

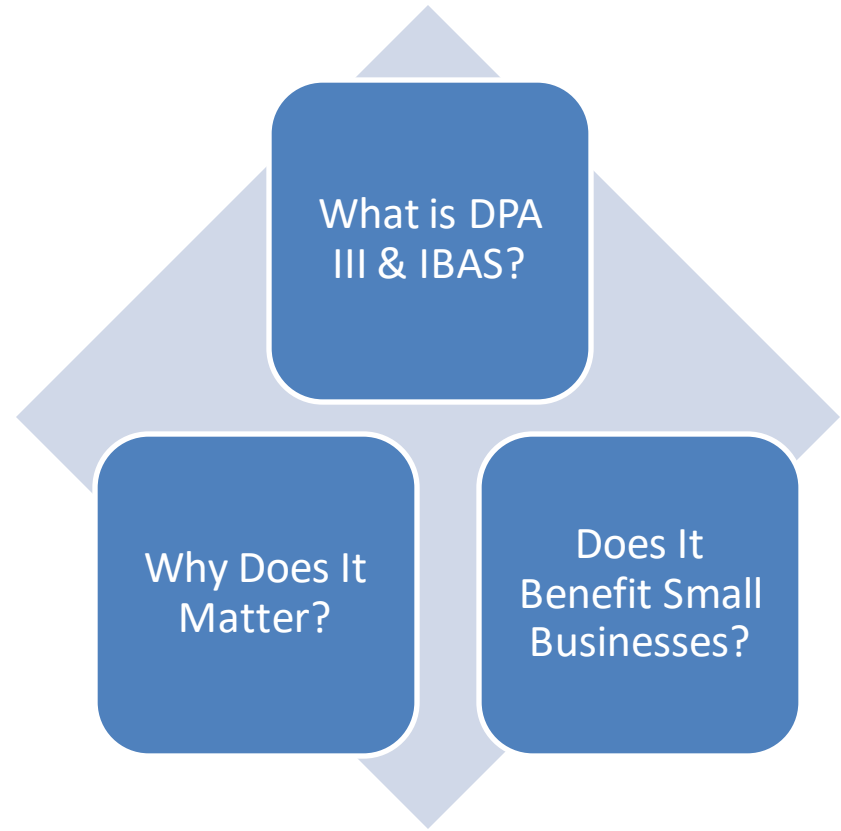
Strengthening America's Supply Chain Together!

DPA Title III & IBAS





Overview of Training



History – DPA Title III

- Original Title: DEFENSE PRODUCTION ACT OF 1950 – (*U.S. Federal Law*) (uscode.house.gov - Title 50, Section 2061)
 - Enacted on September 8, 1950
 - Response to the start of the Korean War
 - President Harry S. Truman
 - ✓ Established ODM (Office of Defense Mobilization)
 - ✓ Wage & Price Controls
 - ✓ Regulated Heavy Industries
 - ✓ Dispersal of Manufacturing Plants

Purpose



- Civil defense & War mobilization
- Original Act – Seven Titles
- Titles Allowed President to:
 - ✓ Seize private property (Title II)
 - ✓ Fix wages, prices & ration goods (Title IV)
 - ✓ Fix Labor disputes (Title V)
 - ✓ Control Real Estate Credit (Title VI)

- **DPA Accelerates Industry Development**

National Archives & Records



- Establishment of domestic aluminum & titanium industries (1950s)
- DoD provided the following:
 - ✓ Capital & Interest-free loans
 - ✓ Directed resources & skilled laborers
- Diversify US Energy (Late 1960s & early 1970s):
 - ✓ Funding Trans-Alaskan pipeline
 - ✓ Funding synthetic fuels Corp
 - ✓ Funding research – liquefied natural gas

USES cont'd

- **Uses: DPA Accelerates Industry Development cont'd**



- 1980s – Technology Innovation
 - ✓ DoD provides seed money
 - ✓ New technologies & materials
- June 1994 - FEMA National Security Resource Preparedness
 - ✓ President Clinton Invoked DPA (Executive Order 12919)
 - ✓ Disaster Preparedness
 - ✓ <https://www.govinfo.gov/content/pkg/WCPD-1994-06-13/pdf/WCPD-1994-06-13-Pg1228>

