(Original Signature of Member)

117TH CONGRESS 1ST SESSION H.R.5492

To establish an Office of Manufacturing Security and Resilience in the Department of Commerce, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

Mr. KINZINGER (for himself, Mr. MALINOWSKI, and Ms. BLUNT ROCHESTER) introduced the following bill; which was referred to the Committee on

## A BILL

- To establish an Office of Manufacturing Security and Resilience in the Department of Commerce, 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 "Manufacturing Econ-
- 5 omy and National Security Act" or the "MEANS Act".

## 6 SEC. 2. FINDINGS.

7 Congress finds the following:

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1	(1) Resilient supply chains are paramount to
2	our national security and economic security.
3	(2) A coordinated and whole-of-Government ap-
4	proach to safeguarding supply chains will benefit all
5	Americans and ensure disruptions are avoided or
6	mitigated.
7	(3) Establishing an Office of Manufacturing Se-
8	curity and Resilience in the Department of Com-
9	merce will serve as the cornerstone of the Federal
10	Government's supply chain mission.
11	SEC. 3. UNITED STATES STRATEGY TO COUNTER THREATS
11 12	SEC. 3. UNITED STATES STRATEGY TO COUNTER THREATS TO SUPPLY CHAINS FOR CRITICAL GOODS.
12	TO SUPPLY CHAINS FOR CRITICAL GOODS.
12 13 14	<b>TO SUPPLY CHAINS FOR CRITICAL GOODS.</b> (a) IN GENERAL.—In accordance with Executive
12 13	TO SUPPLY CHAINS FOR CRITICAL GOODS. (a) IN GENERAL.—In accordance with Executive Order 14017 (86 Fed. Reg. 11849; relating to America's
12 13 14 15	TO SUPPLY CHAINS FOR CRITICAL GOODS. (a) IN GENERAL.—In accordance with Executive Order 14017 (86 Fed. Reg. 11849; relating to America's supply chains), the Under Secretary shall, not later than
12 13 14 15 16	TO SUPPLY CHAINS FOR CRITICAL GOODS. (a) IN GENERAL.—In accordance with Executive Order 14017 (86 Fed. Reg. 11849; relating to America's supply chains), the Under Secretary shall, not later than 180 days after enactment of this Act, develop and imple-
<ol> <li>12</li> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> </ol>	TO SUPPLY CHAINS FOR CRITICAL GOODS. (a) IN GENERAL.—In accordance with Executive Order 14017 (86 Fed. Reg. 11849; relating to America's supply chains), the Under Secretary shall, not later than 180 days after enactment of this Act, develop and imple- ment a strategy taking a whole-of-Government approach

21 section (a) shall include the following elements:

(1) A plan to execute a unified national effort
to reduce reliance on concentrated supply chains for
critical goods and protect against threats from coun-

tries of concern relating to supply chains for critical
 goods.

3 (2) A plan provide sufficient access to critical
4 goods by ensuring that supply chains are not vulner5 able to disruption, strain, compromise, or elimi6 nation, including by being concentrated in a country
7 of concern.

8 (3) A plan collaborate with other relevant Fed-9 eral Government agencies to assist allies or key 10 international partners to build capacity for manufac-11 turing critical goods.

(4) A plan to incentivize, through loans and
loan guarantees, and equity investment, and identify
tax incentives, trade preferences, or other means, as
appropriate—

16 (A) for domestic manufacturers that man17 ufacture critical goods to—

(i) relocate manufacturing facilities,
industrial equipment, or operations related
to the production of critical goods from
countries of concern to the United States
or to other allies or key international partners; and

24 (ii) to support manufacturing facili-25 ties, industrial equipment, or operations to

1	increase the production of critical goods
2	and meet demand for such articles; and
3	(B) for domestic manufacturers that do
4	not manufacture critical goods to make nec-
5	essary or appropriate modifications to existing
6	manufacturing facilities, industrial equipment,
7	manufacturing technology, or operations in
8	order to manufacture 1 or more critical good.
9	(5) A plan describing the manner and processes
10	through which the Under Secretary will implement
11	the program under section 4, including through con-
12	sultation with, or requests for information from, the
13	heads of any relevant Federal agencies, including
14	those with jurisdiction over supply chains, for the
15	purposes of ensuring—
16	(A) the awards serve the greatest needs for
17	the most diverse array of critical industries; and
18	(B) the awards, on the whole, serve the
19	greatest national security and economic security
20	needs.
21	(6) A plan to protect against supply chain
22	shocks from countries of concern relating to supply
23	chains.
24	(7) A plan to strengthen and increase trade and
25	other forms of engagement between the United

