Calendar No. 534

107th CONGRESS 2d Session

S. 2132

[Report No. 107-229]

To amend title 38, United States Code, to provide for the establishment of medical emergency preparedness centers in the Veterans Health Administration, to provide for the enhancement of the medical research activities of the Department of Veterans Affairs, and for other purposes.

IN THE SENATE OF THE UNITED STATES

April 16, 2002

Mr. ROCKEFELLER introduced the following bill; which was read twice and referred to the Committee on Veterans' Affairs

JULY 31, 2002

Reported by Mr. ROCKEFELLER, with an amendment and an amendment to the title

[Strike out all after the enacting clause and insert the part printed in italic]

A BILL

To amend title 38, United States Code, to provide for the establishment of medical emergency preparedness centers in the Veterans Health Administration, to provide for the enhancement of the medical research activities of the Department of Veterans Affairs, and for other purposes.

| 1 | Be it enacted by the Senate and House of Representa- |
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| 2 | tives of the United States of America in Congress assembled, |
| 3 | SECTION 1. MEDICAL EMERGENCY PREPAREDNESS CEN- |
| 4 | TERS IN VETERANS HEALTH ADMINISTRA- |
| 5 | TION. |
| 6 | (a) IN GENERAL. (1) Subchapter II of chapter 73 |
| 7 | of title 38, United States Code, is amended by inserting |
| 8 | after section 7320 the following new section: |
| 9 | <u>"§7320A. Medical emergency preparedness centers</u> |
| 10 | "(a) The Secretary shall establish and maintain with- |
| 11 | in the Veterans Health Administration four centers for re- |
| 12 | search and activities on medical emergency preparedness. |
| 13 | "(b) The purposes of each center established under |
| 14 | subsection (a) shall be as follows: |
| 15 | ${}$ (1) To carry out research on the detection, di- |
| 16 | agnosis, prevention, and treatment of injuries, dis- |
| 17 | eases, and illnesses arising from the use of chemical, |
| 18 | biological, radiological, or incendiary or other explo- |
| 19 | sive weapons or devices, including the development |
| 20 | of methods for the detection, diagnosis, prevention, |
| 21 | and treatment of such injuries, diseases, and ill- |
| 22 | nesses. |
| 22 | ((0) The matrix $1 + 1 + 1 + 1 + 1 + 1 + 1 + 1 + 1 + 1$ |

23 <u>"(2)</u> To provide to health-care professionals in
24 the Veterans Health Administration education,
25 training, and advice on the treatment of the medical

consequences of the use of chemical, biological, radi-2 ological, or incendiary or other explosive weapons or devices.

4 "(3) Upon the direction of the Secretary, to 5 provide education, training, and advice described in 6 paragraph (2) to health-care professionals outside 7 the Department through the National Disaster Med-8 ical System or through interagency agreements en-9 tered into by the Secretary for that purpose.

10 "(4) In the event of a national emergency, to 11 provide such laboratory, epidemiological, medical, or 12 other assistance as the Secretary considers appro-13 priate to Federal, State, and local health care agen-14 eies and personnel involved in or responding to the 15 national emergency.

16 $\frac{(e)(1)}{Each}$ center established under subsection (a) shall be established at an existing Department medical 17 center, whether at the Department medical center alone 18 or at a Department medical center acting as part of a 19 consortium of Department medical centers for purposes 20 of this section. 21

22 ((2)) The Secretary shall select the sites for the centers from among competitive proposals that are submitted 23 24 by Department medical centers seeking to be sites for such 25 centers.

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1 <u>"(3)</u> The Secretary may not select a Department 2 medical center as the site of a center unless the proposal 3 of the Department medical center under paragraph (2) 4 provides for—

5 ^{((A)} an arrangement with an accredited affili-6 ated medical school and an accredited affiliated 7 school of public health (or a consortium of such 8 schools) under which physicians and other health 9 care personnel of such schools receive education and 10 training through the Department medical center;

11 "(B) an arrangement with an accredited grad-12 uate program of epidemiology under which students 13 of the program receive education and training in epi-14 demiology through the Department medical center; 15 and

16 ^{((C)} the capability to attract scientists who 17 have made significant contributions to innovative ap-18 proaches to the detection, diagnosis, prevention, and 19 treatment of injuries, diseases, and illnesses arising 20 from the use of chemical, biological, radiological, or 21 incendiary or other explosive weapons or devices.

