

117TH CONGRESS  
1ST SESSION

# H. R. 3264

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## AN ACT

To amend the Homeland Security Act of 2002 to require research and development to identify and evaluate the extent to which critical domain risks within the United States supply chain pose a substantial threat to homeland security, 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,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Domains Critical to  
3 Homeland Security Act”.

4 **SEC. 2. CRITICAL DOMAIN RESEARCH AND DEVELOPMENT.**

5 (a) IN GENERAL.—Subtitle H of title VIII of the  
6 Homeland Security Act of 2002 (6 U.S.C. 451 et seq.)  
7 is amended by adding at the end the following new section:

8 **“SEC. 890B. HOMELAND SECURITY CRITICAL DOMAIN RE-  
9 SEARCH AND DEVELOPMENT.**

10 “(a) IN GENERAL.—

11 “(1) RESEARCH AND DEVELOPMENT.—The  
12 Secretary is authorized to conduct research and de-  
13 velopment to—

14 “(A) identify United States critical do-  
15 mains for economic security and homeland se-  
16 curity; and

17 “(B) evaluate the extent to which disrup-  
18 tion, corruption, exploitation, or dysfunction of  
19 any of such domain poses a substantial threat  
20 to homeland security.

21 “(2) REQUIREMENTS.—

22 “(A) RISK ANALYSIS OF CRITICAL DO-  
23 MAINS.—The research under paragraph (1)  
24 shall include a risk analysis of each identified  
25 United States critical domain for economic se-  
26 curity to determine the degree to which there

1 exists a present or future threat to homeland  
2 security in the event of disruption, corruption,  
3 exploitation, or dysfunction to such domain.  
4 Such research shall consider, to the extent pos-  
5 sible, the following:

6 “(i) The vulnerability and resilience of  
7 relevant supply chains.

8 “(ii) Foreign production, processing,  
9 and manufacturing methods.

10 “(iii) Influence of malign economic ac-  
11 tors.

12 “(iv) Asset ownership.

13 “(v) Relationships within the supply  
14 chains of such domains.

15 “(vi) The degree to which the condi-  
16 tions referred to in clauses (i) through (v)  
17 would place such a domain at risk of dis-  
18 ruption, corruption, exploitation, or dys-  
19 function.

20 “(B) ADDITIONAL RESEARCH INTO HIGH-  
21 RISK CRITICAL DOMAINS.—Based on the identi-  
22 fication and risk analysis of United States crit-  
23 ical domains for economic security pursuant to  
24 paragraph (1) and subparagraph (A) of this  
25 paragraph, respectively, the Secretary may con-

1           duct additional research into those critical do-  
2           mains, or specific elements thereof, with respect  
3           to which there exists the highest degree of a  
4           present or future threat to homeland security in  
5           the event of disruption, corruption, exploitation,  
6           or dysfunction to such a domain. For each such  
7           high-risk domain, or element thereof, such re-  
8           search shall—

9                   “(i) describe the underlying infra-  
10                   structure and processes;

11                   “(ii) analyze present and projected  
12                   performance of industries that comprise or  
13                   support such domain;

14                   “(iii) examine the extent to which the  
15                   supply chain of a product or service nec-  
16                   essary to such domain is concentrated, ei-  
17                   ther through a small number of sources, or  
18                   if multiple sources are concentrated in one  
19                   geographic area;

20                   “(iv) examine the extent to which the  
21                   demand for supplies of goods and services  
22                   of such industries can be fulfilled by  
23                   present and projected performance of other  
24                   industries, identify strategies, plans, and  
25                   potential barriers to expand the supplier

1 industrial base, and identify the barriers to  
2 the participation of such other industries;

3 “(v) consider each such domain’s per-  
4 formance capacities in stable economic en-  
5 vironments, adversarial supply conditions,  
6 and under crisis economic constraints;

7 “(vi) identify and define needs and re-  
8 quirements to establish supply resiliency  
9 within each such domain; and

10 “(vii) consider the effects of sector  
11 consolidation, including foreign consolida-  
12 tion, either through mergers or acquisi-  
13 tions, or due to recent geographic realign-  
14 ment, on such industries’ performances.

15 “(3) CONSULTATION.—In conducting the re-  
16 search under paragraph (1) and subparagraph (B)  
17 of paragraph (2), the Secretary may consult with  
18 appropriate Federal agencies, State agencies, and  
19 private sector stakeholders.

20 “(4) PUBLICATION.—Beginning one year after  
21 the date of the enactment of this section, the Sec-  
22 retary shall publish a report containing information  
23 relating to the research under paragraph (1) and  
24 subparagraph (B) of paragraph (2), including find-

1       ings, evidence, analysis, and recommendations. Such  
2       report shall be updated annually through 2026.

3       “(b) SUBMISSION TO CONGRESS.—Not later than 90  
4       days after the publication of each report required under  
5       paragraph (4) of subsection (a), the Secretary shall trans-  
6       mit to the Committee on Homeland Security of the House  
7       of Representatives and the Committee on Homeland Secu-  
8       rity and Governmental Affairs of the Senate each such re-  
9       port, together with a description of actions the Secretary,  
10      in consultation with appropriate Federal agencies, will un-  
11      dertake or has undertaken in response to each such report.

12      “(c) DEFINITIONS.—In this section:

13           “(1) UNITED STATES CRITICAL DOMAINS FOR  
14      ECONOMIC SECURITY.—The term ‘United States  
15      critical domains for economic security’ means the  
16      critical infrastructure and other associated indus-  
17      tries, technologies, and intellectual property, or any  
18      combination thereof, that are essential to the eco-  
19      nomic security of the United States.

20           “(2) ECONOMIC SECURITY.—The term ‘eco-  
21      nomic security’ means the condition of having secure  
22      and resilient domestic production capacity, combined  
23      with reliable access to the global resources necessary  
24      to maintain an acceptable standard of living and to  
25      protect core national values.

1       “(d) AUTHORIZATION OF APPROPRIATIONS.—There  
2 is authorized to be appropriated \$1,000,000 for each of  
3 fiscal years 2022 through 2026 to carry out this section.”.

4       (b) CLERICAL AMENDMENT.—The table of contents  
5 in section 1(b) of the Homeland Security Act of 2002 is  
6 amended by inserting after the item relating to section  
7 890A the following new item:

“Sec. 890B. Homeland security critical domain research and development.”.

Passed the House of Representatives July 20, 2021.

Attest:

*Clerk.*

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