119TH CONGRESS, 1st Session | HOUSE OF REPRESENTATIVES | REPORT 119–64

SECURING SEMICONDUCTOR SUPPLY CHAINS ACT OF 2025

APRIL 24, 2025.—Committed to the Committee of the Whole House on the State of the Union and ordered to be printed

Mr. GUTHRIE, from the Committee on Energy and Commerce, submitted the following

REPORT

[To accompany H.R. 2480]

The Committee on Energy and Commerce, to whom was referred the bill (H.R. 2480) to require SelectUSA to coordinate with State-level economic development organizations to increase foreign direct investment in semiconductor-related manufacturing and production, having considered the same, reports favorably thereon without amendment and recommends that the bill do pass.

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PURPOSE AND SUMMARY

H.R. 2480, the Securing Semiconductor Supply Chains Act of 2025, was introduced by Representative Landsman on March 31, 2025, and referred to the Committee on Energy and Commerce. H.R. 2480 requires the Executive Director of SelectUSA to solicit

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comments from State-level economic development organizations to review efforts to support increased foreign direct investment in any segment of semiconductor-related production and current barriers and challenges to such investment. The legislation would also require the Executive Director to develop recommendations for how SelectUSA can increase such investment and determine how to work with allied countries to ensure foreign adversaries do not benefit from U.S. efforts to increase investment. The legislation would also require the Executive Director in coordination with the Federal Interagency Investment Working Group to submit to Congress a report on the review and recommendations for how SelectUSA can increase investments. The legislation would not authorize additional funds for purposes of carrying out the Act.

BACKGROUND AND NEED FOR LEGISLATION

SelectUSA coordinates outreach and engagement by the Federal Government to promote the U.S. as the premier location to operate a business, facilitates resolution to issues involving the Federal government and pending investments, educates firms on the investment climate in the U.S. and available incentives, and reports quarterly to the President on its promotion activities.[1] This legislation will help Congress determine what action is necessary to increase foreign direct investment into the semiconductor related sectors of the U.S. economy.

COMMITTEE ACTION

On April 8, 2025, the full Committee on Energy and Commerce met in open markup session and ordered H.R. 2480, without amendment, favorably reported to the House by a voice vote.

COMMITTEE VOTES

Clause 3(b) of rule XIII requires the Committee to list the record votes on the motion to report legislation and amendments thereto. There were no record votes taken in connection with ordering H.R. 2480 reported.

OVERSIGHT FINDINGS AND RECOMMENDATIONS

Pursuant to clause 2(b)(1) of rule X and clause 3(c)(1) of rule XIII, the Committee held (a) hearing(s) and made findings that are reflected in this report.

NEW BUDGET AUTHORITY, ENTITLEMENT AUTHORITY, AND TAX EXPENDITURES

Pursuant to clause 3(c)(2) of rule XIII, the Committee finds that H.R. 2480 would result in no new or increased budget authority, entitlement authority, or tax expenditures or revenues.

CONGRESSIONAL BUDGET OFFICE ESTIMATE

Pursuant to clause 3(c)(3) of rule XIII, at the time this report was filed, the cost estimate prepared by the Director of the Con-

[1] U.S. Department of Commerce, *SelectUSA* (accessed April 15, 2025) (https://www.commerce.gov/tags/selectusa).

gressional Budget Office pursuant to section 402 of the Congressional Budget Act of 1974 was not available.

FEDERAL MANDATES STATEMENT

The Committee adopts as its own the estimate of Federal mandates prepared by the Director of the Congressional Budget Office pursuant to section 423 of the Unfunded Mandates Reform Act.

STATEMENT OF GENERAL PERFORMANCE GOALS AND OBJECTIVES

Pursuant to clause 3(c)(4) of rule XIII, the general performance goal or objective of this legislation is to increase foreign direct investment in American semiconductor manufacturing capacity.