USES cont'd

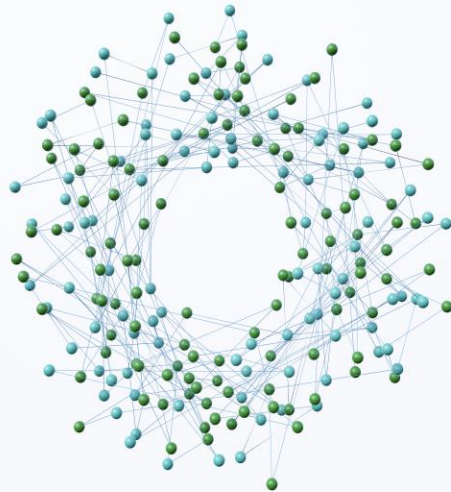
- **Uses: DPA Accelerates Industry Development cont'd**



- January 2001 – California Energy Crisis
 - ✓ President Clinton Invoked DPA
 - ✓ Supply California's largest energy provider
- 2011 - Cyberespionage
 - ✓ President Barack Obama Invoked DPA (Executive Order 12919)
 - Use of foreign-manufactured hardware/software
- Act reauthorized over 50 times
 - ✓ Periodically amended & remains in force

Present - Day

- Current
 - Four Titles – Expired & Repealed
 - ✓ President can't fix wages & prices of goods
 - ✓ President can prevent hoarding & selling items (Title I, S102)
 - Remaining Titles I, III, and VII
 - ✓ Title I – Priorities & Allocation
 - ✓ Title III – Means to allocate resources in support of DoD
 - ✓ Title VII – Control of Economy
 - Implementing Regulations (DPAS)
 - ✓ 15 CFR, Section 700 to 700.93



What Is DPA Title III?

Office of the Assistant Secretary of Defense Industrial Base Policy



Defense Production Act Title III

<https://www.businessdefense.gov/ibr/mceip/dpai/dpat3/docs/DPA-TitleIII-Overview.pdf>

What Is DPA Title III?



Title III Authorities and Priority Areas

Authorities			
Loan Guarantees §301 (50 U.S.C. 4531)	Loans §302 (50 U.S.C. 4532)	Purchase Commitments §303 (50 U.S.C. 4533)	Purchases §303 (50 U.S.C. 4533)
<ul style="list-style-type: none"> May be extended when credit is not available to the loan applicant under reasonable terms and conditions sufficient to finance the activity Prospective earning power of the loan applicant and the character and value of the security pledged provide a reasonable assurance of repayment of the loan to be guaranteed 	<ul style="list-style-type: none"> May be extended when private financing is beyond the risk of the commercial market Projected earnings following the loan are sufficient to cover repayment costs 	<ul style="list-style-type: none"> Create a guaranteed demand to reduce risks for industry to make their own investments 	<ul style="list-style-type: none"> Provide direct subsidies to companies to assist in establishing production capabilities including: <ul style="list-style-type: none"> Purchase and installation of production equipment in privately owned or Government owned facilities Engineering support to improve quality and yield of production facilities Sample quantities for process validation and customer qualification testing
Priority Areas			
Sustain Critical Production	Commercialize Research and Development Efforts	Scale Emerging Technologies	
"To create, maintain, protect, expand, or restore domestic industrial capabilities essential for National Defense"	"From Government sponsored research and development to commercial applications" and "from commercial research and development to National Defense"	"For the increased use of emerging technologies in security program applications and the rapid transition of emerging technologies"	

What Is IBAS?

Innovation Capability and Modernization (ICAM) Office



Industrial Base Analysis and Sustainment (IBAS) Program

PE: 0607210D8Z

March 2023

CLEARED
For Open Publication

Mar 13, 2023

Department of Defense
OFFICE OF PREPUBLICATION AND SECURITY REVIEW

<https://www.businessdefense.gov/ibr/mceip/icam/docs/ICAM-Overview-Presentation.pdf>

Statutorily Based - IBAS

- Industrial Base Analysis & Sustainment (IBAS) Program
 - 10 U.S. Code § 4817. Industrial Base Fund



- ✓ Support Monitoring & Assessment
- ✓ Address critical issues –
 - urgent operational needs
- ✓ Support efforts to expand
- ✓ Assess & shape the risk
- ✓ Address supply chain

Purpose - IBAS

- Industrial Base Analysis & Sustainment (IBAS) Program

- Mission – Strengthen competitive posture of DIB
- Vision – A Modern Industrial Base
- Priorities:
 - ✓ Prepare defense industrial Workforce
 - ✓ Ready the modern DIB
 - ✓ Prepare for the future
 - ✓ Assess & shape the risk
 - ✓ Build & strengthen partnerships



