117TH CONGRESS 1ST SESSION

H. R. 1591

To establish the United States Chief Manufacturing Officer in the Executive Office of the President with the responsibility of developing a National Manufacturing Strategy to revitalize the manufacturing sector, spur economic growth, and expand United States competitiveness, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

March 3, 2021

Mr. RYAN (for himself and Mr. REED) introduced the following bill; which was referred to the Committee on Energy and Commerce

A BILL

To establish the United States Chief Manufacturing Officer in the Executive Office of the President with the responsibility of developing a National Manufacturing Strategy to revitalize the manufacturing sector, spur economic growth, and expand United States competitiveness, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Chief Manufacturing
- 5 Officer Act".

1 SEC. 2. FINDINGS; SENSE OF CONGRESS.

- 2 (a) FINDINGS.—The Congress finds the following:
- (1) The manufacturing sector consists of estab lishments that are primarily engaged in the trans formation of materials, substances, or components
 into products.
 - (2) A healthy, innovative manufacturing base plays a central role in the United States economy and national defense.
 - (3) The Federal Government supports manufacturing in a variety of ways; support for manufacturing-related activities are dispersed across several agencies in the executive branch.
 - (4) Manufacturing employment, output, and exports are impacted by a myriad of factors including the state of infrastructure and transportation, tax policies, environmental and other business regulations, trade policies, innovation ecosystems, workforce development, and education initiatives. Legislation and executive actions can have unintended impact on the growth of manufacturing in the United States.
 - (5) Manufacturers account for 11 percent of the total gross domestic product output in the United States, employing 8 percent of the workforce. Total output from manufacturing is more than 2

- trillion dollars. There are nearly 13 million manufacturing employees in the United States, with an average annual compensation of about \$85,000.
- 4 (6) Given that 99 percent of manufacturing 5 firms are small and medium size enterprises with a 6 predominantly local employment footprint, workforce 7 development programs must be rooted in local cir-8 cumstance and requirements.
- 9 (b) SENSE OF CONGRESS.—It is the sense of Con-10 gress that a well-designed National Manufacturing Strat-11 egy would benefit the United States economy in several 12 important ways, including the following:
 - (1) A revitalized manufacturing sector would enable the United States to increase its economic growth from domestic and export production.
 - (2) Manufacturing jobs continue to pay higher wages and benefits than non-manufacturing jobs. Average domestic wages would rise in response to growing manufacturing output.
 - (3) Manufacturing industries undertake twothirds of private-sector research and development, which fuels the innovation that serves as a primary engine of economic growth. A growing manufacturing sector would help lay the foundations for future economic expansion.

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- 1 (4) The United States would expand its long-2 standing leadership in advanced manufacturing tech-3 nologies with Federal investments in manufacturing 4 research and development, education, and workforce 5 training.
- 6 (5) There exists a longstanding connection be-7 tween domestic manufacturing, national defense, and 8 homeland security. A strong and innovative manu-9 facturing industry will maintain the technical superi-10 ority of the United States military and secure supply 11 chain integrity.

12 SEC. 3. DEFINITIONS.

13 In this Act:

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- 14 (1) AGENCY.—The term "agency" has the 15 meaning given that term in section 551 of title 5, 16 United States Code.
 - (2) Institution of Higher Education.—The term "institution of higher education" has the meaning given that term in section 101 of the Higher Education Act of 1965 (20 U.S.C. 1001).
- (3)NATIONAL MANUFACTURING STRATEGY; 22 STRATEGY.—The terms "National Manufacturing Strategy" and "Strategy" mean the National Manu-23 24 facturing Strategy described in subsection (d).

(4) Small Business.—The term "small busi-
ness' means a company that has fewer than 500
employees.
(5) Nonprofit organization.—The term
"nonprofit organization" means an organization that
is described under section 501(c) of the Internal
Revenue Code of 1986 and exempt from tax under
section 501(a) of such Code.
(6) State.—The term "State" means each of
the several States, the District of Columbia, each
commonwealth, territory, or possession of the United
States, and each federally recognized Indian Tribe.
(7) STATE EDUCATIONAL AGENCY.—The term
"State educational agency" has the meaning given
that term in section 8101 of the Elementary and
Secondary Education Act (20 U.S.C. 7801).
SEC. 4. UNITED STATES CHIEF MANUFACTURING OFFICER.
(a) Appointment.—

- 19 (1) IN GENERAL.—Not later than 6 months 20 after the date of the enactment of this Act, the 21 President shall appoint a United States Chief Manu-22 facturing Officer (referred to in this section as the 23 "Chief Manufacturing Officer").
- 24 (2) QUALIFICATIONS.—The President shall se-25 lect the Chief Manufacturing Officer from among in-

