117TH CONGRESS 1ST SESSION

H.R.3380

To amend chapter 83 of title 41, United States Code (popularly referred to as the Buy American Act), and certain other laws with respect to certain waivers under those laws, to provide greater transparency regarding exceptions to domestic sourcing requirements, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

May 20, 2021

Mr. Cicilline (for himself and Mr. Garamendi) introduced the following bill; which was referred to the Committee on Oversight and Reform, and in addition to the Committees on Transportation and Infrastructure, and Financial Services, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend chapter 83 of title 41, United States Code (popularly referred to as the Buy American Act), and certain other laws with respect to certain waivers under those laws, to provide greater transparency regarding exceptions to domestic sourcing requirements, 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,

1 SECTION 1. SHORT TITLE.

- This Act may be cited as the "21st Century Buy
- 3 American Act".
- 4 SEC. 2. INCREASE OF DOMESTIC CONTENT PERCENTAGE
- 5 TO 60 PERCENT.
- 6 Section 8301 of title 41, United States Code, is
- 7 amended by adding at the end the following new para-
- 8 graph:
- 9 "(3) Substantially all.—Articles, materials,
- or supplies shall be treated as made substantially all
- from articles, materials, or supplies mined, pro-
- duced, or manufactured in the United States, if the
- cost of the domestic components of such articles,
- materials, or supplies exceeds 60 percent of the total
- cost of all components of such articles, materials, or
- supplies.".
- 17 SEC. 3. CRITERIA REQUIRED FOR USE OF OVERSEAS EX-
- 18 CEPTION.
- 19 Section 8302 of title 41, United States Code, is
- 20 amended by adding at the end the following new sub-
- 21 section:
- 22 "(c) Criteria for Use of Overseas Excep-
- 23 TION.—
- "(1) IN GENERAL.—The exception under sub-
- section (a)(2)(A) for articles, materials, or supplies
- to be acquired for use outside the United States may

not be used unless one of the following criteria is met:

- "(A) The articles, materials, or supplies are needed urgently for national security reasons.
 - "(B) A cost analysis described in paragraph (2) demonstrates that the articles, materials, or supplies to be acquired (if acquired from a firm manufacturing in the United States) would be more than 50 percent more expensive for the Federal agency acquiring the articles, materials, or supplies.

"(2) Cost analysis.—In any case in which articles, materials, or supplies are to be acquired for use outside the United States and are not needed urgently for national security reasons, before entering into a contract an analysis shall be made of the difference in the cost of acquiring the articles, materials, or supplies from a firm manufacturing the articles, materials, or supplies in the United States (including the cost of shipping) and the cost of acquiring the articles, materials, or supplies from a firm manufacturing the articles, materials, or supplies outside the United States (including the cost of shipping)."

1	SEC. 4. CRITERIA REQUIRED FOR USE OF PUBLIC INTER-
2	EST EXCEPTION.
3	(a) Buy American Act.—Section 8302 of title 41,
4	United States Code, as amended by section 3, is further
5	amended by adding at the end the following new sub-
6	section:
7	"(d) Criteria for Use of Public Interest Ex-
8	CEPTION.—In determining whether a public interest ex-
9	ception shall be applied under subsection (a), the head of
10	a Federal agency shall—
11	"(1) consider the short-term and long-term ef-
12	fects of applying such exception on employment
13	within the United States, taking into account infor-
14	mation provided by entities that manufacture the ar-
15	ticles, materials, or supplies concerned in the United
16	States; and
17	"(2) determine that preserving or increasing
18	employment within the United States is consistent
19	with the public interest.".
20	(b) Federal Transit Administration Funds.—
21	Section 5323(j) of title 49, United States Code, is amend-
22	ed by adding at the end the following new paragraph:
23	"(14) Criteria for use of public interest
24	WAIVER.—In determining whether a public interest
25	waiver shall be issued under paragraph (2)(A), the
26	Secretary shall—

1	"(A) consider the short-term and long-
2	term effects of applying such waiver on employ-
3	ment within the United States, taking into ac-
4	count information provided by entities that
5	produce the steel, iron, and goods concerned in
6	the United States; and
7	"(B) determine that preserving or increas-
8	ing employment within the United States is
9	consistent with the public interest.".
10	(c) Federal Highway Administration Funds.—
11	Section 313 of title 23, United States Code, is amended
12	by adding at the end the following new subsection:
13	"(h) Criteria for Use of Public Interest Find-
14	ING.—In determining whether a public interest finding
15	shall be made under subsection (b)(1), the Secretary
16	shall—
17	"(1) consider the short-term and long-term ef-
18	fects of making such finding on employment within
19	the United States, taking into account information
20	provided by entities that produce the materials or
21	products concerned in the United States; and
22	"(2) determine that preserving or increasing
23	employment within the United States is consistent
24	with the public interest.".