1	States and allies or key international partners in
2	order to mitigate—
3	(A) supply chain vulnerabilities; and
4	(B) the effects of supply chain shocks.
5	(8) Identify, in coordination with other relevant
6	Federal agencies, actions relating to supply chains
7	with which the United States might—
8	(A) raise living standards;
9	(B) increase employment opportunities;
10	and
11	(C) address the underlying causes of irreg-
12	ular migration.
13	(9) Recommendations to effect uate the strategy
14	under this section.
15	(c) SUBMISSION OF STRATEGY.—
16	(1) IN GENERAL.—Not later than 270 days
17	after the date of the enactment of this Act, the
18	President shall submit to the Committee on Energy
19	and Commerce of the House of Representatives and
20	the Committee on Commerce, Science, and Trans-
21	portation of the Senate, and publish on the website
22	of the Office of the Under Secretary, a report con-
23	taining the strategy developed under this section.
24	(2) UPDATE.—Not less than once every 4 years
25	after the date on which the strategy is submitted

under paragraph (1), the Under Secretary shall sub mit to Congress an update to such strategy.
 (3) FORM.—The report submitted under para graph (1), and any update submitted under para graph (2), shall be submitted in unclassified form
 and may include a classified annex.
 SEC. 4. CRITICAL SUPPLY CHAIN RESILIENCE PROGRAM.

8 (a) ESTABLISHMENT.—There is established in the 9 Office of the Secretary of Commerce an Office of Manu-10 facturing Security and Resilience to carry out the Manu-11 facturing Security and Resilience Program described in 12 subsection (d).

13 (b) MISSION.—The mission of the Office shall be the14 following:

(1) Help to promote the leadership of the
United States with respect to critical industries and
supply chains that—

18 (A) strengthen the national security of the19 United States; and

20 (B) have a significant effect on the eco-21 nomic security of the United States.

(2) Support the availability of critical goods by
supporting domestic manufacturers, domestic enterprises, and manufacturing operations in countries

that are allies or key international partners of the
 United States.

3 (3) Assist the Federal Government in preparing
4 for, and responding to, covered emergencies and
5 supply chain shocks, including by improving the
6 flexible manufacturing capacities and capabilities in
7 the United States in the case of a supply chain
8 shock.

9 (4) Reduce the reliance of domestic entities and
10 domestic manufacturers on critical goods with con11 centrated supply chains from countries of concern.

12 (5) Encourage partnerships and collaboration
13 with the Federal Government and the private sector,
14 labor organizations, the governments of countries
15 that are allies or key international partners of the
16 United States, State governments and other political
17 subdivisions of a State, and Tribal governments in
18 order to—

- 19 (A) promote the resilience of supply20 chains; and
- 21 (B) respond to supply chain shocks to—
  22 (i) critical industries; and

23 (ii) supply chains.

24 (6) In order to safeguard against supply chain25 disruptions, encourage the relocation of facilities

1	that manufacture critical goods from countries of
2	concern to allies or key international partners.
3	(7) Support the development, maintenance, im-
4	provement, competitiveness, restoration, and expan-
5	sion of the productive capacities, efficiency, and
6	workforce of critical industries and domestic manu-
7	facturers of critical goods, industrial equipment, and
8	manufacturing technology.
9	(8) Prepare for and take appropriate steps to
10	minimize the effects of supply chain shocks on crit-
11	ical industries and supply chains.
12	(9) Support the creation of jobs with competi-
13	tive wages in the manufacturing sector.
14	(10) Encourage manufacturing growth and op-
15	portunities in economically distressed areas and
16	communities of color.
17	(11) Promoting the health of the economy of
18	the United States and the competitiveness of manu-
19	facturing in the United States.
20	(12) Coordinate executive branch actions nec-
21	essary to carry out the functions described in para-
22	graphs (1) through (11).
23	(c) UNDER SECRETARY OF THE OFFICE.—
24	(1) Appointment and term.—The head of
25	the Office shall be the Under Secretary of the Office

of Supply Chain Resiliency and Crisis Response, ap pointed by the President, by and with the advice and
 consent of the Senate, for a term of not more than
 5 years.

