

#### 116TH CONGRESS 2D SESSION

# H. R. 6764

To amend title 10, United States Code, to improve congressional oversight and public transparency of military construction contract awards, and for other purposes.

### IN THE HOUSE OF REPRESENTATIVES

May 8, 2020

Mr. Kim (for himself, Mr. Cook, Mr. Garamendi, and Mr. Norcross) introduced the following bill; which was referred to the Committee on Armed Services, and in addition to the Committee on Small Business, 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 title 10, United States Code, to improve congressional oversight and public transparency of military construction contract awards, 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 "Put Our Neighbors
- 5 to Work Act of 2020".

1	SEC. 2. SUPERVISION OF MILITARY CO	NSTRUCTION
2	PROJECTS.	
3	Section 2851 of title 10, United Sta	tes Code, is
4	amended—	
5	(1) in subsection $(c)(1)$ —	
6	(A) by inserting "or approp	riated" after
7	"funds authorized" each place su	ich term ap-
8	pears; and	
9	(B) in subparagraph (E), by	inserting ",
10	Facilities Sustainment, Restoration	n, and Mod-
11	ernization (FSRM) project," aft	er "military
12	construction project"; and	
13	(2) in subsection $(c)(2)$ —	
14	(A) by inserting ", deadline fo	r bid submis-
15	sions," after "solicitation date";	
16	(B) by inserting "(including the	ne address of
17	such recipient)" after "contract re	cipient"; and
18	(C) by adding at the end the f	following new
19	subparagraphs:	
20	"(H) Any subcontracting plan re-	quired under
21	paragraph (4) or (5) of section 8(d)	of the Small
22	Business Act (15 U.S.C. 637(d)) for the	e project sub-
23	mitted by the contract recipient to the	Secretary of
24	Defense	

1	"(I) A detailed written statement describing	
2	and justifying any exception applied or waiver grant-	
3	ed under—	
4	"(i) chapter 83 of title 41;	
5	"(ii) section 2533a of this title; or	
6	"(iii) section 2533b of this title."; and	
7	(3) by adding at the end the following new	
8	paragraph:	
9	"(4) The information required to be published on th	
10	Internet website under subsection (c) shall constitute	
11	record for the purposes of Chapter 21, 29, 31, and 33	
12	of title 44.".	
13	SEC. 3. REQUIREMENTS RELATING TO THE AWARD OF COV-	
14	ERED MILITARY CONSTRUCTION CON-	
15	TRACTS.	
16	(a) Requirements for Covered Military Con-	
17	STRUCTION CONTRACTS.—	
18	(1) In General.—Subchapter III of chapter	
19	169 of title 10, United States Code, is amended by	
20	inserting after section 2851 the following new sec-	
21	tion:	

1	" $\S$ 2851a. Requirements relating to the award of cov-
2	ered military construction contracts
3	"(a) Publication of Certain Information Re-
4	LATING TO COVERED MILITARY CONSTRUCTION CON-
5	TRACTS.—
6	"(1) Contractor requirements.—A con-
7	tractor that has been awarded a covered military
8	construction contract shall—
9	"(A) make publicly available on a website
10	of the General Services Administration or the
11	Small Business Administration, as applicable,
12	any solicitation under that covered military con-
13	struction contract for a subcontract of an esti-
14	mated value of \$250,000 or more; and
15	"(B) submit written notification of the
16	award of the covered military construction con-
17	tract, and of any subcontract awarded under
18	the covered military construction contract, to
19	the relevant agency of a covered State that en-
20	forces workers' compensation or minimum wage
21	laws in such covered State.
22	"(2) Notice.—Upon award of a covered mili-
23	tary construction contract with an estimated value
24	greater than or equal to \$2,000,000, the Secretary
25	concerned shall notify any applicable Member of
26	Congress representing the covered State in which

that covered military construction contract is to be performed of such award in a timely manner.

"(3) FEDERAL PROCUREMENT DATA SYSTEM.—
The Secretary of Defense shall ensure that there is a clear and unique indication of any covered military construction contract with subcontracting work of an estimated value of \$250,000 or more in the Federal Procurement Data System established pursuant to section 1122(a)(4) of title 41 (or any successor system).