22 "(4) In selecting sites for the centers, the Secretary
23 shall—

24 <u>"(A) utilize a peer review panel (consisting of</u>
 25 members with appropriate scientific and clinical ex-

| pertise) to evaluate proposals submitted under para- | | |
|--|--|--|
| graph (2) for scientific and clinical merit; and | | |
| ${}$ (B) to the maximum extent practicable, ensure | | |
| the geographic dispersal of the sites throughout the | | |
| United States. | | |
| $\frac{((d)(1)}{(d)}$ Each center established under subsection (a) | | |
| shall be administered jointly by the offices within the De- | | |
| partment that are responsible for directing research and | | |
| for directing medical emergency preparedness. | | |

10 "(2) The Secretary and the heads of the agencies con11 cerned shall take appropriate actions to ensure that the
12 work of each center is carried out—

13 "(A) in close coordination with the Department 14 of Defense, Department of Health and Human Serv-15 ices, Office of Homeland Security, and other depart-16 ments, agencies, and elements of the Federal Gov-17 ernment charged with coordination of plans for 18 United States homeland security; and

19 "(B) in accordance with any applicable rec20 ommendations of any joint interagency advisory
21 groups or committees designated to coordinate Fed22 eral research on weapons of mass destruction.

23 "(e)(1) Each center established under subsection (a)
24 shall be staffed by officers and employees of the Depart25 ment.

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1 "(2) Subject to the approval of the head of the department or agency concerned and the Director of the Of-2 fice of Personnel Management, an officer or employee of 3 another department or agency of the Federal Government 4 may be detailed to a center if the detail will assist the 5 center in earrying out activities under this section. Any 6 7 detail under this paragraph shall be on a non-reimbursable 8 basis.

9 "(f) In addition to any other activities under this see-10 tion, a center established under subsection (a) may, upon 11 the request of the agency concerned and with the approval of the Secretary, provide assistance to Federal, State, and 12 local agencies (including criminal and civil investigative 13 agencies) engaged in investigations or inquiries intended 14 to protect the public safety or health or otherwise obviate 15 threats of the use of a chemical, biological, radiological, 16 or incendiary or other explosive weapon or device. 17

18 "(g) Notwithstanding any other provision of law, each 19 center established under subsection (a) may, with the ap-20 proval of the Secretary, solicit and accept contributions 21 of funds and other resources, including grants, for pur-22 poses of the activities of such center under this section.". 23 (2) The table of sections at the beginning of chapter 24 73 of title 38, United States Code, is amended by inserting after the item relating to section 7320 the following new
 item:

"7320A. Medical emergency preparedness centers.".

3 (b) AUTHORIZATION OF APPROPRIATIONS.—(1) 4 There is hereby authorized to be appropriated for the De-5 partment of Veterans Affairs amounts for the centers es-6 tablished under section 7320A of title 38, United States 7 Code (as added by subsection (a)), \$20,000,000 for each 8 of fiscal years 2003 through 2007.

9 (2) The amount authorized to be appropriated by 10 paragraph (1) is not authorized to be appropriated for the 11 Veterans Health Administration for Medical Care, but is 12 authorized to be appropriated for the Administration sepa-13 rately and solely for purposes of the centers referred to 14 in that paragraph.

15 (3) Of the amount authorized to be appropriated by
16 paragraph (1) for a fiscal year, \$5,000,000 shall be avail17 able for such fiscal year for each center referred to in that
18 paragraph.

19 SEC. 2. MODIFICATION OF AUTHORITIES ON RESEARCH20CORPORATIONS.

21 (a) RESTATEMENT AND ENHANCEMENT OF AUTHOR22 ITY ON AVAILABILITY OF FUNDS.—Section 7362 of title
23 38, United States Code, is amended—

24 (1) by redesignating subsection (b) as sub25 section (c);

1 (2) by striking the second sentence of sub-2 section (a); and

3 (3) by inserting after subsection (a) the fol4 lowing new subsection (b):

5 "(b)(1) Any funds, other than funds appropriated for 6 the Department, that are received by the Secretary for the 7 conduct of research or education and training may be 8 transferred to and administered by a corporation estab-9 lished under this subchapter for the purposes set forth in 10 subsection (a).

11 "(2) Funds appropriated for the Department are 12 available for the conduct of research or education and 13 training by a corporation, but only pursuant to the terms 14 of a contract or other agreement between the Department 15 and such corporation that is entered into in accordance 16 with applicable law and regulations.".

