104TH CONGRESS 1ST SESSION

H. R. 2779

To provide for soft-metric conversion, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 14, 1995

Mr. Cox of California (for himself, Mr. Hefner, Mr. Chambliss, Mr. Forbes, Mr. Goodlatte, Mr. Hilleary, Mr. Jones, Mr. Latham, Mr. Linder, Mr. Rohrabacher, Mr. Shadegg, Mr. Spratt, Mr. Taylor of North Carolina, and Mr. Wicker) introduced the following bill; which was referred to the Committee on Science

A BILL

To provide for soft-metric conversion, 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 "Savings in Construc-
- 5 tion Act of 1995".
- 6 SEC. 2. FINDINGS.
- 7 The Congress finds the following:
- 8 (1) The Metric Conversion Act of 1975 was en-
- 9 acted in order to set forth the policy of the United
- States to convert to the metric system. Section 3 of

- that Act requires that each Federal agency use the
 metric system of measurement in its procurements,
 grants and other business related activities, unless
 that use is likely to cause significant cost or loss of
 markets to United States firms, such as when foreign competitors are producing competing products
 in non-metric units.
 - (2) Currently, many Federal construction contracting officers are requiring as a condition of obtaining Federal contracts that all bidders must agree to use products measured in round metric units, materials which are known as "hard-metric" products. This requires retooling, substantial capitalization costs, and other expensive production changes for most construction firms and suppliers to physically change the size of the product.
 - (3) This "hard-metric" conversion requirement is often being imposed only for the purpose of achieving rounded numbers, and without regard to whether that method is impractical or likely to cause significant costs or a loss of markets to United States firms.
 - (4) United States businesses that manufacture basic construction products suffer great upheaval by being forced to either convert to hard-metric produc-

- tion, or be foreclosed from effectively bidding on
 Federal or federally assisted projects.
 - (5) This "hard-metric" conversion requirement places domestic producers at a competitive disadvantage with respect to foreign producers; reduces the number of companies that may compete for contracts with the Federal Government; and forces manufacturers to maintain double inventories of similar but incompatible products.
 - (6) This "hard-metric" conversion requirement raises the cost to taxpayers of Federal construction projects, since the Federal Government is often required to pay additional costs, known as a "metric premium," to procure hard-metric products.
 - (7) "Soft-metric" conversion would be a less costly and less intrusive way of meeting the goals of Section 3 of the Metric Conversion Act of 1975. The product itself would remain the same size; its dimensions simply would be expressed in metric units.
 - (8) As the application of the soft-metric conversion mandates no change in the size of the product, the goals of the Metric Conversion Act of 1975 will be achieved without excessive economic upheaval.

1 SEC. 3. DEFINITIONS.

2	Section 4 of the Metric Conversion Act of 1975 (15
3	U.S.C. 205c) is amended—
4	(1) by redesignating paragraphs (2), (3), and
5	(4) as paragraphs (3), (6), and (8), respectively;
6	(2) by inserting after paragraph (1) the follow-
7	ing new paragraph:
8	"(2) 'domestic manufacturer' means a manufac-
9	turer at least 51 percent of whose production occurs
10	in the United States;";
11	(3) by inserting after paragraph (3), as so re-
12	designated by paragraph (1) of this section, the fol-
13	lowing new paragraphs:
14	"(4) 'hard-metric product' means a material or
15	product that is—
16	"(A) produced as a result of a hard-metric
17	conversion; or
18	"(B) identical to a material or product de-
19	scribed in subparagraph (A), although originally
20	produced in metric-based dimensions;
21	"(5) 'hard-metric conversion' means a conver-
22	sion that requires, in addition to the expression of
23	the dimensions of a product under the metric system
24	of measurement, a physical change in the size of
25	that product relative to the size of that product es-