5 (2) PAY.—The Under Secretary shall be com6 pensated at the rate in effect for level II of the Ex7 ecutive Schedule under section 5313 of title 5,
8 United States Code.

9 (3) ADMINISTRATIVE AUTHORITIES.—The
10 Under Secretary may appoint officers and employees
11 in accordance with chapter 51 and subchapter III of
12 chapter 53 of title 5, United States Code.

13 (d) MANUFACTURING SECURITY AND RESILIENCE14 PROGRAM.—

(1) IN GENERAL.—The Under Secretary shall
support the resilience, diversity, security, and
strength of supply chains by providing loans and
loan guarantees for eligible activities described under
subsection (e) to eligible entities described under
subsection (f).

(2) APPLICATION.—To be eligible for a loan or
loan guarantee under this section, an eligible entity
described in subsection (e) shall submit to the Under
Secretary an application at such time, in such form,

1	and containing such information as the Under Sec-
2	retary may require, including—
3	(A) a description of the proposed activity
4	to be carried out with such a loan or loan guar-
5	antee;
6	(B) a description of the supply chain sup-
7	ported by the proposed activity; and
8	(C) an estimate of the total costs for such
9	activity.
10	(e) ELIGIBLE ACTIVITIES.—The following activities
11	may be carried out with amounts made available under
12	this section:
13	(1) The development, diversification, preserva-
14	tion, improvement, support, restoration, or expan-
15	sion of supply chains and the domestic or proximal
16	manufacturing of critical goods, industrial equip-
17	ment, and manufacturing technology, including ac-
18	tivities that support any of the following:
19	(A) The domestic manufacturing of a crit-
20	ical good or industrial equipment.
21	(B) The commercialization, adoption, de-
22	ployment, or use of manufacturing technology
23	by domestic manufacturers.
24	(C) The design, engineering, construction,
25	expansion, improvement, repair, or maintenance

1	of critical infrastructure or a manufacturing fa-
2	cility in the United States.
3	(D) The purchase, lease, enhancement, or
4	retooling of industrial equipment for use in the
5	United States.
6	(E) The purchase, lease, or acquisition of
7	critical goods, industrial equipment, or manu-
8	facturing technology from reliable sources.
9	(F) The relocation of manufacturing facili-
10	ties, or operations related to the production of
11	critical goods out of a country of concern and
12	into the United States or to an ally or key
13	international partner of the United States, with
14	a priority for those eligible countries listed in
15	subsection $(w)(1)(B)$ .
16	(G) The modification of manufacturing fa-
17	cilities, industrial equipment, or operations re-
18	lated to the manufacture of critical goods to—
19	(i) create new capabilities for an eligi-
20	ble entity to manufacture critical goods;
21	(ii) expand existing operations to in-
22	crease the manufacture of critical goods; or
23	(iii) accommodate any manufacturing
24	operations related to critical goods that are

1	being relocated to the United States or to
2	an ally or key international partner.
3	(H) The development of tools or processes
4	that relate to procuring, transporting, or stor-
5	ing critical goods.
6	(2) The manufacture or acquisition of a sub-
7	stitute for a critical good, industrial equipment, or
8	manufacturing technology.
9	(3) The establishment, improvement, develop-
10	ment, expansion, or preservation of surge capacity or
11	stockpiling of a critical good or industrial equip-
12	ment, as appropriate and necessary.
13	(4) The establishment, improvement, or preser-
14	vation of diverse, secure, reliable, and strong sources
15	and locations of a critical good in the United States.
16	(f) ELIGIBLE ENTITIES.—The following entities are
17	eligible to receive loans and loan guarantees under this
18	section:
19	(1) A domestic manufacturer.
20	(2) A domestic enterprise.
21	(3) A State, county, city, or other political sub-
22	division of a State.
23	(4) A Tribal government.

1	(5) A manufacturing extension center estab-
2	lished as part of the Hollings Manufacturing Exten-
3	sion Partnership.
4	(6) A manufacturing USA institute as de-
5	scribed in section 34(d) of the National Institute of
6	Standards and Technology Act (15 U.S.C. 278s(d)).
7	(7) An institution of higher education acting as
8	part of a consortium, partnership, or joint venture
9	with another eligible entity described in paragraphs
10	(1) through $(6)$ .
11	(8) A public or private nonprofit organization
12	or association acting as part of a consortium, part-
13	nership, or joint venture with another eligible entity
14	described in paragraphs (1) through (6).
15	(9) A consortium, partnership, or joint venture
16	of two or more eligible entities described under para-
17	graphs (1) through (8).
18	(g) REQUIREMENTS.—The Under Secretary may only
19	make a loan or loan guarantee available to an eligible enti-
20	ty if the Under Secretary makes a determination of the
21	following:
22	(1) The loan or loan guarantee is for an activity
23	described under subsection (e).