17 (b) TREATMENT OF CORPORATIONS AS AFFILIATED
18 INSTITUTIONS FOR SHARING OF HEALTH-CARE RE19 SOURCES.—Section 8153(a)(3) of that title is amended—
20 (1) by redesignating subparagraphs (C), (D),

and (E) as subsections (D), (E), and (F), respectively;

23 (2) by inserting after subparagraph (B) the fol24 lowing new subparagraph (C):

"(C) If the health-care resource required is research 1 or education and training (as that term is defined in see-2 tion 7362(e) of this title) and is to be acquired from a 3 corporation established under subchapter IV of chapter 73 4 5 of this title, the Secretary may make arrangements for acquisition of the resource without regard to any law or 6 7 regulation (including any Executive order, circular, or 8 other administrative policy) that would otherwise require 9 the use of competitive procedures for acquiring the re-10 source."; 11 (3) in subparagraph (D), as so redesignated, by 12 striking "(A) or (B)" and inserting "(A), (B), or (C)"; and 13 14 (4) in subparagraph (E), as so redesignated, by 15 striking "(A)" and inserting "(A) or (B)". 16 SEC. 3. COVERAGE OF RESEARCH CORPORATION PER-17 SONNEL UNDER FEDERAL TORT CLAIMS ACT 18 AND OTHER TORT CLAIMS LAWS. 19 (a) IN GENERAL.—Subchapter IV of chapter 73 of title 38, United States Code, is amended by inserting after 20 section 7364 the following new section: 21 22 "§7364A. Coverage of employees under certain Fed-23 eral tort claims laws "(a) An employee of a corporation established under 24

25 this subchapter who is described by subsection (b) shall

| 1 | be considered an employee of the government, or a medical |
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| 2 | care employee of the Veterans Health Administration, for |
| 3 | purposes of the following provisions of law: |
| 4 | $\frac{((1))}{(1)}$ Section 1346(b) of title 28. |
| 5 | <u>"(2) Chapter 171 of title 28.</u> |
| 6 | $\frac{((3))}{(3)}$ Section 7316 of this title. |
| 7 | "(b) An employee described in this subsection is an |
| 8 | employee who— |
| 9 | "(1) has an appointment with the Department, |
| 10 | whether with or without compensation; |
| 11 | "(2) is directly or indirectly involved or engaged |
| 12 | in research or education and training that is ap- |
| 13 | proved in accordance with procedures established by |
| 14 | the Under Secretary for Health for research or edu- |
| 15 | cation and training carried out with Department |
| 16 | funds; and |
| 17 | "(3) performs such duties under the supervision |
| 18 | of Department personnel.". |
| 19 | (b) Clerical Amendment.—The table of sections |
| 20 | at the beginning of chapter 73 of that title is amended |
| 21 | by inserting after the item relating to section 7364 the |
| 22 | following new item: |
| | |

1 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

2 (a) SHORT TITLE.—This Act may be cited as the "De-

3 partment of Veterans Affairs Emergency Preparedness Act

- 4 of 2002".
- 5 (b) TABLE OF CONTENTS.—The table of contents for

6 this Act is as follows:

Sec. 1. Short title; table of contents.

Sec. 2. References to title 38, United States Code.

TITLE I—MEDICAL EMERGENCY PREPAREDNESS

Sec. 101. Medical emergency preparedness centers in Veterans Health Administration.

TITLE II—DEPARTMENT OF VETERANS AFFAIRS ADMINISTRATION

- Sec. 201. Additional Assistant Secretary of Veterans Affairs and functions for Assistant Secretaries of Veterans Affairs.
- Sec. 202. Additional Deputy Assistant Secretaries of Veterans Affairs.

TITLE III—HEALTH CARE MATTERS

Sec. 301. Authority to furnish health care during major disasters and medical emergencies.

TITLE IV—RESEARCH CORPORATIONS

- Sec. 401. Modification of certain authorities on research corporations.
- Sec. 402. Coverage of research corporation personnel under Federal Tort Claims Act and other tort claims laws.
- Sec. 403. Permanent authority for research corporations.

7 SEC. 2. REFERENCES TO TITLE 38, UNITED STATES CODE.

- 8 Except as otherwise expressly provided, whenever in
- 9 this Act an amendment or repeal is expressed in terms of
- 10 an amendment to, or repeal of, a section or other provision,
- 11 the reference shall be considered to be made to a section or
- 12 other provision of title 38, United States Code.