• Executive Order (E.O.) 14017

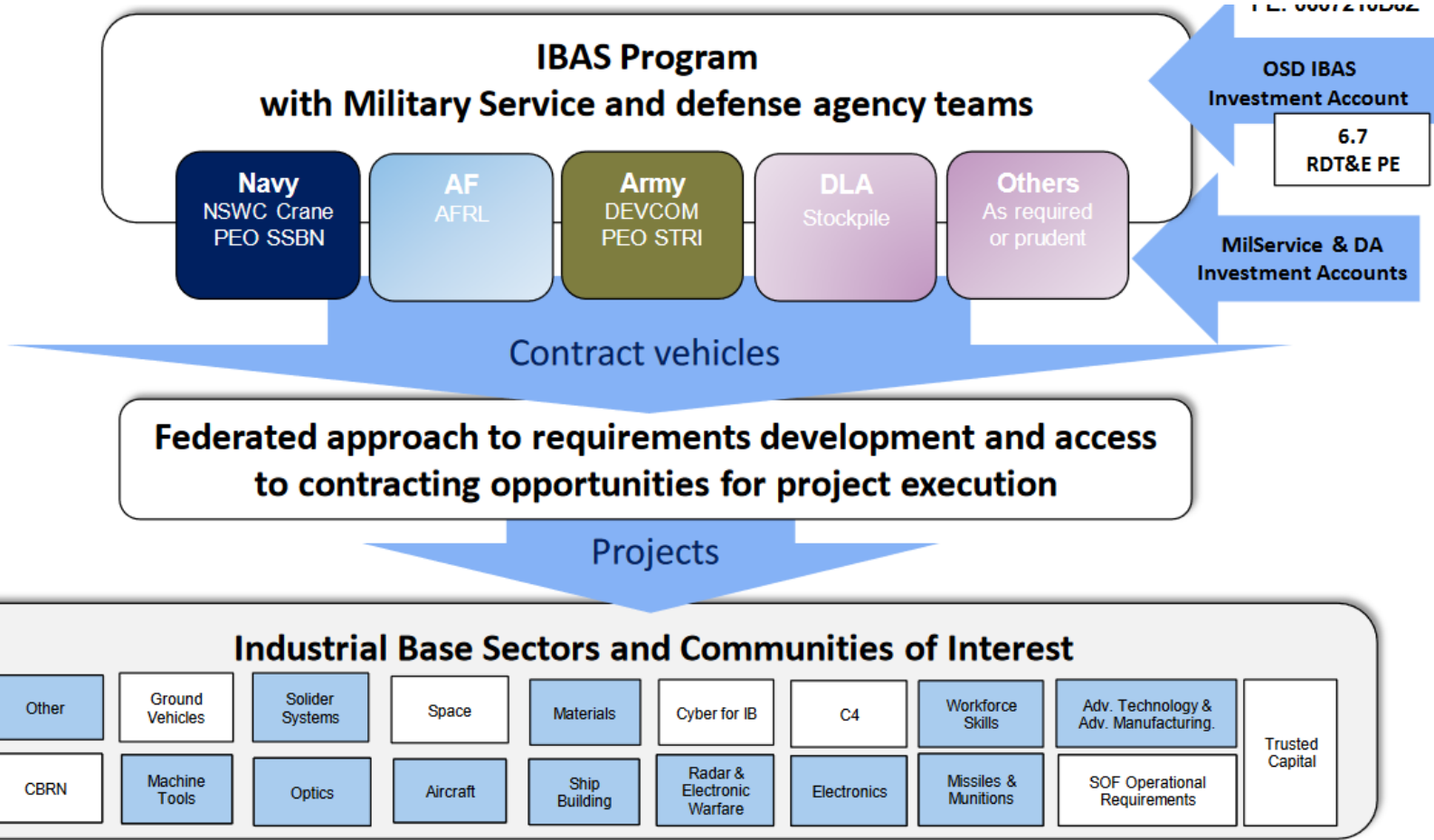


- America's Supply Chains
 - ✓ 100-day Supply Chain Review
 - Published June 8, 2021
 - Titled “Building Resilient Supply Chains, Revitalizing American Mfg, & Fostering Broad-based Growth”

100-day Supply Chain Review



How They Do It – Federated Approach



* Blue shaded boxes represent those sectors currently receiving IBAS funding

Extend IBAS program reach and resources to produce greater impacts

Why Does It Matter?

- DPA Title III & IBAS

- Crucial tool for the government to address:

- ✓ Supply Chain Vulnerabilities
- ✓ Support domestic industries
- ✓ Availability of resources
- ✓ National Emergencies
- ✓ National Security interests
- ✓ Enter into Contracts
- ✓ Provide financial support



Why Does It Matter?