1	(2) Without a loan or loan guarantee the eligi-
2	ble entity would not be able to fund or finance the
3	activity under reasonable terms and conditions.
4	(3) A loan or loan guarantee is a cost effective,
5	expedient, and practical financial assistance for the
6	activity.
7	(4) There is a reasonable assurance that—
8	(A) the eligible entity will implement the
9	activity in accordance with the application sub-
10	mitted pursuant to paragraph $(2)$ of subsection
11	(d); and
12	(B) the activity will support—
13	(i) the resilience, diversity, security, or
14	strength of a supply chain; and
15	(ii) the national security or economic
16	security of the United States.
17	(5) The eligible entity agrees to provide the in-
18	formation required under paragraph (3) of sub-
19	section (n).
20	(h) CRITERIA.—The Under Secretary shall establish
21	criteria for the awarding of loan or loan guarantee that
22	meet the requirements under subsection (g), including the
23	following:

1	(1) The extent to which the activity supports
2	the resilience, diversity, security, and strength of
3	supply chains.
4	(2) The extent to which the activity is funded
5	by non-Federal sources.
6	(3) The extent to which the loan or loan guar-
7	antee will assist small and medium-sized domestic
8	manufacturers.
9	(4) The amount of appropriations that are re-
10	quired to fund or finance the loan or loan guarantee
11	made available under this section.
12	(i) Loans and Loan Guarantees.—
13	(1) MAXIMUM AMOUNT.—The amount of a loan
14	under this section shall not exceed 80 percent of the
15	reasonably anticipated costs of an activity.
16	(2) WAIVER.—Upon providing written justifica-
17	tion for a determination made pursuant to subpara-
18	graph (B), which may be submitted in a classified
19	annex to the Committee on Energy and Commerce
20	of the House of Representatives and the Committee
21	on Commerce, Science, and Transportation of the
22	Senate, the Under Secretary may waive the require-
23	ment under paragraph (2)—

(A) during a period of national emergency
 declared by an Act of Congress or the Presi dent; or

4 (B) upon making a determination that a
5 loan or loan guarantee is necessary to avert the
6 disruption, strain, compromise, or elimination
7 of a supply chain that would severely affect the
8 economic security of the United States.

9 (3) MAXIMUM FEDERAL INVOLVEMENT.—The 10 proceeds of a loan under this section may be used 11 to pay any non-Federal share of activity costs re-12 quired if the loan is repayable from non-Federal 13 funds.

(4) LOAN GUARANTEE TERMS.—The terms of a
loan guarantee provided under this subsection shall
be consistent with the terms established in this subsection for a loan.

18 (j) MANUFACTURING INVESTMENT COMPANIES.—

19 (1) IN GENERAL.—The Under Secretary may
20 provide a loan or loan guarantee to a manufacturing
21 investment company.

(2) EQUITY CAPITAL.—A manufacturing investment company shall use the proceeds of a loan or
loan guarantee provided under paragraph (1) to provide a source of equity capital for eligible entities de-

scribed under subsection (f) to carry out eligible ac tivities.

- 3 (3) APPLICATION.—To be eligible to receive a
  4 loan or loan guarantee under this section, a manu5 facturing investment company shall submit to the
  6 Under Secretary an application, in a form and in7 cluding such documentation as may be prescribed by
  8 the Under Secretary, which shall include:
  9 (A) A plan describing how the manufac-
- (A) A plan describing how the manufacturing investment company intends to provide
  equity capital to eligible entities described
  under subsection (f) to support the resilience,
  diversity, security, and strength of supply
  chains.
- (B) Information regarding the relevant
  qualifications and general reputation of the
  management of the manufacturing investment
  company.

19 (C) A description of how the manufac20 turing investment company intends to address
21 the unmet capital needs of eligible entities de22 scribed under subsection (f).