TITLE I—MEDICAL EMERGENCY PREPAREDNESS

3 SEC. 101. MEDICAL EMERGENCY PREPAREDNESS CENTERS 4 IN VETERANS HEALTH ADMINISTRATION.

5 (a) IN GENERAL.—(1) Subchapter II of chapter 73 is
6 amended by inserting after section 7320 the following new
7 section:

8 "§7320A. Medical emergency preparedness centers

9 "(a) The Secretary shall establish and maintain with10 in the Veterans Health Administration four centers for re11 search and activities on medical emergency preparedness.
12 "(b) The purposes of each center established under sub13 section (a) shall be as follows:

14 "(1) To carry out research on the detection, diag-15 nosis, prevention, and treatment of injuries, diseases, 16 and illnesses arising from the use of chemical, biologi-17 cal, radiological, or incendiary or other explosive 18 weapons or devices, including the development of 19 methods for the detection, diagnosis, prevention, and 20 treatment of such injuries, diseases, and illnesses.

21 "(2) To provide to health-care professionals in
22 the Veterans Health Administration education, train23 ing, and advice on the treatment of the medical con24 sequences of the use of chemical, biological, radio-

logical, or incendiary or other explosive weapons or
 devices.

3 "(3) Upon the direction of the Secretary, to pro4 vide education, training, and advice described in
5 paragraph (2) to health-care professionals outside the
6 Department through the National Disaster Medical
7 System or through interagency agreements entered
8 into by the Secretary for that purpose.

9 "(4) In the event of a national emergency, to 10 provide such laboratory, epidemiological, medical, or 11 other assistance as the Secretary considers appro-12 priate to Federal, State, and local health care agen-13 cies and personnel involved in or responding to the 14 national emergency.

15 (c)(1) Each center established under subsection (a) shall be established at an existing Department medical cen-16 ter, whether at the Department medical center alone or at 17 a Department medical center acting as part of a consortium 18 of Department medical centers for purposes of this section. 19 20 "(2) The Secretary shall select the sites for the centers" 21 from among competitive proposals that are submitted by 22 Department medical centers seeking to be sites for such cen-23 ters.

24 "(3) The Secretary may not select a Department med25 ical center as the site of a center unless the proposal of the

| 3 | "(A) an arrangement with an accredited affili- |
|---|---|
| 4 | ated medical school and an accredited affiliated school |
| 5 | of public health (or a consortium of such schools) |
| 6 | under which physicians and other health care per- |
| 7 | sonnel of such schools receive education and training |
| 8 | through the Department medical center; |

9 "(B) an arrangement with an accredited grad-10 uate program of epidemiology under which students 11 of the program receive education and training in epi-12 demiology through the Department medical center; 13 and

14 "(C) the capability to attract scientists who have 15 made significant contributions to innovative ap-16 proaches to the detection, diagnosis, prevention, and 17 treatment of injuries, diseases, and illnesses arising 18 from the use of chemical, biological, radiological, or 19 incendiary or other explosive weapons or devices.

20 "(4) In selecting sites for the centers, the Secretary
21 shall—

"(A) utilize a peer review panel (consisting of
members with appropriate scientific and clinical expertise) to evaluate proposals submitted under paragraph (2) for scientific and clinical merit; and

"(B) to the maximum extent practicable, ensure
 the geographic dispersal of the sites throughout the
 United States.

4 "(d)(1) Each center established under subsection (a)
5 shall be administered jointly by the offices within the De6 partment that are responsible for directing research and for
7 directing medical emergency preparedness.

8 "(2) The Secretary and the heads of the agencies con9 cerned shall take appropriate actions to ensure that the
10 work of each center is carried out—

"(A) in close coordination with the Department
of Defense, Department of Health and Human Services, Office of Homeland Security, and other departments, agencies, and elements of the Federal Government charged with coordination of plans for United
States homeland security; and

"(B) in accordance with any applicable recommendations of the Working Group on Bioterrorism
and Other Public Health Emergencies, or any other
joint interagency advisory groups or committees designated to coordinate Federal research on weapons of
mass destruction.

23 "(e)(1) Each center established under subsection (a)
24 shall be staffed by officers and employees of the Department.