- 1 (d) Amtrak Funds.—Section 24305(f) of title 49,
- 2 United States Code, is amended by adding at the end the
- 3 following new paragraph:
- 4 "(5) In deciding whether a public interest exemption
- 5 shall be issued under paragraph (4)(A)(i), the Secretary
- 6 shall—
- 7 "(A) consider the short-term and long-term ef-
- 8 fects of issuing such exemption on employment with-
- 9 in the United States, taking into account informa-
- tion provided by entities that manufacture the arti-
- 11 cles, material, or supplies concerned in the United
- 12 States; and
- 13 "(B) determine that preserving or increasing
- employment within the United States is consistent
- 15 with the public interest.".
- 16 (e) Federal Railroad Administration High
- 17 Speed Rail Program Funds.—Section 24405(a) of title
- 18 49, United States Code, is amended by adding at the end
- 19 the following new paragraph:
- 20 "(12) In determining whether a public interest waiver
- 21 shall be granted under paragraph (2)(A), the Secretary
- 22 shall—
- 23 "(A) consider the short-term and long-term ef-
- fects of granting such waiver on employment within
- 25 the United States, taking into account information

- provided by entities that produce the steel, iron, or goods concerned in the United States; and
- 3 "(B) determine that preserving or increasing
- 4 employment within the United States is consistent
- 5 with the public interest.".
- 6 (f) Federal Aviation Administration Funds.—
- 7 Section 50101 of title 49, United States Code, is amended
- 8 by adding at the end the following new subsection:
- 9 "(d) Criteria for Use of Public Interest
- 10 Waiver.—In determining whether a public interest waiver
- 11 shall be granted under subsection (b)(1), the Secretary
- 12 shall—
- "(1) consider the short-term and long-term ef-
- feets of granting such waiver on employment within
- the United States, taking into account information
- provided by entities that produce the steel or goods
- 17 concerned in the United States; and
- 18 "(2) determine that preserving or increasing
- 19 employment within the United States is consistent
- with the public interest.".
- 21 (g) Water Pollution Prevention and Control
- 22 Grants for Construction of Treatment Works.—
- 23 Section 215 of the Federal Water Pollution Control Act
- 24 (33 U.S.C. 1295) is amended—

1	(1) by inserting "(a) In General.—" before
2	"Notwithstanding"; and
3	(2) by adding at the end the following new sub-
4	section:
5	"(b) Criteria for Use of Public Interest Ex-
6	CEPTION.—In determining whether a public interest ex-
7	ception shall be applied under subsection (a), the Adminis-
8	trator shall—
9	"(1) consider the short-term and long-term ef-
10	fects of applying such exception on employment
11	within the United States, taking into account infor-
12	mation provided by entities that manufacture the ar-
13	ticles, materials, or supplies concerned in the United
14	States; and
15	"(2) determine that preserving or increasing
16	employment within the United States is consistent
17	with the public interest.".
18	SEC. 5. WAIVER TRANSPARENCY AND STREAMLINING
19	THROUGH THE ESTABLISHMENT OF
20	BUYAMERICAN.GOV WEBSITE.
21	(a) In General.—Not later than 180 days after the
22	date of the enactment of this Act, the Administrator of
23	General Services shall update the website with the address
24	BuyAmerican.gov to include, and make available to the
25	public free of charge—

- 1 (1) information on all waivers of and exceptions
- 2 to Buy American laws that have been requested, are
- 3 under consideration, or have been granted by execu-
- 4 tive agencies and be designed to enable manufactur-
- 5 ers and other interested parties to easily identify
- 6 waivers; and
- 7 (2) publicly available contact information for
- 8 the contracting agencies.
- 9 (b) Collection of Information.—The President,
- 10 in consultation with the heads of relevant agencies, shall
- 11 develop a mechanism to collect information on requests to
- 12 waive Buy American laws and other domestic content re-
- 13 strictions, utilizing existing reporting requirements when-
- 14 ever possible, for purposes of providing early notice to pos-
- 15 sible waivers via the website established under subsection
- 16 (a). The heads of executive agencies shall report to the
- 17 Administrator as quickly as possible waivers requested or
- 18 under consideration and waivers granted due to the non-
- 19 availability of procured items or service providers for pur-
- 20 poses of posting such information on the website estab-
- 21 lished under such subsection.
- 22 (c) Waiver Transparency and Streamlining.—
- 23 Not less than 20 days prior to waiving, under his or her
- 24 statutory authority, any applicable Buy American Law,
- 25 the head of an executive agency shall submit to the Ad-