- dividuals who have basic qualifications and expertise in manufacturing technology and policy.
- 3 (3) Reporting.—The position of Chief Manu-4 facturing Officer shall be in the Executive Office of 5 the President and shall report to the President 6 through the Chief of Staff.
- 7 (4) NATIONAL ECONOMIC COUNCIL.—The Chief 8 Manufacturing Officer shall be a member of the Na-9 tional Economic Council.
- 10 (b) PAY.—The annual rate of pay for the Chief Man11 ufacturing Officer shall be level II of the Executive Sched12 ule rate of pay (subchapter II of chapter 53 of title 5,
 13 United States Code) commensurate with the qualifications
 14 and expertise of the individual appointed to be such Offi15 cer.
- (c) DUTIES.—The duties of the Chief ManufacturingOfficer are as follows:
- 18 (1) To advise the President on policy issues
 19 that affect the workforce and economic activity of
 20 the manufacturing sector including science, tech21 nology, trade, tariffs, currency, and procurement
 22 policies.
- (2) To deliver the National ManufacturingStrategy.

- 1 (3) To convene interagency working groups to
 2 align Federal policies to drive implementation of the
 3 National Manufacturing Strategy, including collabo4 ration among the Departments of Education, Labor,
 5 Energy, Commerce, and Defense, the Environmental
 6 Protection Agency, National Science Foundation,
 7 Small Business Administration, and other agencies.
 - (4) To evaluate the effectiveness of existing measures designed to improve innovation, productivity, energy efficiency, economic growth, cybersecurity, and manufacturing industries' contribution to national security.
 - (5) To propose studies and policy experiments, in cooperation with agencies and the manufacturing industry, to determine effective measures to advance technological innovation and productivity in manufacturing in the United States.
 - (6) To propose studies and policy experiments, in cooperation with agencies and the manufacturing industry, to determine effective measures to improve environmental sustainability within the manufacturing industry.
 - (7) To connect manufacturing support programs across the United States to make them more efficient, focused, and easier to use.

1 (8) To identify opportunities to improve the ef-2 ficiency of grant opportunities that affect the manu-3 facturing workforce. (9) To assess Federal loan programs to ensure greater access to capital for small businesses that 5 6 are manufacturers. 7 (10) To examine and improve tax incentives for 8 manufacturing companies in relation to increasing 9 support for investment in— 10 (A) workforce training; and 11 (B) productivity and systems improve-12 ments, including smart supply chain manage-13 ment technology and cybersecurity measures. 14 (11) To foster the use of best practices for 15 manufacturing, information technology, and cybersecurity by identifying and encouraging their use 16 17 Federal Government programs across all 18 throughout the procurement process. 19 (12) To encourage the creation of joint initia-20 tives by State and local governments, regional orga-21 nizations, private companies, institutions of higher 22 education, nonprofit organizations, and Federal lab-

oratories to encourage technology transfer, to stimu-

late innovation, and pursue targeted workforce de-

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- velopment to promote an environment ready for investments in manufacturing-related industries.
 - (13) To participate in discussions among companies that manufacture in the United States on topics of interest to the manufacturing industry and workforce, including discussions regarding emerging and advanced technologies.
 - (14) To work with the manufacturing industry to identify needs, challenges, and opportunities across the manufacturing sector which, if addressed, could make a significant contribution to improving the ability of manufacturers in the United States to compete successfully in international markets.
 - (15) To carry out ongoing competitive analysis of the manufacturing policies of the governments of other countries, alongside their industrial structures and labor conditions, to help identify factors that successfully support the development of strong manufacturing industries.
 - (16) To analyze legislative and agency proposals to assess and advise on their potential direct and indirect impact on the manufacturing industry.
 - (17) To work with agencies and the Director of the Office of Management and Budget in the devel-

- opment of manufacturing-related elements of the President's annual budget request to Congress.
- 18) To identify and share best practice activities designed to help support struggling manufacturing enterprises to review business plans, improve competitiveness, and manage issues like succession planning to avoid closures and retain jobs.
 - (19) To assist States in their economic development plans for manufacturing, in their efforts to encourage manufacturing enterprises to retain manufacturing facilities within the United States, and to foster the domestic retention of facilities and jobs.
 - (20) To support communities negatively impacted by the closure or relocation of manufacturing facilities by promoting efforts to create an environment and workforce equipped to attract advanced manufacturing enterprises.
 - (21) To promote and grow the Network for Manufacturing Innovation Program established under section 34 of the National Institute of Standards and Technology Act (15 U.S.C. 278s).
 - (22) To review the effectiveness of and identify shortcomings in existing statutes and policies focused on promoting the domestic use of federally

