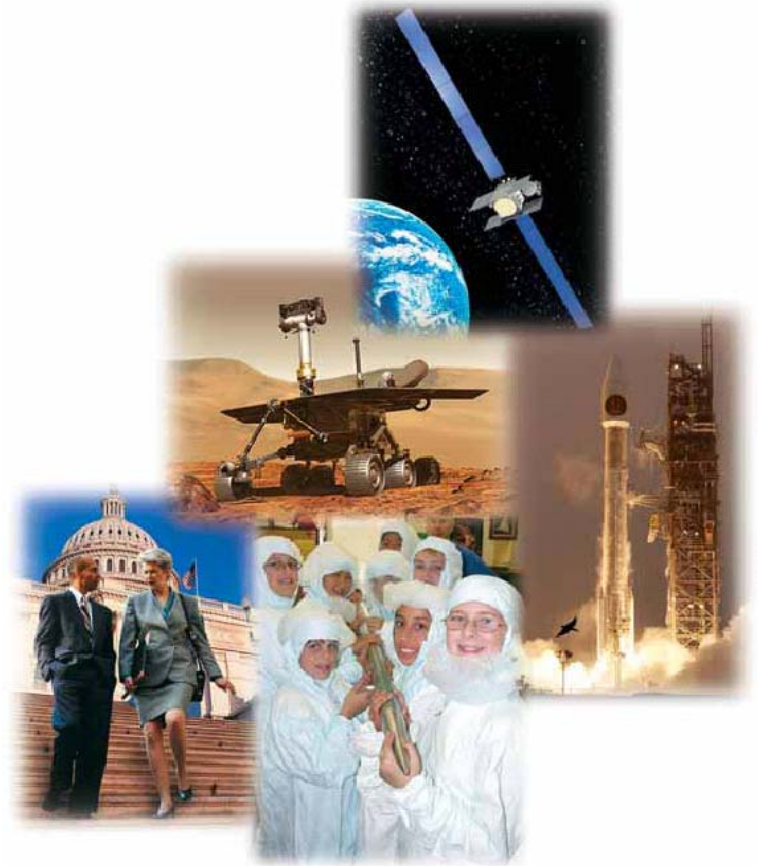




FEDERAL LEGISLATIVE UPDATE

*Supplier Transformation
Annual Forum*

October 7, 2009





- *Export Controls
- *Future Workforce
- *Future Funding
- Healthcare
- Counterfeit Parts

* *Issues covered in this presentation*



- Why compliance is important
 - Fines
 - Imprisonment
- What is protected
 - Critical U.S. technology
- How to protect
 - Export licenses
 - Technical Assistance Agreements



- What may change and when
 - HR 2410: authorizes executive branch to remove items from USML
 - Passed House June 10
 - Pending in Senate
 - HR 3515: streamlines licensing process
 - Introduced in House July 31
 - Referred to Committee
 - White House action
 - Review current process
 - Directive issued Aug 13



- The problems
 - Too few trained employees
 - Too few students studying STEM
- Federal efforts
 - HR 1709: passed House June 8
 - HR 2710: introduced June 4
 - Executive branch: \$3 billion/year, adopt government wide strategy
- Industry efforts
 - Diverse
 - STEMCAP



- NASA Funding
 - Augustine Committee: no human exploration unless funding increased by \$3 B
 - Shuttle retirement – 2010 or 2015?
 - Moon or Mars first?
- DoD Funding
 - Funds needed for new systems
 - DoD budget to decrease?