1	ministrator of General Services a copy of the request and
2	information available to the executive agency concerning
3	the request. Not later than 5 days after receiving this in-
4	formation from the head of an executive agency, the Ad-
5	ministrator of General Services shall make available to the
6	public, by posting on the website established under sub-
7	section (a), a copy of the request and information available
8	to the executive agency concerning the request, and shall
9	allow for informal public comment on the request for at
10	least 15 days prior to making a finding based on the re-
11	quest.
12	(d) Information Available to the Executive
13	AGENCY CONCERNING THE REQUEST.—
14	(1) Requirement.—No requested waiver of an
15	applicable Buy American Law may be granted if, in
16	contravention of subsection (c)—
17	(A) the request was not made available to
18	the public;
19	(B) the information available to the execu-
20	tive agency concerning the request was not
21	made available to the public; or
22	(C) no opportunity for public comment
23	concerning the request was granted.
24	(2) Scope.—Information made available to the
25	public under this section concerning the request

- shall properly and adequately document and justify the statutory basis cited for the requested waiver. Such information shall include—
 - (A) a detailed justification for the use of goods, products, or materials mined, produced, or manufactured outside the United States;
 - (B) for requests citing unreasonable cost as the statutory basis of the waiver, a comparison of the cost of the domestic product to the cost of the foreign product or a comparison of the overall cost of the project with domestic products to the overall cost of the project with foreign-origin products or services, pursuant to the requirements of the applicable Buy American law, except that publicly available cost comparison data may be provided in lieu of proprietary pricing information;
 - (C) for requests citing availability, quantity, or quality as the statutory basis for the waiver, information from a reasonable number of domestic suppliers concerning a product's availability, quantity, or quality, documentation of the procurement official's or assistance recipient's efforts to procure from domestic sources and relevant excerpts from project

- plans, specifications, and permits indicating the required quantity and quality of the relevant products;
 - (D) for requests citing the public interest as the statutory basis for the waiver, a detailed written statement, which shall include all appropriate factors, justifying why the requested waiver is in public interest; and
 - (E) a certification that the procurement official or assistance recipient made a good faith effort to solicit bids for domestic products supported by terms included in requests for proposals, contracts, and communications with the prime contractor.
- (e) Comptroller General Report.—Not later than two years after the date of the enactment of this Act, the Comptroller General of the United States shall submit to Congress a report describing the implementation of this section, including recommendations for any legislation to improve the collection and reporting of information regarding waivers of and exceptions to Buy American laws.
- 22 (f) Definitions.—In this section:
- 23 (1) Buy american law.—The term "Buy 24 American law" means any law, regulation, Execu-25 tive order, regulation, or rule relating to Federal

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1	contracts or grants that requires or provides a pref-
2	erence for the purchase or use of goods, products, or
3	materials mined, produced, or manufactured in the
4	United States, including—
5	(A) chapter 83 of title 41, United States
6	Code (commonly referred to as the "Buy Amer-
7	ican Act");
8	(B) section 5323(j) of title 49, United
9	States Code (commonly referred to as the "Buy
10	America Act'');
11	(C) section 2533a of title 10, United
12	States Code (commonly referred to as the
13	"Berry Amendment");
14	(D) section 2533b of title 10, United
15	States Code; and
16	(E) section 604 of the American Recovery
17	and Reinvestment Act of 2009 (6 U.S.C. 453b).
18	(2) Executive agency.—The term "executive
19	agency" has the meaning given the term in section
20	133 of title 41, United States Code.
21	SEC. 6. LOANS AND LOAN GUARANTEES TO DOMESTIC MAN-
22	UFACTURERS UNDER DEFENSE PRODUCTION
23	ACT.
24	(a) Program Authorized.—The President, acting
25	through the Secretary of Defense, may establish and carry

