

112TH CONGRESS
1ST SESSION

H. R. 3449

To direct the Secretary of Defense to develop a defense supply chain and industrial base strategy, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 16, 2011

Mr. RYAN of Ohio (for himself, Mr. CRITZ, Mr. MANZULLO, Ms. KAPTUR, Mr. GARAMENDI, Mr. JONES, Mr. MURPHY of Connecticut, Mr. JOHNSON of Georgia, and Mr. KISSELL) introduced the following bill; which was referred to the Committee on Armed Services

A BILL

To direct the Secretary of Defense to develop a defense supply chain and industrial base strategy, 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 “Defense Supply Chain
5 and Industrial Base Security Act”.

1 **SEC. 2. DEVELOPMENT BY SECRETARY OF DEFENSE OF A**
2 **DEFENSE SUPPLY CHAIN AND INDUSTRIAL**
3 **BASE STRATEGY.**

4 (a) STRATEGY REQUIRED.—The Secretary of De-
5 fense shall develop a defense supply chain and industrial
6 base strategy, and subsequent plan, designed to secure the
7 supply chain and industrial base sectors that the Secretary
8 judges critical to the national security of the United
9 States. The strategy and plan shall result in the mapping
10 of the defense supply chain and industrial base, and such
11 mapping and subsequent plan shall, at minimum—

12 (1) attain high visibility into the Department of
13 Defense supply chain from raw materials to final
14 products with optimized identification of all direct
15 and indirect contractors, customers, suppliers, and
16 suppliers of suppliers to the Department of Defense;

17 (2) identify the interconnections and relation-
18 ships of all public and private direct and indirect
19 contractors, customers, suppliers, and suppliers of
20 suppliers to the Department of Defense;

21 (3) include detailed business information on
22 contractors, customers, suppliers, and suppliers of
23 suppliers, along with accurate company sector and
24 tier classification of all direct and indirect contrac-
25 tors, customers, suppliers, and suppliers of suppliers
26 to the Department of Defense;

1 (4) safeguard access to those critical sectors of
2 the industrial base and recognize those critical sec-
3 tors that are indigenous to the United States to be
4 a national treasure;

5 (5) be based on a prioritized assessment of risk
6 and challenges to the defense supply chain and in-
7 dustrial base;

8 (6) include, within the scale of the Secretary's
9 action, all current and emerging sectors of the de-
10 fense supply chain and industrial base that he deems
11 critical to the national security of the Unites States;
12 and

13 (7) provide reasonable assurance that the Sec-
14 retary has the ability to timely and rapidly mobilize
15 and surge the defense supply chain and industrial
16 base sectors deemed critical to the national security
17 of the United States.

18 (b) BIENNIAL REVIEW.—The Secretary of Defense
19 shall review the strategy and plan required in subsection
20 (a) on a biennial basis. Such a review shall, at a min-
21 imum—

22 (1) be conducted based on current mapping of
23 the supply chain and industrial base structure and
24 competitive landscape analysis, analysis of the activ-

1 ity relationship therein, and risks and opportunities
2 therein; and

3 (2) be informed by any changes or updates to
4 the National Defense Strategy, National Military
5 Strategy, national counterterrorism policy, homeland
6 security policy, and the operational or contingency
7 plans of the combatant commanders.

8 (c) REPORT TO CONGRESS.—The Secretary of De-
9 fense shall submit to Congress a report on the strategy
10 and plan required in subsection (a) and the results of the
11 biennial reports required in subsection (b). Such reports
12 shall include:

13 (1) A full description of the strategy required in
14 subsection (a).

15 (2) A complete description of the current supply
16 chain and industrial base structure, an analysis of
17 the landscape and activity relationship of the entities
18 within the supply chain, and industrial base business
19 network.

20 (3) A description and analysis of the risks and
21 challenges associated with disruption to the defense
22 supply chain and industrial base.

23 (4) The basis for the Secretary’s determination
24 and prioritization of such risks and challenges.

1 (5) Findings from the reviews required in sub-
2 section (b).

3 (6) Recommendations for policy or regulatory
4 changes necessary to safeguard the defense supply
5 chain and industrial base and its indigenous nature.

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