The screenshot shows the top navigation bar with the Industrial Base Policy logo and links for Home, Opportunities, Announcements, and Contact Us. The main header area features a large image of a military uniform with the text 'MCEIP - DPAI - DPA TIII OPPORTUNITIES'. Below this is a white box containing a 'WELCOME' banner with an image of a marching band. To the right of the banner, there are two sections: 'DPA Title III Opportunities' with a paragraph of text and a 'contact us here' link, and 'Additional Resources' with a 'visit here' link circled in red. At the bottom of the white box are two buttons: 'OPEN ALL OPPORTUNITIES' and 'CLOSE ALL OPPORTUNITIES'. A partial link 'Funding Opportunity Announcement (FOA)' is visible at the very bottom.

<https://www.businessdefense.gov/ibr/mceip/dpai/dpat3/opportunities.html>

Why Does It Matter?



Home Search Data Bank Data Services Help



Contract Opportunity

- General Information
- Classification
- Description
- Attachments/Links
- Contact Information
- History
- Award Notices

Follow

Defense Production Act Title III Expansion of Domestic Production Capability and Capacity - Funding Opportunity Announcement (FOA)

ACTIVE

Contract Opportunity

Notice ID
FA8650-19-S-5010

Related Notice

Department/Ind. Agency
DEPT OF DEFENSE
Sub-tier
DEPT OF THE AIR FORCE
Major Command
AIR FORCE MATERIEL COMMAND
Sub Command
AIR FORCE RESEARCH LABORATORY
Office
FA8650 USAF AIR FORCE MATERIEL COMMAND AFRL PZL AFRL/PZL

How Does It Benefit Small Businesses?

- DPA Title III & IBAS

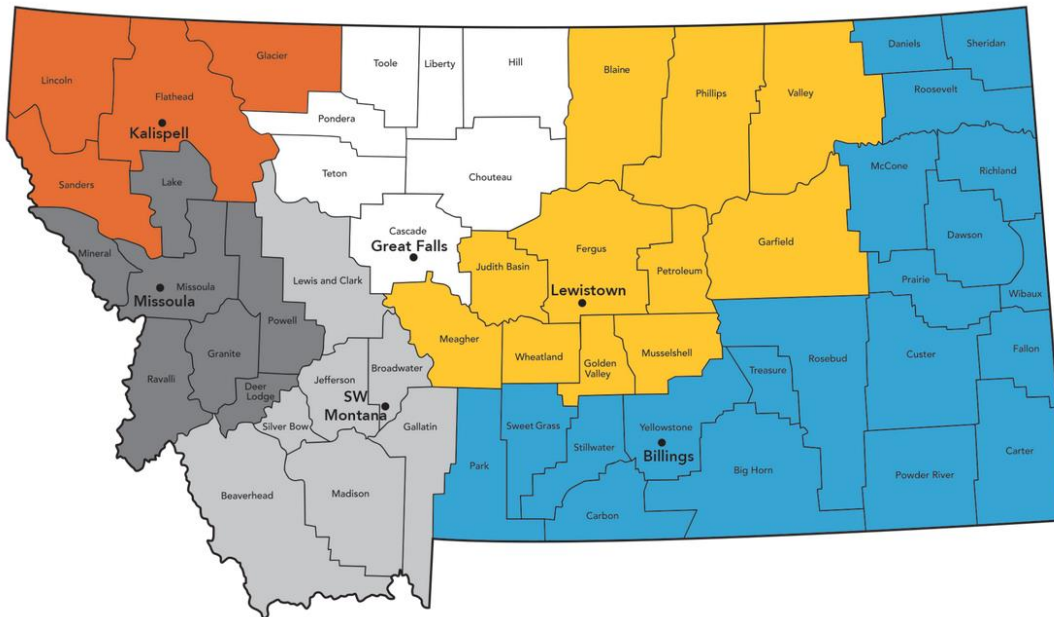
- Benefits Small Businesses by:



- ✓ Increased contracting opps
- ✓ SB important in supply chain
- ✓ SB engage in manufacturing
- ✓ SB involved in R&D Projects
- ✓ Socioeconomic Goals

More information

- Reach out to MT APEX
 - <https://www.montanaapex.org/>



Office locations:

- Lead Office – Billings
- Southwest MT
- Kalispell MT
- Missoula MT
- Great Falls MT
- Lewistown MT



The End