(D) A description of whether and to what
extent the manufacturing investment company
meets the criteria under paragraph (4) and the

1	objectives of the program established under this
2	Act.
3	(4) CRITERIA.—The Secretary shall establish
4	criteria for the awarding of a loan or loan guarantee
5	to a manufacturing investment company, including
6	the following:
7	(A) The extent to which the equity capital
8	to be provided pursuant to paragraph (2) sup-
9	ports the resilience, diversity, security, and
10	strength of supply chains.
11	(B) The extent to which the plan described
12	under subparagraph (A) of paragraph (3) will
13	be funded or financed by non-Federal sources.
14	(C) The extent to which the manufacturing
15	investment company will assist small and me-
16	dium-sized domestic manufacturers.
17	(D) The amount of appropriations that are
18	required to fund or finance the loan or loan
19	guarantee made available under this subsection.
20	(5) REQUIREMENTS.—As a condition for pro-
21	viding a loan or loan guarantee under paragraph
22	(1), the Under Secretary shall require that a manu-
23	facturing investment company certifies that—
24	(A) the equity capital is for an activity de-
25	scribed under subsection (e);

1	(B) an eligible entity meets the require-
2	ments under subsection (g);
3	(C) without equity capital, the eligible enti-
4	ty would not be able to fund or finance the ac-
5	tivity under reasonable terms and conditions;
6	(D) equity capital is a cost effective, expe-
7	dient, and practical financial assistance for the
8	activity;
9	(E) there is a reasonable assurance that—
10	(i) the eligible entity will implement
11	the activity; and
12	(ii) the activity will support—
13	(I) the resilience, diversity, secu-
14	rity, or strength of a supply chain;
15	and
16	(II) the national security or eco-
17	nomic security of the United States;
18	and
19	(F) it will provide the information required
20	under paragraph (6).
21	(6) PERFORMANCE MEASURES.—For loans and
22	loan guarantees awarded under this subsection, the
23	Under Secretary shall—

1	(A) develop metrics to assess the extent to
2	which the manufacturing investment company
3	meets the criteria under paragraph (4);
4	(B) evaluate the extent to which each man-
5	ufacturing investment company awarded a loan
6	or loan guarantee is meeting the criteria under
7	paragraph (4); and
8	(C) require that any loan information the
9	Under Secretary determines to be necessary for
10	the evaluation described under subparagraph
11	(B) be provided by manufacturing investment
12	companies.
13	(k) Credit Worthiness.—
14	(1) IN GENERAL.—For a loan or loan guar-
15	antee issued under subsections (d) and (j), the man-
16	ufacturing investment company or eligible activity
17	and eligible entity receiving such loan or loan guar-
18	antee shall be creditworthy, which shall be deter-
19	mined by the Under Secretary.
20	(2) Considerations.—In determining the
21	creditworthiness of a manufacturing investment
22	company or an eligible activity and eligible entity,
23	
20	the Under Secretary shall take into consideration

1	(A) The terms, conditions, financial struc-
2	ture, and security features of the proposed fi-
3	nancing.
4	(B) The revenue sources that will secure or
5	fund any note, bond, debenture, or other debt
6	obligation issued in connection with the Federal
7	financing.
8	(C) The financial assumptions upon which
9	the loan or loan guarantee is based.
10	(D) The ability of—
11	(i) the manufacturing investment
12	company to provide a source of equity cap-
13	ital for eligible entities; or
14	(ii) the eligible entity to successfully
15	achieve the goal of the activity.
16	(E) The financial soundness and credit his-
17	tory of the manufacturing investment company
18	or eligible entity.
19	(1) CONDITIONS.—The Under Secretary is authorized
20	to prescribe—
21	(1) either specifically or by maximum limits or
22	otherwise, rates of interest, guarantee and commit-
23	ment fees, and other charges which may be made in
24	connection with a loan or loan guarantee made
25	under this section;

(2) regulations governing the forms and proce dures (which shall be uniform to the extent prac ticable) to be used in connection with such loans and
 loan guarantees; and

5 (3) language in any contract or agreement gov-6 erning financial assistance that the eligible entity 7 agrees to coordinate with the Under Secretary to, 8 without yielding operational control, assist the 9 United States in preparing for and responding to a 10 covered emergency, including through the manufac-11 ture of critical goods, as necessary.

12 (m) Selection of Recipient.—

(1) DIVERSITY IN RECIPIENTS.—To the extent
practicable, the Under Secretary shall ensure that
loans and loan guarantees are awarded in a manner
that will serve the greatest needs for the most diverse array of critical industries.