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- funded research and development in manufacturingtechnology.
 - (23) To identify and evaluate changes to existing statutes and policies and to recommend legislation and policies to more effectively ensure the domestic use of federally funded research and development in manufacturing technology and to recover such investments from profits realized as a result of offshore manufacturing of systems or components utilizing federally funded technologies or their derivatives.
 - (24) To work with appropriate agencies, State and local governments, regional organizations, institutions of higher education, nonprofit organizations, and private companies to stimulate interest in manufacturing careers.
 - (25) To enhance public perception of manufacturing careers, encouraging participation of public and private organizations, State educational agencies, and institutions of higher education in the annual celebration of manufacturing industries on national Manufacturing Day.
 - (26) To coordinate with activities under the Foreign Investment Risk Review Modernization Act of 2018 (Public Law 115–232) and the Committee

1	on Foreign Investment in the United States to en-
2	sure the protection of sensitive emerging United
3	States manufacturing-related technologies.
4	(27) To perform such other functions or activi-
5	ties as the President may assign.
6	(d) National Manufacturing Strategy.—
7	(1) In general.—Not later than 1 year after
8	the date of the enactment of this Act, and every 2
9	years thereafter, the Chief Manufacturing Officer
10	shall submit the National Manufacturing Strategy to
11	the President and Congress. The Strategy shall con-
12	tain a summary of the current state of manufac-
13	turing in the United States and comprehensive strat-
14	egies to—
15	(A) work across Federal and State govern-
16	ment agencies to produce a coherent integrated
17	strategy and plans;
18	(B) identify and address the anticipated
19	workforce needs of the manufacturing sector,
20	recognizing that this sector includes diverse in-
21	dustries competing in different operating envi-
22	ronments;
23	(C) work with industry experts to strength-
24	en education initiatives, and shape training and

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1	certificate programs that can be adapted to re-
2	flect local circumstances;
3	(D) create or improve manufacturing
4	training programs and appropriate career paths
5	into manufacturing jobs, to expand opportuni-
6	ties for all, and, in particular, the participation
7	of veterans, the unemployed, women, and other
8	underrepresented groups;
9	(E) promote the development of quality
10	control and other technical standards;
11	(F) maintain reliable physical and tele-
12	communication infrastructure and identify and
13	advocate for future infrastructure requirements
14	(G) analyze manufacturing technology
15	needs, monitor technology developments, and
16	analyze threats to and opportunities for the
17	manufacturing sector;
18	(H) recommend appropriate tax incentives
19	and financial tools to assist manufacturing en-
20	terprises to improve their competitiveness;
21	(I) review Federal and State regulations to
22	focus on reducing the cost of manufacturing
23	while improving innovation, productivity, and
24	environmental sustainability;

1	(J) promote the export of United States
2	manufactured goods and the enforcement of
3	fair trade rules embedded in bilateral and inter-
4	national agreements, including rules related to
5	intellectual property rights and labor protection;
6	(K) identify other forms of assistance for
7	companies that manufacture in the United
8	States, enabling them to compete successfully in
9	the international marketplace; and
10	(L) address such other issues as the Presi-
11	dent determines necessary.
12	(2) Incorporation of other strategic
13	PLANS.—The Chief Manufacturing Officer shall inte-
14	grate into the National Manufacturing Strategy de-
15	scribed in paragraph (1) the following:
16	(A) The national strategic plan for ad-
17	vanced manufacturing developed under section
18	102(c) of the America COMPETES Reauthor-
19	ization Act of 2010 (42 U.S.C. 6622(c)).
20	(B) The strategic plan developed for the
21	Network for Manufacturing Innovation Pro-
22	gram under section 34(f)(2)(C) of the National
23	Institute of Standards and Technology Act (15
24	$U.S.C.\ 278s(f)(2)(C)$.

1	(C) The manufacturing elements of the
2	National Nanotechnology Initiative Strategic
3	Plan under section 2(c)(4) of the 21st Century
4	Nanotechnology Research and Development Act
5	(15 U.S.C. 7501(e)(4)).
6	(e) BI-Annual Report.—Not later than 2 years
7	after the date of the enactment of this Act, and every 2
8	years thereafter, the Chief Manufacturing Officer, in con-
9	sultation with the Director of the Office of Management
10	and Budget, shall submit to the President and Congress
11	a report that describes progress made in the implementa-
12	tion of the National Manufacturing Strategy and in fulfil-
13	ment of its objectives.

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