### 106TH CONGRESS 1ST SESSION S. 384

To authorize the Secretary of Defense to waive certain domestic source or content requirements in the procurement of items.

#### IN THE SENATE OF THE UNITED STATES

FEBRUARY 6, 1999

Mr. McCAIN introduced the following bill; which was read twice and referred to the Committee on Armed Services

### A BILL

To authorize the Secretary of Defense to waive certain domestic source or content requirements in the procurement of items.

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. AUTHORITY TO WAIVE DOMESTIC SOURCE OR 4 CONTENT REQUIREMENTS.

5 (a) AUTHORITY.—Chapter 141 of title 10, United
6 States Code, is amended by adding at the end the follow7 ing new section:

# 1 "§ 2410n. Authority to waive domestic source and 2 content requirements

3 "(a) AUTHORITY.—Subject to subsection (c), the Sec4 retary of Defense may waive any domestic source require5 ment or domestic content requirement referred to in sub6 section (b) and thereby authorize the procurement of items
7 that are grown, reprocessed, reused, produced, or
8 manufactured—

9 "(1) outside the United States or its posses-10 sions; or

"(2) in the United States or its possessions
from components grown, reprocessed, reused, produced, or manufactured outside the United States or
its possessions.

15 "(b) COVERED REQUIREMENTS.—For purposes of16 this section:

17 "(1) A domestic source requirement is any re-18 quirement under law that the Department of De-19 fense must satisfy its needs for an item by procuring 20 an item that is grown, reprocessed, reused, pro-21 duced, or manufactured in the United States, its 22 possessions, or a part of the national technology and 23 industrial base.

24 "(2) A domestic content requirement is any re25 quirement under law that the Department must sat26 isfy its needs for an item by procuring an item pro•S 384 IS

duced partly or wholly from components grown, re processed, reused, produced, or manufactured in the
 United States or its possessions.

4 "(c) LIMITATION.—The Secretary may waive a do5 mestic source requirement or domestic content require6 ment under subsection (a) only if the Secretary determines
7 that one or more of the conditions set forth in section
8 2534(d) of this title apply with respect to the procurement
9 of the items concerned.

10 "(d) RELATIONSHIP TO OTHER WAIVER AUTHOR-11 ITY.—The authority under subsection (a) to waive a do-12 mestic source requirement or domestic content require-13 ment is in addition to any other authority to waive such 14 requirement.".

(b) CLERICAL AMENDMENT.—The table of sections
at the beginning of such chapter is amended by adding
the adding at the end following new item:

"2410n. Authority to waive domestic source or content requirements.".

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