DUPLICATION OF FEDERAL PROGRAMS

Pursuant to clause 3(c)(5) of rule XIII, no provision of H.R. 2480 is known to be duplicative of another Federal program, including any program that was included in a report to Congress pursuant to section 21 of Public Law 111–139 or the most recent Catalog of Federal Domestic Assistance.

RELATED COMMITTEE AND SUBCOMMITTEE HEARINGS

Pursuant to clause 3(c)(6) of rule XIII, the following hearing was used to develop or consider H.R. 2480:

- The Subcommittee on Innovation, Data, and Commerce held a hearing on February 1, 2023. The hearing was entitled "Economic Danger Zone: How America Competes to Win the Future Versus China." The Subcommittee received testimony from:
    - Brandon Pugh, Policy Director and Resident Senior Fellow, R Street Institute;
    - Jeff Farrah, Executive Director, Autonomous Vehicles Industry Association (AVIA);
    - Samm Sacks, Cyber Policy Fellow, International Security Program, New America; and
    - Marc Jarsulic, Senior Fellow and Chief Economist, Center for American Progress.

COMMITTEE COST ESTIMATE

Pursuant to clause 3(d)(1) of rule XIII, the Committee adopts as its own the cost estimate prepared by the Director of the Congressional Budget Office pursuant to section 402 of the Congressional Budget Act of 1974. At the time this report was filed, the estimate was not available.

EARMARK, LIMITED TAX BENEFITS, AND LIMITED TARIFF BENEFITS

Pursuant to clause 9(e), 9(f), and 9(g) of rule XXI, the Committee finds that H.R. 2480 contains no earmarks, limited tax benefits, or limited tariff benefits.

ADVISORY COMMITTEE STATEMENT

No advisory committees within the meaning of section 5(b) of the Federal Advisory Committee Act were created by this legislation.

APPLICABILITY TO LEGISLATIVE BRANCH

The Committee finds that the legislation does not relate to the terms and conditions of employment or access to public services or accommodations within the meaning of section 102(b)(3) of the Congressional Accountability Act.

SECTION-BY-SECTION ANALYSIS OF THE LEGISLATION

Section 1. Short title

Section 1 allows the Act to be cited as the "Securing Semiconductor Supply Chains Act of 2025."

Section 2. SelectUSA defined

Section 2 defines the term "SelectUSA" to mean the Department of Commerce Program established by Executive Order 13577.

Section 3. Findings

Section 3 lists Congressional findings emphasizing the importance of semiconductors, the risks posed by a brittle semiconductor supply chain, and the benefits of encouraging private dollars to strengthen domestic capacity through the SelectUSA program.

Section 4. Coordination with state-level economic development organizations

Section 4 requires that within 180 days of enactment, the Executive Director of SelectUSA shall solicit comments from State-level economic development organizations and review efforts of the Federal government to support foreign direct investment in semiconductors, barriers to such investment, public opportunities to attract foreign direct investment, and resource gaps or other challenges that prevent such investments. The Executive Director shall also develop recommendations for how SelectUSA can increase foreign direct investment by working with countries that are allies or partners of the United States.

Section 5. Report on increasing foreign direct investment in semiconductor-related manufacturing and production

Section 5 requires that within two years of enactment, the Executive Director of SelectUSA, in coordination with a Federal Interagency Investment Working Group established in Executive Order 13577, shall submit a report to the Committee on Commerce, Science, and Transportation of the Senate and the Committee on Energy and Commerce of the House of Representatives that includes a review of comments received under section 4, a description of SelectUSA's activities to increase foreign direct investment in semiconductor-related manufacturing, and an assessment of strategies the U.S. may use to secure its semiconductor supply chains.

Section 6. No additional funds

Section 6 states that no additional funds are to be authorized for the purposes of carrying out this act.

CHANGES IN EXISTING LAW MADE BY THE BILL, AS REPORTED

This legislation does not amend any existing Federal statute.