

**SUBSTITUTE OFFERED BY MR. THORNBERRY FOR
THE AMENDMENT**

OFFERED BY MR. *Khanna*

(National Defense Authorization Act for Fiscal Year 2020)

At the end of title VIII, insert the following new section:

**1 SEC. 8 ____. GUIDANCE ON PRICE REASONABLENESS FOR
2 CERTAIN HIGH-RISK PARTS.**

3 (a) GUIDANCE.—The Under Secretary of Defense for
4 Acquisition and Sustainment shall issue guidance on parts
5 procured pursuant to a sole source contract in order to
6 ensure—

7 (1) price reasonableness; and

8 (2) that suppliers of such parts provide data
9 other than certified cost or pricing data (as de-
10 scribed under section 2306a(d)(1) of title 10, United
11 States Code) to contracting officers upon request.

12 (b) CONTENTS.—The guidance issued under sub-
13 section (a) shall include—

14 (1) a process to assess and collect data on the
15 types of parts deemed to be at high risk for unrea-
16 sonable pricing, and the contractors who supply such
17 parts, to identify trends;

1 (2) a process for contracting officers to obtain
2 necessary cost or pricing data and other information
3 on such parts; and

4 (3) a process for analyzing the price and cost
5 of such parts to identify lower-cost alternatives or
6 methods to achieve fair and reasonable pricing for
7 future procurement of such parts.

8 (c) REPORT TO CONGRESS.—Not later than Feb-
9 ruary 1, 2020, the Under Secretary of Defense for Acqui-
10 sition and Sustainment shall submit to the congressional
11 defense committees a report that includes the guidance re-
12 quired in subsection (a).