"(2) Subject to the approval of the head of the department or agency concerned and the Director of the Office
of Personnel Management, an officer or employee of another
department or agency of the Federal Government may be
detailed to a center if the detail will assist the center in
carrying out activities under this section. Any detail under
this paragraph shall be on a non-reimbursable basis.

8 "(f) In addition to any other activities under this sec-9 tion, a center established under subsection (a) may, upon 10 the request of the agency concerned and with the approval of the Secretary, provide assistance to Federal, State, and 11 local agencies (including criminal and civil investigative 12 13 agencies) engaged in investigations or inquiries intended to protect the public safety or health or otherwise obviate 14 15 threats of the use of a chemical, biological, radiological, or incendiary or other explosive weapon or device. 16

"(g) Notwithstanding any other provision of law, each
center established under subsection (a) may, with the approval of the Secretary, solicit and accept contributions of
funds and other resources, including grants, for purposes
of the activities of such center under this section.".

(2) The table of sections at the beginning of chapter
73 is amended by inserting after the item relating to section
7320 the following new item:

"7320A. Medical emergency preparedness centers.".

(b) AUTHORIZATION OF APPROPRIATIONS.—(1) There
 is hereby authorized to be appropriated for the Department
 of Veterans Affairs amounts for the centers established
 under section 7320A of title 38, United States Code (as
 added by subsection (a)), \$20,000,000 for each of fiscal
 years 2003 through 2007.

7 (2) The amount authorized to be appropriated by 8 paragraph (1) is not authorized to be appropriated for the 9 Veterans Health Administration for Medical Care, but is 10 authorized to be appropriated for the Administration sepa-11 rately and solely for purposes of the centers referred to in 12 that paragraph.

(3) Of the amount authorized to be appropriated by
paragraph (1) for a fiscal year, \$5,000,000 shall be available for such fiscal year for each center referred to in that
paragraph.

TITLE II—DEPARTMENT OF VET- ERANS AFFAIRS ADMINISTRA- TION

4 SEC. 201. ADDITIONAL ASSISTANT SECRETARY OF VET5 ERANS AFFAIRS AND FUNCTIONS FOR AS6 SISTANT SECRETARIES OF VETERANS AF7 FAIRS.

8 (a) INCREASE IN MAXIMUM AUTHORIZED NUMBER OF
9 ASSISTANT SECRETARIES OF VETERANS AFFAIRS.—Section
10 308(a) is amended by striking "six" and inserting "seven".
11 (b) ADDITIONAL AUTHORIZED FUNCTIONS.—Section
12 308(b) is amended by adding at the end the following new
13 paragraph:

14 "(11) Operations, preparedness, security, and
15 law enforcement functions.".

(c) CONFORMING AMENDMENT.—Section 5315 of title
(c) CONFORMING AMENDMENT.—Section 5315 of title
5, United States Code, is amended by striking the item re18 lating to Assistant Secretaries, Department of Veterans Af19 fairs and inserting the following new item:

20 "Assistant Secretaries, Department of Veterans
21 Affairs (7)".

22 SEC. 202. ADDITIONAL DEPUTY ASSISTANT SECRETARIES 23 OF VETERANS AFFAIRS.

24 Section 308(d)(1) is amended by striking "18" and in25 serting "20".

TITLE III—HEALTH CARE MATTERS

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3 SEC. 301. AUTHORITY TO FURNISH HEALTH CARE DURING
4 MAJOR DISASTERS AND MEDICAL EMER5 GENCIES.

6 (a) IN GENERAL.—(1) Subchapter VII of chapter 17
7 is amended by inserting after section 1784 the following
8 new section:

9 "\$1785. Care and services during major disasters and 10 medical emergencies

11 "(a) During and immediately following a disaster or 12 emergency referred to in subsection (b), the Secretary may 13 furnish hospital care and medical services to individuals 14 responding to, involved in, or otherwise affected by such dis-15 aster or emergency, as the case may be.

16 "(b) A disaster or emergency referred to in this sub17 section is any disaster or emergency as follows:

"(1) A major disaster or emergency declared by
the President under the Robert B. Stafford Disaster
Relief and Emergency Assistance Act (42 U.S.C. 5121
et seq.).

22 "(2) A disaster or emergency in which the Na23 tional Disaster Medical System is activated.

24 "(c) The Secretary may furnish care and services
25 under this section to veterans without regard to their enroll-

ment in the system of annual patient enrollment under sec tion 1705 of this title.

