# H. R. 2032

To direct the President to use authority under the Defense Production Act of 1950 to ensure an adequate supply equipment necessary for limiting the spread of COVID-19, to require the Director of the Defense Logistics Agency to establish a system for States and localities to access covered items during a covered emergency, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

March 18, 2021

Mr. Larson of Connecticut (for himself and Mr. Courtney) introduced the following bill; which was referred to the Committee on Armed Services, and in addition to the Committee on 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 direct the President to use authority under the Defense Production Act of 1950 to ensure an adequate supply equipment necessary for limiting the spread of COVID—19, to require the Director of the Defense Logistics Agency to establish a system for States and localities to access covered items during a covered emergency, 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 "Pandemic Supplies
- 3 Production Act".

## 4 SEC. 2. FINDINGS.

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- 5 Congress finds the following:
- (1) The global shortage of medical and sanitation supplies due to the COVID-19 pandemic has paralyzed health care systems and strained emergency response capabilities of governments around
- 11 (2) The pandemic demonstrated the inter-12 dependent nature and the limitations of global sup-13 ply chains as both our Nation and the world com-14 petes for a finite number of suppliers for critical 15 medical and sanitation resources.
  - (3) Providing a comprehensive understanding of how to procure, manage, deliver, and sustain at scale was necessary during this crisis, and will be critical as the United States replenishes current supplies and plans for future crises.
  - (4) The Federal Emergency Management Agency and the Department of Health and Human Services were challenged to rapidly identify, procure and deploy large quantities of goods and services while simultaneously responding and planning for the re-

- 1 covery of the United States from this global pandemic.
  - (5) The traditional interagency emergency response structure, built to respond to natural disasters typically defined by geographic locales, does not have the capacity to scale quickly to address a crisis of this magnitude.
    - (6) The Department of Defense leveraged acquisition and supply chain expertise are uniquely suited to rapidly scale and establish acquisition strategies, for both procurement of supplies, expansion of industrial capabilities and distribution of such supplies as the COVID–19 response requirements evolved.
    - (7) As the combat logistics support agency for the Nation, the Defense Logistics Agency ("DLA") manages the global supply chain—from raw materials to end user to disposition—for the Army, Marine Corps, Navy, Air Force, Space Force, Coast Guard, 11 combatant commands, other Federal agencies, and partner and allied nations.
    - (8) DLA has supported the COVID-19 response of the Department of Defense by increasing the production and acquisition of critical items

- through existing large-scale contracts across multiple
  supply chains.
  - (9) As a logistics integrator and acquisition and service provider, DLA has the unique capability to manage the supply chain that few other organizations, public or private, can match to assist States, local governments, hospitals, and health care providers around the country with supplies so they are not needlessly competing against one another.
    - (10) The understanding of the reliance of the United States on foreign suppliers, often many tiers down in the supply chain, and the impact of that reliance on producing at scale, has allowed the Secretary of Health and Human Services to better plan for replenishment of the Strategic National Stockpile.
    - (11) DLA should provide direct support for States during the COVID-19 pandemic and future emergencies.
    - (12) DLA can identify private sector capacity and assess additional needs for vaccines, therapeutics, tests, personal protective equipment, and supplies during the COVID-19 pandemic and during future emergencies.

1	(13) Testing capacity and testing materials
2	have not met existing needs, as well as therapeutics
3	SEC. 3. USE OF DEFENSE PRODUCTION ACT AUTHORITY
4	FOR EQUIPMENT NECESSARY FOR LIMITING
5	SPREAD OF COVID-19.
6	(a) In General.—Immediately upon the enactment
7	of this Act, the President shall—
8	(1) determine under section 101(b) of the De-
9	fense Production Act of 1950 (50 U.S.C. 4511(b))
10	that—
11	(A) medical equipment and supplies, test-
12	ing materials, ventilators, and personal protec-
13	tive equipment are scarce and critical material
14	essential to the national defense; and
15	(B) the requirements of the national de-
16	fense for such equipment cannot be met without
17	exercising the authorities provided by the De-
18	fense Production Act of 1950 (50 U.S.C. 4501
19	et seq.);
20	(2) identify private sector capacity to produce
21	such equipment; and
22	(3) exercise the authorities provided by the De-
23	fense Production Act of 1950 to the extent nec-
24	essarv—