1	out a program to make or guarantee loans under title III
2	of the Defense Production Act (50 U.S.C. App. 2091 et
3	seq.) to eligible entities in accordance with this section
4	(b) Eligibility Requirements.—The Secretary of
5	Defense shall establish eligibility requirements for pur-
6	poses of the loans or loan guarantees under this section
7	in order to provide assistance to any entity that—
8	(1) is a manufacturer in the United States;
9	(2) is a firm certified as eligible to apply for ad-
10	justment assistance under section 251(c) of the
11	Trade Act of 1974 (19 U.S.C. 2341(e)); and
12	(3) meets one of the following criteria:
13	(A) The entity mines, produces, or manu-
14	factures a nonavailable item.
15	(B) The entity is the last remaining manu-
16	facturer of an item in the United States, as de-
17	termined by the Secretary of Defense, and can
18	prove hardship because of foreign competition.
19	(C) The entity is the last remaining manu-
20	facturer of an item in the United States and
21	that item is considered to be vital for national
22	security purposes by the Department of De-
23	fense or another department or agency of the
24	United States

- 1 (c) Amount of Loan or Loan Guarantee.—The
- 2 amount of any loan made or guaranteed under this section
- 3 may not exceed \$5,000,000 per entity.
- 4 (d) Use of Funds.—Each eligible entity receiving
- 5 a loan or loan guarantee under this section shall use the
- 6 funds of the loan made or guaranteed only for one or more
- 7 of the following purposes:
- 8 (1) Increasing its ability to compete for a Gov-
- 9 ernment contract for a nonavailable item.
- 10 (2) Increasing its ability to produce a nonavail-
- able item.
- 12 (3) Increasing its capacity to produce items
- that are vital to national security.
- 14 (e) Application Requirements.—To receive a
- 15 loan or loan guarantee under this section, an eligible entity
- 16 shall submit an application to the Secretary of Defense
- 17 at such time, in such manner, and containing such infor-
- 18 mation as the Secretary may require. At a minimum, the
- 19 application shall include a statement regarding the num-
- 20 ber of direct full-time domestic jobs expected to be created
- 21 or retained as a result of the loan made or guaranteed,
- 22 but such statement shall not be the sole factor used in
- 23 determining the award of the loan or loan guarantee.
- 24 (f) Annual Evaluation of Loan or Loan Guar-
- 25 ANTEE RECIPIENTS BY DEPARTMENT OF DEFENSE.—

1	The Secretary of Defense each year shall evaluate recipi-
2	ents of loans or loan guarantees under this section to de-
3	termine the proper allocation of loan funds that are loaned
4	or guaranteed.
5	(g) Definition of Nonavailable Item.—In this
6	section, the term "nonavailable item" means any of the
7	following:
8	(1) An article, material, or supply—
9	(A) that has been determined by a Federal
10	agency, pursuant to chapter 83 of title 41,
11	United States Code (popularly referred to as
12	the Buy American Act), to not be mined, pro-
13	duced, or manufactured in the United States in
14	sufficient and reasonably available commercial
15	quantities of a satisfactory quality; or
16	(B) that is listed on the list of nonavailable
17	articles under subpart 25.104 of the Federal
18	Acquisition Regulation.
19	(2) An article or item—
20	(A) that is described in section 2533a(b) of
21	title 10, United States Code, and grown, re-
22	processed, reused, or produced in the United
23	States; and
24	(B) satisfactory quality and sufficient
25	quantity of which cannot be procured as and

1	when needed at United States market prices, as
2	determined by the Secretary of Defense or the
3	Secretary of the military department concerned,
4	pursuant to section 2533a(c) of such title.
5	(3) Compliant specialty metal—
6	(A) as defined in section 2533b(b) of title
7	10, United States Code; and
8	(B) satisfactory quality and sufficient
9	quantity of which, and in the required form,
10	cannot be procured as and when needed, as de-
11	termined by the Secretary of Defense or the
12	Secretary of the military department concerned,
13	pursuant to such section 2533b(b).
14	(4) An item listed in subsection (a) of section
15	2534 of title 10, United States Code, if the Sec-
16	retary determines, under subsection (d)(4) of such
17	section, that satisfactory quality of the item manu-
18	factured by an entity that is part of the national
19	technology and industrial base (as defined in section
20	2500(1) of such title) is not available.
21	SEC. 7. TECHNICAL AND CONFORMING AMENDMENTS.
22	Title 41, United States Code, is amended—
23	(1) in section 8301(1), by inserting "Guam, the
24	Northern Mariana Islands." after "Samoa.": and

- 1 (2) in section 8302(b)(4), by striking "401a"
- and inserting "3003".

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