## 112TH CONGRESS 1ST SESSION

## S. 1154

To require transparency for Executive departments in meeting the Government-wide goals for contracting with small business concerns owned and controlled by service-disabled veterans, and for other purposes.

## IN THE SENATE OF THE UNITED STATES

June 7, 2011

Mr. Baucus introduced the following bill; which was read twice and referred to the Committee on Small Business and Entrepreneurship

## A BILL

- To require transparency for Executive departments in meeting the Government-wide goals for contracting with small business concerns owned and controlled by service-disabled veterans, 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 "Honoring Promises
  - 5 to Service-Disabled Veterans Act of 2011".
  - 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:

- (1) Federal agencies have an obligation to com-ply with the Veterans Entrepreneurship and Small Business Development Act of 1999 (Public Law 106–50; 113 Stat. 233), and the amendments made by that Act, which established a Government-wide goal that not less than 3 percent of the total value of all prime contracts and subcontracts be awarded to small business concerns owned and controlled by service-disabled veterans each fiscal year (referred to in this section as the "Government-wide goal for service-disabled veterans").
  - (2) Progress in meeting the Government-wide goal for service-disabled veterans has been unacceptably slow.
  - (3) Prime contractors doing business with the United States Government have an obligation to do their part to meet the Government-wide goal for service-disabled veterans.
  - (4) The public has a right to know whether the Executive departments (as defined in section 101 of title 5, United States Code) and prime contractors are meeting the Government-wide goal for service-disabled veterans.

1	SEC. 3. TRANSPARENCY IN CONTRACTING GOALS FOR
2	SMALL BUSINESS CONCERNS OWNED AND
3	CONTROLLED BY SERVICE-DISABLED VET-
4	ERANS.
5	Section 15 of the Small Business Act (15 U.S.C. 644)
6	is amended by adding at the end the following:
7	"(s) Transparency in Contracting Goals for
8	SMALL BUSINESS CONCERNS OWNED AND CONTROLLED
9	BY SERVICE-DISABLED VETERANS.—
10	"(1) Definitions.—In this subsection—
11	"(A) the term 'covered contractor' means a
12	contractor that is required to submit a subcon-
13	tracting plan under section 8(d) to an Execu-
14	tive department; and
15	"(B) the term 'Executive department' has
16	the meaning given that term in section 101 of
17	title 5, United States Code.
18	"(2) Reports to administrator.—Three
19	months after the date of enactment of this sub-
20	section, and quarterly thereafter, the head of each
21	Executive department shall submit to the Adminis-
22	trator a report that contains—
23	"(A) the percentage of the total value of
24	all prime contracts awarded by the Executive
25	department to small business concerns owned
26	and controlled by service-disabled veterans dur-

1	ing the 3-month period ending on the date of
2	the report;
3	"(B) the name of each covered contractor
4	to which the Executive department awards a
5	contract;
6	"(C) for each contract awarded to a cov-
7	ered contractor by the Executive department—
8	"(i) the percentage goal negotiated
9	under section 8(d)(6)(A) for the utilization
10	as subcontractors of small business con-
11	cerns owned and controlled by service-dis-
12	abled veterans; and
13	"(ii) if the contract is completed dur-
14	ing the 3-month period ending on the date
15	of the report, the percentage of the total
16	value of subcontracts entered into by the
17	covered contractor awarded to small busi-
18	ness concerns owned and controlled by
19	service-disabled veterans;
20	"(D) the weighted average percentage goal
21	negotiated by each covered contractor under
22	section 8(d)(6)(A) for the utilization as sub-
23	contractors of small business concerns owned
24	and controlled by service-disabled veterans for

1	all contracts awarded by the Executive depart-
2	ment to the covered contractor; and
3	"(E) for all contracts awarded to covered
4	contractors by the Executive department that
5	are completed during the 3-month period end-
6	ing on the date of the report, the percentage of
7	the total value of all subcontracts awarded by
8	covered contractors that were awarded to small
9	business concerns owned and controlled by serv-
10	ice-disabled veterans.
11	"(3) Rankings.—For the first full fiscal year
12	following the date of enactment of this subsection,
13	and each fiscal year thereafter, the Administrator
14	shall rank—
15	"(A) the Executive departments, based
16	on—
17	"(i) the percentage of the total value
18	of prime contracts awarded by the Execu-
19	tive departments to small business con-
20	cerns owned and controlled by service-dis-
21	abled veterans; and
22	"(ii) the percentage of the total value
23	of subcontracts awarded by covered con-
24	tractors that are awarded contracts by the
25	Executive departments to small business

1	concerns owned and controlled by service-
2	disabled veterans; and
3	"(B) covered contractors, based on the
4	percentage of the total value of subcontracts
5	awarded by the covered contractors to small
6	business concerns owned and controlled by serv-
7	ice-disabled veterans.
8	"(4) Publication.—
9	"(A) Website.—Except as provided in
10	subparagraph (B), the Administrator shall pub-
11	lish on a website accessible to the public a user-
12	friendly, electronically searchable report con-
13	taining—
14	"(i) the information submitted to the
15	Administrator under paragraph (2); and
16	"(ii) the rankings made by the Ad-
17	ministrator under paragraph (3).
18	"(B) Exception for national secu-
19	RITY.—If the head of an Executive department
20	determines that publication of information con-
21	tained in a report submitted under paragraph
22	(2) would be detrimental to national security,
23	the Administrator shall not publish the infor-
24	mation on the website described in subpara-
25	graph (A).

1	"(C) Updating.—The Administrator shall
2	update the contents of the website described in
3	subparagraph (A) not less frequently than
4	quarterly.
5	"(5) Reports to congress.—
6	"(A) Annual Report.—The Adminis-
7	trator shall submit to Congress an annual re-
8	port on the progress of each Executive depart-
9	ment toward meeting the Government-wide
10	goals for contracting and subcontracting estab-
11	lished under subsection (g).
12	"(B) Contents.—Each report under this
13	paragraph shall include—
14	"(i) a statement of whether the
15	website described in paragraph (4) con-
16	tains the latest data reported to the Ad-
17	ministrator by the Executive departments;
18	and
19	"(ii) a recommendation of a prime
20	contractor that should be recognized by
21	Congress for outstanding progress in con-
22	tracting with small business concerns
23	owned and controlled by service-disabled
24	veterans.

1	"(6) Rule of construction.—Nothing in
2	this subsection may be construed to affect any other
3	reporting requirement under Federal law.".

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