3 "(d) The Secretary may give a higher priority to the
4 furnishing of care and services under this section than to
5 the furnishing of care and services to any other group of
6 persons eligible for care and services in medical facilities
7 of the Department with the exception of—

8 "(1) veterans with service-connected disabilities;
9 and

10 "(2) members of the Armed Forces on active duty
11 who are furnished health-care services under section
12 8111A of this title.

13 "(e)(1) The cost of any care or services furnished under this section to an officer or employee of a department or 14 15 agency of the Federal Government other than the Department shall be reimbursed at such rates as may be agreed 16 upon by the Secretary and the head of such department or 17 agency based on the cost of the care or service furnished. 18 "(2) Amounts received by the Department under this 19 subsection shall be credited to the funds allotted to the De-20 21 partment facility that furnished the care or services con-22 cerned.

23 "(f) Within 60 days of the commencement of a disaster
24 or emergency referred to in subsection (b) in which the Sec25 retary furnishes care and services under this section (or as

soon thereafter as is practicable), the Secretary shall submit
 to the Committees on Veterans' Affairs of the Senate and
 the House of Representatives a report on the Secretary's al location of facilities and personnel in order to furnish such
 care and services.

6 "(g) The Secretary shall prescribe regulations gov7 erning the exercise of the authority of the Secretary under
8 this section.".

9 (2) The table of sections at the beginning of that chap10 ter is amended by inserting after the item relating to section
11 1784 the following new item:

"1785. Care and services during major disasters and medical emergencies.".

12 (b) EXCEPTION FROM REQUIREMENT FOR CHARGES 13 FOR EMERGENCY CARE.—Section 1784 is amended by in-14 serting ", except as provided in section 1785 of this title 15 with respect to a disaster or emergency covered by that sec-16 tion," after "but".

17 (c) MEMBERS OF THE ARMED FORCES.—Subsection
18 (a) of section 8111A is amended to read as follows:

19 "(a)(1) During and immediately following a period of 20 war, or a period of national emergency declared by the 21 President or Congress that involves the use of the Armed 22 Forces in armed conflict, the Secretary may furnish hos-23 pital care, nursing home care, and medical services to mem-24 bers of the Armed Forces on active duty.

1 (2)(A) During and immediately following a disaster 2 or emergency referred to in subparagraph (B), the Secretary may furnish hospital care and medical services to members 3 4 of the Armed Forces on active duty responding to or in-5 volved in such disaster or emergency, as the case may be. 6 "(B) A disaster or emergency referred to in this subparagraph is any disaster or emergency follows: 7 8 "(i) A major disaster or emergency declared by 9 the President under the Robert B. Stafford Disaster Relief and Emergency Assistance Act (42 U.S.C. 5121 10 11 et seq.). 12 "(ii) A disaster or emergency in which the Na-13 tional Disaster Medical System is activated. 14 "(3) The Secretary may give a higher priority to the 15 furnishing of care and services under this section than to the furnishing of care and services to any other group of 16 persons eligible for care and services in medical facilities 17 of the Department with the exception of veterans with serv-18 ice-connected disabilities. 19 20 "(4) In this section, the terms 'hospital care', 'nursing 21 home care', and 'medical services' have the meanings given 22 such terms by sections 1701(5), 101(28), and 1701(6) of this 23 title, respectively.".

TITLE IV—RESEARCH CORPORATIONS

3 SEC. 401. MODIFICATION OF CERTAIN AUTHORITIES ON RE4 SEARCH CORPORATIONS.

5 (a) RESTATEMENT AND ENHANCEMENT OF AUTHORITY
6 ON AVAILABILITY OF FUNDS.—Section 7362 is amended—
7 (1) by redesignating subsection (b) as subsection
8 (c);

9 (2) by striking the second sentence of subsection 10 (a); and

(3) by inserting after subsection (a) the following
new subsection (b):

13 "(b)(1) Any funds, other than funds appropriated for
14 the Department, that are received by the Secretary for the
15 conduct of research or education and training may be
16 transferred to and administered by a corporation estab17 lished under this subchapter for the purposes set forth in
18 subsection (a).

19 "(2) Funds appropriated for the Department are 20 available for the conduct of research or education and train-21 ing by a corporation, but only pursuant to the terms of 22 a contract or other agreement between the Department and 23 such corporation that is entered into in accordance with 24 applicable law and regulations.

