

to continue strengthening the SBIC program.

Sincerely,

BRETT PALMER,

President, Small Business Investor Alliance.

Mr. ROUDA. Mr. Speaker, in closing, I want to thank Chairwoman VELÁZQUEZ for her support and leadership of innovative small business. I also want to thank Representative ESPAILLAT for his work on this issue in the last Congress, and I urge Members to support this legislation.

Mr. CHABOT. Mr. Speaker, I yield myself the balance of my time to close.

Mr. Speaker, the SBIR and STTR programs are often the first place small innovative companies come to do business with the Federal Government. They are widely popular here on Capitol Hill, in the administration, and in the industrial base as well. They provide that initial kick-start of funding for ideas that could change the world, literally, for the better.

Mr. Speaker, the reforms contained in H.R. 206 make it easier for those ideas to become a reality. Therefore, I urge my colleagues to support this bipartisan legislation, and I yield back the balance of my time.

Ms. VELÁZQUEZ. Mr. Speaker, I yield myself the balance of my time to close.

Mr. Speaker, I want to thank the gentleman from California (Mr. ROUDA) for introducing today's bill to increase the assistance to SBIR and STTR firms.

Since their inception, over \$40 billion in awards have been made, proving their success as a funding source for small innovative firms.

As we have done before, we must ensure the longevity of the program by guaranteeing it reflects modern R&D practices. It must also optimize participation through mentorship incentives and Phase 3 awards, in addition to including small business investment companies in the SBIR and STTR programs to stimulate investment.

This bill achieves this goal and guarantees the program meets the needs of our next generation of SBIR and STTR firms. H.R. 206 makes certain that the program remains a catalyst for not just innovation, but also the economic empowerment and job creation that is associated with these scientific advances.

Mr. Speaker, I urge Members to support this bill, and I yield back the balance of my time.

Mr. ESPAILLAT. Mr. Speaker, I want to thank the new Chair of the House Small Business Committee Congresswoman NYDIA VELÁZQUEZ for her leadership on this issue and for working with me during the 115th Congress when the Encouraging Small Business Innovation Act first passed in the House. I also want to congratulate Congressman ROUDA on his success in moving this issue forward in the 116th Congress and thank him for his commitment to spur innovation and address the issue of underrepresentation of minorities in the small business community.

The Encouraging Small Business Innovation Act is thoughtful and constructive legislation.

Even in this modern day, we have heard from many minority and women-owned small businesses that they continue to face institutional challenges to growing their businesses. A 2013 report commissioned by the Small Business Administration found that women-owned small businesses do not have equal access to capital from the private sector as compared to their male peers. Furthermore, the Small Business Administration's own Office of Advocacy has said that, "There are fewer minority-owned businesses representing high-patenting industries than in all industries."

Through the Small Business Innovation Research (SBIR) and Small Business Technology Transfer (STTR) programs, the Small Business Administration works with partners in eleven federal agencies ranging from the Department of Agriculture to NASA to support small businesses, especially those that are owned by members of identified disadvantaged communities. While these programs have made some headway in encouraging innovation and entrepreneurship among women and many minority communities, this vital investment can only be used for research and development. There is no consideration given for testing and evaluation, an extremely resource-heavy task for small businesses. What good is a product or a method when you don't know if it works effectively or efficiently? The Small Business Innovation Act addresses this problem by including "testing" and "evaluation" among the activities for which SBIR and STTR applicants can seek funding. This will empower more underrepresented entrepreneurs to develop new products, expand upon new ideas, and gain respected external validators.

The Small Business Innovation Act also includes a number of other provisions that I believe will significantly help expand entrepreneurship in underserved communities. For example, the bill incentivizes mentorship with previous SBIR- and STTR-recipient companies that have found success in the programs to impart their knowledge and share their experience. It also welcomes investment by Small Business Investment Companies into SBIR and STTR projects, which will increase the investment of capital from more diverse streams of funding. The bill also prioritizes data collection and reporting, ensuring that evaluation of the program leads to increased efficiency and additional participation. Finally, and most importantly, the bill makes explicit commitments to increasing the participation of underserved populations in the small business community.

So again, I thank my colleague, Mr. ROUDA, and Chairwoman VELÁZQUEZ for taking up this important cause and I congratulate them both on a job well done.

The SPEAKER pro tempore. The question is on the motion offered by the gentlewoman from New York (Ms. VELÁZQUEZ) that the House suspend the rules and pass the bill, H.R. 206.

The question was taken; and (two-thirds being in the affirmative) the rules were suspended and the bill was passed.

A motion to reconsider was laid on the table.

COMMUNICATION FROM THE CLERK OF THE HOUSE

The SPEAKER pro tempore laid before the House the following commu-

nication from the Clerk of the House of Representatives:

JANUARY 14, 2019.

Hon. NANCY PELOSI,
The Speaker, House of Representatives,
Washington, DC.

DEAR MADAM SPEAKER: Pursuant to the permission granted in Clause 2(h) of Rule II of the Rules of the U.S. House of Representatives, the Clerk received the following message from the Secretary of the Senate on January 14, 2019, at 3:19 p.m.:

That the Senate agreed to Relative to the death of the Honorable John Chester Culver, former United States Senator for the State of Iowa S. Res. 16

Appointments:

Syria Study Group

United States Senate Caucus on International Narcotics Control for the 116th Congress

United States—China Economic and Security Review Commission

With best wishes, I am

Sincerely,

KAREN L. HAAS.

EXPANDING CONTRACTING OPPORTUNITIES FOR SMALL BUSINESSES ACT OF 2019

Ms. VELÁZQUEZ. Mr. Speaker, I move to suspend the rules and pass the bill (H.R. 190) to amend the Small Business Act to eliminate the inclusion of option years in the award price for sole source contracts, and for other purposes.

The Clerk read the title of the bill.

The text of the bill is as follows:

H.R. 190

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the "Expanding Contracting Opportunities for Small Businesses Act of 2019".

SEC. 2. AMENDMENTS TO CONTRACTING AUTHORITY FOR CERTAIN SMALL BUSINESS CONCERNS.

(a) QUALIFIED HUBZONE SMALL BUSINESS CONCERNS.—Subparagraph (A) of section 31(b)(2) of the Small Business Act (15 U.S.C. 657a(b)(2)) is amended to read as follows:

"(A) SOLE SOURCE CONTRACTS.—A contracting officer may award sole source contracts under this section to any qualified HUBZone small business concern, if—

"(i) the qualified HUBZone small business concern is determined to be a responsible contractor with respect to performance of such contract opportunity;

"(ii) the contracting officer does not have a reasonable expectation that two or more qualified HUBZone small business concerns will submit offers for the contracting opportunity;

"(iii) the anticipated award price of the contract will not exceed—

"(I) \$7,000,000, in the case of a contract opportunity assigned a standard industrial classification code for manufacturing; or

"(II) \$4,000,000, in the case of all other contract opportunities; and

"(iv) in the estimation of the contracting officer, the contract award can be made at a fair and reasonable price."

(b) SMALL BUSINESS CONCERN OWNED AND CONTROLLED BY SERVICE-DISABLED VETERANS.—Subsection (a) of section 36 of the Small Business Act (15 U.S.C. 657f) is amended to read as follows:

"(a) SOLE SOURCE CONTRACTS.—In accordance with this section, a contracting officer