(2) PRIORITY.—In awarding loans and loan
guarantees under this subsection, the Under Secretary shall prioritize proposed activities that—

(A) will operate within the United States
and employ citizens of the United States; and
(B) will result in the production of critical
goods that relate to the strategic needs of the
Federal Government in preparing for and re-

sponding to covered emergencies and supply
 chain shocks.

3 (n) PERFORMANCE MEASURES.—For loans and loan
4 guarantees awarded under this section, the Under Sec5 retary shall—

6 (1) develop metrics to assess the extent to
7 which the activities meet the criteria under sub8 section (h);

9 (2) evaluate the extent to which each eligible
10 entity awarded a loan or loan guarantee is meeting
11 the criteria under subsection (h); and

(3) require that any information the Under Secretary determines to be necessary for the evaluation
described under paragraph (2) be provided by eligible entities receiving a loan or loan guarantee.

16 (o) REVOCATION.—The Under Secretary may revoke
17 a loan or loan guarantee if the eligible entity fails to meet
18 any requirement under this section.

(p) CONSTRUCTION PROJECTS.—Section 602 of the
Public Works and Economic Development Act of 1965 (42
U.S.C. 3212) shall apply to a construction project that
receives financial assistance from the Secretary under this
section.

24 (q) Critical Supply Chain Resilience Fund.—

1	(1) ESTABLISHMENT.—There is established in
2	the Treasury of the United States a fund to be
3	known as the "Supply Chains for Critical Manufac-
4	turing Industries Fund" (referred to in this section
5	as the "Fund") which shall solely be used by the
6	Under Secretary to carry out this section.
7	(2) REVOLVING LOAN FUND.—The proceeds of
8	any conditions prescribed under subsection $(l)(1)$
9	shall be deposited into the Fund.
10	(r) Program Evaluation.—Not later than 4 years
11	after the date of enactment of this Act, and every 4 years
12	thereafter, the Inspector General of the Department of
13	Commerce shall conduct an audit of the Office of Supply
14	Chain Resiliency and Crisis Response to—
15	(1) evaluate the performance of the activities
16	supported by a loan or loan guarantee under this
17	section;
18	(2) evaluate the extent to which the require-
19	ments and criteria under this section are met; and
20	(3) provide recommendations on any proposed
21	changes to improve the effectiveness of the Office on
22	meeting the mission under subsection (b).
23	(s) REGULATIONS.—The Under Secretary may pro-
24	mulgate such regulations as the Under Secretary deter-
25	mines to be appropriate to carry out this section.

	25
1	(t) Authorization of Appropriations.—There is
2	authorized to be appropriated—
3	(1) to the Fund \$35,000,000,000 for fiscal
4	years 2022 through 2027, to remain available until
5	expended, of which not more than—
6	(A) \$31,000,000,000 may be used for
7	loans and loan guarantees to eligible entities;
8	(B) \$4,000,000,000 may be used for loans
9	and loan guarantees to manufacturing invest-
10	ment companies and eligible entities; and
11	(C) not more than 2 percent per fiscal year
12	may be used for administrative costs; and
13	(2) to the Inspector General of the Department
14	of Commerce \$5,000,000 for fiscal years 2022
15	through 2027, to remain available until expended, to
16	carry out subsection (r).
17	(u) Consistency With International Agree-
18	MENTS.—This Act shall be applied in a manner consistent

20 ments.

21 (v) LIMITATION.—None of the funds made available to carry out this Act may be used to support manufac-22 turing in a country of concern. 23

19 with United States obligations under international agree-

(w) DEFINITIONS.—In this section: 24

25 (1) ALLY OR KEY INTERNATIONAL PARTNER.—

1	(A) IN GENERAL.—The term "ally or key
2	international partner" means a country des-
3	ignated by the Under Secretary, after consulta-
4	tion with other relevant Federal agencies,
5	and—
6	(i) is—
7	(I) a member state of North At-
8	lantic Treaty Organization (NATO);
9	(II) a country designated as
10	major non-NATO ally pursuant to
11	section 517(a) of the Foreign Assist-
12	ance Act of 1961 (22 U.S.C.
13	2321k(a)); or
14	(III) a country that is located in
15	the Western Hemisphere and included
16	on the list of countries described in
17	subparagraph (B); and
18	(ii) is not a country of concern.
19	(B) LIST OF COUNTRIES DESCRIBED.—
20	The list of countries described in subparagraph
21	(A) are the following: Anguilla, Antigua and
22	Barbuda, Argentina, Aruba, The Bahamas,
23	Barbados, Belize, Bermuda, Bolivia, Brazil,
24	The British Virgin Islands, Canada, Chile, Co-
25	lombia, Costa Rica, Dominica, Dominican Re-