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"(3) A contract or agreement executed pursuant to
paragraph (2) or section 8153 of this title may facilitate
only research or education and training described in subsection (a). Such contract or agreement may not be executed
for the provision of a health-care resource unless such
health-care resource is related to such research or education
and training.".

8 (b) TREATMENT OF CORPORATIONS AS AFFILIATED IN9 STITUTIONS FOR SHARING OF HEALTH-CARE RE10 SOURCES.—Section 8153(a)(3) is amended—

(1) by redesignating subparagraphs (C), (D),
and (E) as subsections (D), (E), and (F), respectively;
(2) by inserting after subparagraph (B) the following new subparagraph (C):

15 "(C) If the resource required is research or education and training (as that term is defined in section 7362(c)16 of this title) and is to be acquired from a corporation estab-17 lished under subchapter IV of chapter 73 of this title, the 18 Secretary may make arrangements for acquisition of the re-19 source without regard to any law or regulation (including 20 21 any Executive order, circular, or other administrative pol-22 icy) that would otherwise require the use of competitive pro-23 cedures for acquiring the resource.";

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| 1 | (3) in subparagraph (D), as so redesignated, by |
| 2 | striking "(A) or (B)" and inserting "(A), (B), or |
| 3 | (C)"; and |
| 4 | (4) in subparagraph (E), as so redesignated, by |
| 5 | striking "(A)" and inserting "(A) or (B)". |
| 6 | SEC. 402. COVERAGE OF RESEARCH CORPORATION PER- |
| 7 | SONNEL UNDER FEDERAL TORT CLAIMS ACT |
| 8 | AND OTHER TORT CLAIMS LAWS. |
| 9 | (a) IN GENERAL.—Subchapter IV of chapter 73 is |
| 10 | amended by inserting after section 7364 the following new |
| 11 | section: |
| 12 | "§7364A. Coverage of employees under certain Fed- |
| 13 | eral tort claims laws |
| 14 | "(a) An employee of a corporation established under |
| 15 | this subchapter who is described by subsection (b) shall be |
| 16 | considered an employee of the government, or a medical care |
| 17 | employee of the Veterans Health Administration, for pur- |
| 18 | poses of the following provisions of law: |
| 19 | "(1) Section 1346(b) of title 28. |
| 20 | "(2) Chapter 171 of title 28. |
| 21 | "(3) Section 7316 of this title. |
| 22 | "(b) An employee described in this subsection is an em- |
| 23 | ployee who— |
| 24 | "(1) has an appointment with the Department, |
| 25 | whether with or without compensation; |
| | |

| 1 | "(2) is directly or indirectly involved or engaged |
|----|---|
| 2 | in research or education and training that is ap- |
| 3 | proved in accordance with procedures established by |
| 4 | the Under Secretary for Health for research or edu- |
| 5 | cation and training; and |
| 6 | "(3) performs such duties under the supervision |
| 7 | of Department personnel.". |
| 8 | (b) Clerical Amendment.—The table of sections at |
| 9 | the beginning of chapter 73 is amended by inserting after |
| 10 | the item relating to section 7364 the following new item: |
| | "7364A. Coverage of employees under certain Federal tort claims laws.". |
| 11 | SEC. 403. PERMANENT AUTHORITY FOR RESEARCH COR- |
| 12 | PORATIONS. |
| 13 | (a) Repeal of Sunset.—Section 7368 is repealed. |
| 14 | (b) Clerical Amendment.—The table of sections at |
| 15 | the beginning of chapter 73 is amended by striking the item |
| 16 | relating to section 7368. |
| | Amend the title to read: "A bill to amend title 38, |

Amend the title to read: A bill to amend title 38, United States Code, to enhance the emergency preparedness of the Department of Veterans Affairs, and for other purposes.".

Calendar No. 534

 $\begin{array}{c} {}^{107 \mathrm{TH}\ \mathrm{CONGRESS}}_{\mathrm{2D}\ \mathrm{Session}} & \textbf{S. 2132} \end{array}$

[Report No. 107-229]

A BILL

To amend title 38, United States Code, to provide for the establishment of medical emergency preparedness centers in the Veterans Health Administration, to provide for the enhancement of the medical research activities of the Department of Veterans Affairs, and for other purposes.

JULY 31, 2002

Reported with an amendment and an amendment to the title