8 9 2302(1) of title 10, United States Code) may not award 10 sole-source contract for exceeding а an amount 11 \$20,000,000 unless—

(1) the contracting officer for the contract justifies the use of a sole-source contract in writing; and
(2) the justification is approved by an official
designated in section 2304(f)(1)(B) of title 10,
United States Code, to approve contract awards for
dollar amounts that are comparable to the amount
of the sole-source contract.

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(b) ELEMENTS OF JUSTIFICATION.—The justifica tion of a sole-source contract required under subsection
 (a) shall include the following:
 (1) A description of the needs of the agency

concerned for the matters covered by the contract.
(2) A specification of the statutory provision
providing the exception from the requirement to use
competitive procedures in entering into the contract.

9 (3) A determination that the use of a sole
10 source contract is in the best interest of the Depart11 ment of Defense.

12 (4) A determination that the anticipated cost of13 the contract will be fair and reasonable.

14 (5) Such other matters as the official described
15 in subsection (a)(2) shall specify for purposes of this
16 section.

(c) TREATMENT OF OTHER JUSTIFICATION AND APPROVAL ACTIONS.—In the case of any contract for which
a justification and approval is required under section
2304(f) of title 10, United States Code, a justification and
approval meeting the requirements of such section shall
be treated as meeting the requirements of this section for
purposes of the award of a sole-source contract.

24 (d) RULE OF CONSTRUCTION.—Nothing in this sec-25 tion shall be construed as—

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(1) prohibiting or limiting a contract exceeding
 \$20,000,000 in compliance with subsections (a) and
 (b) from being awarded for a procurement described
 in section 2304(f)(2)(D)(ii) of title 10, United
 States Code; or

6 (2) eliminating, reducing, or otherwise modi7 fying obligations of the Department of Defense
8 under section 15(g)(1) of the Small Business Act
9 (15 U.S.C. 644(g)(1)).

(e) REPEAL OF SUPERSEDED PROVISION.—Section
811 of the National Defense Authorization Act for Fiscal
Year 2010 (Public Law 111–84; 123 Stat. 2405) is hereby
repealed.

(f) REGULATIONS.—The Federal Acquisition Regulatory Council shall amend the Federal Acquisition Regulation to implement this section and the repeal of section
811 of the National Defense Authorization Act for Fiscal
Year 2010 (Public Law 111–84; 123 Stat. 2405).

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