

## S 2402

A bill to establish a pilot program to incentivize employee ownership in defense contracting.

**Congress:** 117 (2021–2023, Ended)

**Chamber:** Senate

**Policy Area:** Armed Forces and National Security

**Introduced:** Jul 20, 2021

**Current Status:** Read twice and referred to the Committee on Armed Services.

**Latest Action:** Read twice and referred to the Committee on Armed Services. (Jul 20, 2021)

**Official Text:** <https://www.congress.gov/bill/117th-congress/senate-bill/2402>

### Sponsor

**Name:** Sen. Warren, Elizabeth [D-MA]

**Party:** Democratic • **State:** MA • **Chamber:** Senate

### Cosponsors (1 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Tillis, Thomas [R-NC]	R · NC		Jul 20, 2021

### Committee Activity

Committee	Chamber	Activity	Date
Armed Services Committee	Senate	Referred To	Jul 20, 2021

### Subjects & Policy Tags

#### Policy Area:

Armed Forces and National Security

### Related Bills

Bill	Relationship	Last Action
117 S 2792	Related bill	<b>Sep 22, 2021:</b> An errata sheet on written report No. 117-39 was printed.

### Summary (as of Jul 20, 2021)

This bill authorizes a three-year pilot program under which the Department of Defense may use noncompetitive procedures for awarding follow-on contracts to qualified businesses wholly-owned through an ESOP (i.e., an S corporation for which 100% of the outstanding stock is held through an employee stock ownership plan) if the prior contract was rated as satisfactory or better. The Government Accountability Office must report on the individual and aggregate uses of the authority provided under this bill.

### Actions Timeline

- **Jul 20, 2021:** Introduced in Senate
- **Jul 20, 2021:** Read twice and referred to the Committee on Armed Services.