1	tablished under existing production practices of the
2	appropriate industry;";
3	(4) by striking "and" at the end of paragraph
4	(6), as so redesignated by paragraph (1) of this sec-
5	tion;
6	(5) by inserting after paragraph (6), as so re-
7	designated by paragraph (1) of this section, the fol-
8	lowing new paragraph:
9	"(7) 'industry' has the meaning provided that
10	term by the Board by regulation;";
11	(6) by striking the period at the end of para-
12	graph (8), as so redesignated by paragraph (1) of
13	this section, and inserting in lieu thereof a semi-
14	colon; and
15	(7) by adding at the end the following new
16	paragraphs:
17	"(9) 'soft-metric product' means a material or
18	product that is produced as a result of a soft-metric
19	conversion;
20	"(10) 'soft-metric conversion' means a conver-
21	sion that requires the expression of the dimensions
22	of a product under the metric system of measure-
23	ment without changing the physical size of the prod-

uct relative to the size of that product established

- 1 under existing production practices of the appro-
- 2 priate industry; and
- 3 "(11) 'small business' means a business that
- 4 would be a small business under the Standard In-
- 5 dustrial Classification codes and size standards in
- 6 section 121.601 of title 13 of the Code of Federal
- Regulations as in effect on the date of the enact-
- 8 ment of this paragraph.".

9 SEC. 4. METRIC CONVERSION.

- Section 12 of the Metric Conversion Act of 1975 (15
- 11 U.S.C. 205j-1) is amended by striking subsection (b) and
- 12 inserting in lieu thereof the following new subsections:
- 13 "(b) No agency of the Federal Government may de-
- 14 velop, implement, or continue the use of construction de-
- 15 sign or procurement guidelines that require the use of a
- 16 hard-metric product if a majority of the contracts that
- 17 would be proposed pursuant to such guidelines would be
- 18 likely to result in a certification described in subsection
- 19 (c)(3)(A).
- 20 "(c) No agency of the Federal Government may es-
- 21 tablish or apply a bidding requirement or preference with
- 22 respect to any federally assisted construction contract that
- 23 specifies the use of a hard-metric product if—
- 24 "(1) the use of soft-metric product is techno-
- 25 logically feasible; and

1	"(2) an appropriate representative (as selected
2	pursuant to subsection (d) of the industry that man-
3	ufactures the product) notifies the agency, within 30
4	days after enactment of this Act, that the represent-
5	ative makes certification or intends to make certifi-
6	cation under paragraph (3)(A); and either—
7	"(3) the certification establishes or will estab-
8	lish that—
9	"(A) such industry-specific or product-spe-
10	cific factors exist that—
11	"(i)(I) the product is not readily avail-
12	able as a hard-metric product from 50 per-
13	cent or more of the domestic manufactur-
14	ers in the United States; or
15	"(II) a hard-metric product does not
16	constitute 50 percent or more of the total
17	production of that product by that indus-
18	try;
19	"(ii) a hard-metric conversion would
20	require domestic manufacturers that are
21	small businesses that produce the product
22	to incur capital outlays in an average
23	amount greater than \$25,000 per manu-
24	facturer to invest in new equipment to
25	produce a hard-metric product; and

1	"(iii)(I) based on the economic situa-
2	tion and customs of the industry, any po-
3	tential offsetting benefits that could be
4	achieved by that industry by carrying out
5	a hard metric conversion to produce that
6	product would be negligible or
7	"(II) hard metric conversion would
8	substantially reduce competition for Fed-
9	eral contracts and increase by 1 percent or
10	more the per unit cost of that product; or
11	"(III) hard metric conversion would
12	create a special hardship with respect to
13	domestic manufacturers that are small
14	businesses by placing those manufacturers
15	at a competitive disadvantage with respect
16	to foreign competitors; or
17	"(4) less that 180 days have elapsed after the
18	appropriate representative has been notified of a
19	proposed contract specifying hard-metric product.
20	"(d) The head of each agency of the Federal Govern-
21	ment shall establish a list of appropriate representatives
22	of each industry that may make a certification under sub-
23	section (c)(3)(A). The agency head shall update that list
24	on an annual basis. The list shall include appropriate pro-

- 1 fessional or trade associations that are recognized as rep-
- 2 resenting the industries.
- 3 "(e) When an appropriate representative submits a
- 4 certification under subsection (c)(3)(A), the representative
- 5 shall also submit a list of domestic manufacturers that
- 6 have the capability to manufacture the product that is the
- 7 subject of the certification as a soft-metric product.".