1	public, Ecuador, El Salvador, Grenada, Guate-
2	mala, Guyana, Haiti, Honduras, Jamaica, Mex-
3	ico, Montserrat, Netherlands Antilles, Panama,
4	Paraguay, Peru, Saint Kitts and Nevis, Saint
5	Lucia, Saint Vincent and the Grenadines,
6	Suriname, Trinidad and Tobago, Turks and
7	Caicos Islands, Uruguay, and the sovereign gov-
8	ernment recognized by the United States in
9	Venezuela.
10	(2) CONCENTRATED.—With respect to a supply
11	chain, the term "concentrated" means—
12	(A) a supply chain—
13	(i) that is under a level of control or
14	influence by the government of a country
15	of concern that presents an unreasonable
16	risk to national security or economic secu-
17	rity;
18	(ii) that is subject to undue manipula-
19	tion by the government of a country of
20	concern; or
21	(iii) for which 30 percent of the pro-
22	duction of such critical good occurs in a
23	single foreign country; or

1	(B) a supply chain for a critical good for
2	which more than 50 percent of the supply of
3	such good in the United States is imported.
4	(3) Country of concern.—The term "coun-
5	try of concern' means a country—
6	(A) in which a concentrated supply chain
7	for a critical good is located;
8	(B) that poses a significant national secu-
9	rity or economic security threat to the United
10	States; and
11	(C) whose government, or elements of such
12	government, has proven, or has been credibly
13	alleged to have, committed crimes against hu-
14	manity or genocide.
15	(4) COVERED EMERGENCY.—The term "covered
16	emergency" means any of the following:
17	(A) A public health emergency declared by
18	the Secretary of Health and Human Services
19	pursuant to section 319 of the Public Health
20	Service Act (42 U.S.C. 247d).
21	(B) An event for which the President de-
22	clares a major disaster or an emergency under
23	section 401 or 501, respectively, of the Robert
24	T. Stafford Disaster Relief and Emergency As-
25	sistance Act (42 U.S.C. 5170 and 5191).

1	(C) A national emergency declared by the
2	President under the National Emergencies Act
3	(50 U.S.C. 1601 et seq.).
4	(5) CRITICAL GOOD.—The term "critical good"
5	means any raw, in process, or manufactured mate-
6	rial (including any mineral, metal, or advanced proc-
7	essed material), article, commodity, supply, product,
8	or item of supply that the absence of which would
9	have a significant effect on—
10	(A) the national security or economic secu-
11	rity of the United States; and
12	(B) critical infrastructure.
13	(6) CRITICAL INDUSTRY.—The term "critical
14	industry" means an industry that is critical for the
15	national security or economic security of the United
16	States, considering key technology focus areas under
17	this Act and critical infrastructure;.
18	(7) CRITICAL INFRASTRUCTURE.—The term
19	"critical infrastructure" has the meaning given to
20	that term in the Critical Infrastructures Protection
21	Act of 2001 (42 U.S.C. 5195c(e)).
22	(8) Domestic enterprise.—The term "do-
23	mestic enterprise" means an enterprise that con-
24	ducts business in the United States and procures a
25	critical good.

1	(9) Domestic Manufacturer.—The term
2	"domestic manufacturer" means a business that—
3	(A) conducts in the United States the re-
4	search and development, engineering, or pro-
5	duction activities necessary or incidental to
6	manufacturing; or
7	(B) if provided a loan, loan guarantee, or
8	equity investment pursuant to this section, will
9	conduct in the United States the research and
10	development, engineering, or production activi-
11	ties necessary or incidental to manufacturing.
12	(10) INDUSTRIAL EQUIPMENT.—The term "in-
13	dustrial equipment" means any component, sub-
14	system, system, equipment, tooling, accessory, part,
15	or assembly necessary for the manufacturing of a
16	critical good.
17	(11) INSTITUTION OF HIGHER EDUCATION.—
18	The term "institution of higher education" has the
19	meaning given that term under section $101(a)$ of the
20	Higher Education Act of 1965 (20 U.S.C. 1001(a)).
21	(12) Key technology focus areas.—The
22	term "key technology focus areas" means—
23	(A) artificial intelligence, machine learning,
24	autonomy, and related advances;