### "(b) Local Hire Requirements.—

"(1) IN GENERAL.—To the extent practicable, in awarding a covered military construction contract, the Secretary concerned shall give preference to those firms and individuals who certify that at least 51 percent of the total number of employees hired to perform the contract (including any employees hired by a subcontractor at any tier) shall reside in the same State as, or within a 60-mile radius of, the location of the work to be performed pursuant to the contract.

"(2) JUSTIFICATION REQUIRED.—The Secretary concerned shall prepare a written justification, and make such justification available on the Internet site required under section 2851 of this

- title, for the award of any covered military construc-
- 2 tion contract to a firm or individual that is not de-
- 3 scribed under paragraph (1).
- 4 "(e) Licensing.—A contractor and any subcontrac-
- 5 tors performing a covered military construction contract
- 6 shall be licensed to perform the work under such contract
- 7 in the State in which the work will be performed.
- 8 "(d) Monthly Report.—Not later than 10 days
- 9 after the end of each month, the Secretary of Defense
- 10 shall submit to the congressional defense committees a re-
- 11 port identifying for that month the following:
- 12 "(1) Each covered military construction con-
- tract and each subcontract of a covered military con-
- struction contract described in subsection (a)(1)(A)
- awarded during that month.
- 16 "(2) The location of the work to be performed
- pursuant to each covered military construction con-
- 18 tract and subcontract identified pursuant to para-
- 19 graph (1).
- 20 "(3) The prime contractor and any subcon-
- 21 tractor performing each covered military construc-
- 22 tion contract and subcontract identified pursuant to
- paragraph (1).

"(4) The estimated value of each covered mili-1 2 tary construction contract and subcontract identified 3 pursuant to paragraph (1). "(e) Exclusion of Classified Projects.—This 4 5 section does not apply to a classified covered military con-6 struction project. 7 "(f) Definitions.—In this section: "(1) COVERED MILITARY CONSTRUCTION CON-8 9 TRACT.—The term 'covered military construction 10 contract' means a contract for work on a military 11 construction project, military family housing project, 12 or Facilities Sustainment, Restoration, and Mod-13 ernization (FSRM) project carried out in a covered 14 State. 15 COVERED STATE.—The term 'covered 16 State' means any of the several States, the District 17 of Columbia, the Commonwealth of Puerto Rico, 18 Guam, American Samoa, the United States Virgin 19 Islands, or the Commonwealth of the Northern Mar-20 iana Islands. "(3) Member of congress.—The term 'Mem-21 22 ber of Congress' has the meaning given in section 23 2106 of title 5.". 24 (2) CLERICAL AMENDMENT.—The table of sec-

tions at the beginning of subchapter III of chapter

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- 1 169 of title 10, United States Code, is amended by
- 2 inserting after the item relating to section 2851 the
- following new item:

"2851a. Requirements relating to the award of covered military construction contracts.".

- 4 (b) APPLICABILITY.—Section 2851a of title 10,
- 5 United States Code, as added by subsection (a), shall
- 6 apply with respect to a covered military construction con-
- 7 tract, as defined in such section, entered into on or after
- 8 the date of the enactment of this Act.
- 9 SEC. 4. SMALL BUSINESS CREDIT FOR LOCAL BUSINESSES.
- Section 15 of the Small Business Act (15 U.S.C. 644)
- 11 is amended by adding at the end the following new sub-
- 12 section—
- 13 "(y) Small Business Credit for Local Busi-
- 14 NESSES.—
- 15 "(1) Credit for meeting subcontracting
- 16 GOALS.—If a prime contractor awards a subcontract
- 17 (at any tier) to a small business concern that has its
- principal office located in the same State as, or with-
- in a 60-mile radius of, the location of the work to
- be performed pursuant to the contract of the prime
- 21 contractor, the value of the subcontract shall be dou-
- bled for purposes of determining compliance with the
- 23 goals for procurement contracts under subsection
- (g)(1)(A) during such period.

"(2) Report.—Along with the report required 1 2 under subsection (h)(1), the head of each Federal 3 agency shall submit to the Administrator, and make publicly available on the scorecard described in sec-4 tion 868(b) of the National Defense Authorization 5 Act for Fiscal Year 2016 (Public Law 114–92; 129 6 Stat. 933; 15 U.S.C. 644 note), an analysis of the 7 8 number and dollar amount of subcontracts awarded 9 pursuant to paragraph (1) for each fiscal year of the period described in such paragraph.". 10

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