(A) to mitigate, where possible, the de-
pendency of the United States on overseas
sources of supply of each such materials during
the global shortage; and
(B) to ensure the immediate adequacy of
productive capacity and supply of ventilators
N-95 masks and other essential personal pro-
tective equipment, therapeutics, and tests and
testing supplies needed to address the COVID-
19 crisis based on an assessment of needs.
(b) Reports.—Beginning on the date of the declara-
tion of a national pandemic or the declaration of a public
health emergency and ending on the date that is 7 days
after the termination of such pandemic or emergency, the
head of the agency coordinating the National response to
the pandemic or emergency, shall submit to Congress
weekly reports on—
(1) the status of the production of equipment
ventilators, medical protective gear, therapeutics
and tests and testing supplies;
(2) available resources; and
(3) the plan for the distribution of equipment
ventilators, medical protective gear, therapeutics

and tests and testing supplies.

- 1 (c) TERMINATION.—This section, and authorities
- 2 carried out pursuant to this section, shall terminate on
- 3 the date on which the national emergency declared under
- 4 the National Emergencies Act (50 U.S.C. 1601 et seq.),
- 5 relating to the COVID-19 outbreak, terminates.
- 6 SEC. 4. DEFENSE LOGISTICS AGENCY SYSTEM TO ACCESS
- 7 COVERED ITEMS DURING A COVERED EMER-
- 8 GENCY.
- 9 (a) Establishment.—Not later than 90 days after
- 10 the date of the enactment of this Act, the Director of the
- 11 Defense Logistics Agency shall—
- 12 (1) establish and maintain a online system, or
- expand access to an existing system, through which
- 14 States and local governments affected by a covered
- emergency may submit requests for covered items;
- 16 and
- 17 (2) establish procedures for fulfilling such re-
- 18 quests.
- 19 (b) Funding.—The Secretary of Homeland Security,
- 20 acting through the Director of the Federal Emergency
- 21 Management Agency, shall transfer such amounts as de-
- 22 termined by the Secretary of Defense, acting through the
- 23 Director of the Defense Logistics Agency, to be derived
- 24 from the unobligated balances of amounts appropriated or
- 25 otherwise made available to the Disaster Relief Fund, to

reimburse costs that the Secretary of Defense certifies to the Secretary of Homeland Security were incurred to carry out this section. 3 4 (c) Definitions.—In this section: (1) The term "covered emergency" means— 6 (A) a major disaster declared by the Presi-7 dent under section 401 of the Robert T. Staf-8 ford Disaster Relief and Emergency Assistance 9 Act; or 10 (B) an emergency or disaster declared by 11 a Governor of a State or the head of a unit of 12 local government. (2) The term "covered item" means a good or 13 14 service determined by the Director of the Defense 15 Logistics Agency to be essential to respond to a cov-16 ered emergency. 17 (3) The term "unit of local government" means 18 a county, municipality, town, township, village, par-19 ish, borough, Tribe, or other unit of general govern-20 ment. 21 SEC. 5. REPORTS. 22 (a) Mass Production of COVID-19 Vaccine.— 23 Not later than 60 days after the date of the enactment of this Act, the Director of the Defense Logistics Agency

shall submit to Congress a report describing the needs of

the domestic manufacturing base for the mass production of a COVID-19 vaccine, including the raw materials need-3 ed and an identification of specific entities that could sup-4 port such mass production. 5 (b) Quarterly Reports.— 6 (1) IN GENERAL.—Each quarter, the Director 7 of the Defense Logistics Agency shall submit to 8 Congress— 9 (A) an assessment of the identified needs, 10 personnel requirements, funding requirements, 11 and timelines and milestones of operations for 12 the response and recovery efforts of Defense 13 Logistics Agency and the COVID-19 Joint Acquisition Task Force during the COVID-19 14 15 pandemic; and 16 (B) a description of any challenges faced 17 in carrying out such efforts and recommenda-18 tions to resolve such challenges. 19 TERMINATION.—The requirement under 20 paragraph (1) shall terminate at the end of the first 21 quarter that begins after the national emergency de-22 clared under the National Emergencies Act (50

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U.S.C. 1601 et seq.), relating to the COVID-19 out-

break, terminates.

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