1	(B) high performance computing, semi-
2	conductors, and advanced computer hardware
3	and software;
4	(C) quantum information science and tech-
5	nology;
6	(D) robotics, automation, and advanced
7	manufacturing;
8	(E) natural and anthropogenic disaster
9	prevention or mitigation;
10	(F) advanced communications technology,
11	including optical transmission components;
12	(G) biotechnology, medical technology,
13	genomics, and synthetic biology;
14	(H) data storage, data management, dis-
15	tributed ledger technologies, and cybersecurity,
16	including biometrics;
17	(I) advanced energy and industrial efficacy
18	technologies, such as batteries, advanced nu-
19	clear technologies, and polysilicon for use in
20	solar photovoltaics, including but not limited to
21	for the purposes of electric generation (con-
22	sistent with section 15 of the National Sciences
23	Foundation Act of 1950 (42 U.S.C. 1874); and
24	(J) advanced materials science, including
25	composites and 2D materials and equipment,

1	aerospace grade metals, and aerospace specific
2	manufacturing enabling chemicals.
3	(13) LENDER.—The term "lender" means any
4	non-Federal qualified institutional buyer (as defined
5	in section 230.144A(a) of title 17, Code of Federal
6	Regulations or a successor regulation).
7	(14) LOAN.—The term "loan" means a direct
8	loan or other debt obligation issued by an eligible en-
9	tity and funded by the Under Secretary in connec-
10	tion with the financing of an activity under this sec-
11	tion.
12	(15) LOAN GUARANTEE.—The term ''loan guar-
13	antee" means any guarantee or other pledge by the
14	Under Secretary to pay all or part of the principal
15	of, and interest on, a loan or other debt obligation
16	entered into by an eligible entity and funded by a
17	lender.
18	(16) MANUFACTURE.—The term "manufac-
19	ture" means any activity that is necessary for or in-
20	cidental to the development, production, processing,
21	distribution, or delivery of any raw, in process, or
22	manufactured material (including minerals, metals,
23	and advanced processed materials), article, com-
24	modity, supply, product, critical good, or item of
25	supply.

(17) MANUFACTURING FACILITY.—The term
 "manufacturing facility" means any type of building,
 structure, or real property necessary or incidental to
 the manufacturing of a critical good.

5 (18) MANUFACTURING INVESTMENT COM-6 PANY.—The term "manufacturing investment com-7 pany" means an incorporated body, a limited liabil-8 ity company, or a limited partnership, including a 9 consortium of public and private entities, organized 10 and chartered or otherwise existing under State law.

(19) MANUFACTURING TECHNOLOGY.—The
term "manufacturing technology" means technologies that are necessary or incidental to the manufacturing of a critical good.

(20) NONPROFIT ORGANIZATION.—The term
"nonprofit organization" means an organization that
is described in section 501(c)(3) of the Internal Revenue Code of 1986 and exempt from taxation under
section 501(a) of such Code.

20 (21) OFFICE.—The term "Office" means the
21 Supply Chain Resiliency and Crisis Response Office
22 established under subsection (a).

23 (22) STATE.—The term "State" means each
24 State of the United States, the District of Columbia,
25 American Samoa, Guam, the Commonwealth of the

1	Northern Mariana Islands, the Commonwealth of
2	Puerto Rico, the Virgin Islands of the United States,
3	and any other territory or possession of the United
4	States.
5	(23) SUPPLY CHAIN.—The term "supply chain"
6	means a supply chain for a critical good.
7	(24) SUPPLY CHAIN SHOCK.—The term "supply
8	chain shock" includes the following:
9	(A) A natural disaster or extreme weather
10	event.
11	(B) An accidental or human-caused event.
12	(C) An economic disruption.
13	(D) A pandemic.
14	(E) A biological threat.
15	(F) A cyberattack.
16	(G) A great power conflict.
17	(H) A terrorist or geopolitical attack.
18	(I) Any other supply chain disruption or
19	threat that affects the national security or eco-
20	nomic security of the United States.
21	(25) TRIBAL GOVERNMENT.—The term "tribal
22	government" means Indian Tribes, Alaska Native
23	Tribal entities, and Native Hawaiian communities.
24	(26) UNDER SECRETARY.—The term "Under
25	Secretary" means the Under Secretary of the Office

- 1 of Supply Chain Resiliency and Crisis Response ap-
- 2 pointed pursuant to subsection (c).