

117TH CONGRESS  
1ST SESSION

**S.** \_\_\_\_\_

To authorize the New Partnerships Initiative to expand and diversify the partner base of the United States Agency for International Development and to provide more entry points for organizations to work with USAID.

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IN THE SENATE OF THE UNITED STATES

Mr. KAINE (for himself and Mr. RUBIO) introduced the following bill; which was read twice and referred to the Committee on \_\_\_\_\_

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**A BILL**

To authorize the New Partnerships Initiative to expand and diversify the partner base of the United States Agency for International Development and to provide more entry points for organizations to work with USAID.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “New Partnerships Ini-  
5       tiative Authorization Act”.

6       **SEC. 2. DEFINITIONS.**

7       In this Act:

8               (1) LOCAL PARTNER.—

1 (A) IN GENERAL.—The term “local part-  
2 ner” refers to a local entity or a locally estab-  
3 lished partner of a United States-based non-  
4 profit organization.

5 (B) LOCAL ENTITY.—The term “local enti-  
6 ty” means a corporation, nonprofit organiza-  
7 tion, or other body of persons that—

8 (i) is legally organized under the laws  
9 of a country receiving assistance from  
10 USAID;

11 (ii) has its principal place of business  
12 or operations in such country;

13 (iii) is majority-controlled by individ-  
14 uals who are citizens or lawful permanent  
15 residents of such country; and

16 (iv) is managed by a governing body,  
17 the majority of whom are citizens or lawful  
18 permanent residents of such country.

19 (C) LOCALLY ESTABLISHED PARTNER.—  
20 The term “locally established partner” means a  
21 United States or international nonprofit organi-  
22 zation that—

23 (i) works through locally-led oper-  
24 ations and programmatic models that have  
25 maintained continuous operations in a

1 country receiving assistance from USAID  
2 for at least 5 years; and

3 (ii) has materially demonstrated a lo-  
4 cally-led long-term presence in such coun-  
5 try by—

6 (I) registering with the appro-  
7 priate local authorities;

8 (II) maintaining a dedicated local  
9 office;

10 (III) maintaining personnel in  
11 such office that consists of at least 50  
12 percent local staff;

13 (IV) maintaining a local bank ac-  
14 count; and

15 (V) maintaining a portfolio of lo-  
16 cally-implemented programs.

17 (D) MAJORITY-CONTROLLED.—The terms  
18 “majority-controlled”, “managed by”, and “lo-  
19 cally-led” include beneficiary interests and the  
20 power (either directly or indirectly and whether  
21 exercised or exercisable) to control, by any  
22 means, the election, appointment, or tenure of  
23 the organization’s managers or a majority of  
24 the organization’s governing body.

1           (2) NEW PARTNER.—The term “new partner”  
2 means a nonprofit organization that has not received  
3 funding from USAID as a prime partner during the  
4 most recently completed 5-year period.

5           (3) NONPROFIT.—The term “nonprofit” means  
6 any organization that is exempt from the payment  
7 of Federal income taxes, including research insti-  
8 tutes, faith-based charities, and private nongovern-  
9 mental groups.

10          (4) UNDERUTILIZED PARTNER.—The term  
11 “underutilized partner” means an organization  
12 that—

13           (A) is a nonprofit entity, such as a re-  
14 search institute, a faith-based charity, a non-  
15 governmental group, or a government entity;  
16 and

17           (B) has received less than \$25,000,000 in  
18 direct or indirect awards from USAID during  
19 the most recently completed 5-year period.

20          (5) USAID.—The term “USAID” means the  
21 United States Agency for International Develop-  
22 ment.

23 **SEC. 3. PURPOSE.**

24          The purpose of this Act is to authorize and encourage  
25 USAID to use the New Partnerships Initiative to diversify

1 its partner base by reducing barriers to entry for new  
2 partners and underutilized partners.

3 **SEC. 4. NEW PARTNERSHIPS INITIATIVE.**

4 The USAID Administrator shall implement the New  
5 Partnerships Initiative by—

6 (1) simplifying access to USAID resources to  
7 make it easier for new, underutilized, and local part-  
8 ners to share their ideas and innovations by diversi-  
9 fying solicitation and award approaches, including—

10 (A) increasing the number of awards to  
11 new partners and underutilized partners in all  
12 program sectors;

13 (B) using solicitations that lower barriers  
14 to entry, including two-step approaches such as  
15 first-round expressions of interest under assist-  
16 ance and phased acquisition;

17 (C) using co-creation and other collabo-  
18 rative techniques to design prime and sub-  
19 awards;

20 (D) encouraging the strategic use of sub-  
21 awards, mentoring awards, and facilitative part-  
22 nerships, grants under contract, and other in-  
23 struments that develop local capacity, and pro-  
24 mote tools and approaches to enable implemen-  
25 tation led by local entities and local partners;

1 (E) diversifying award types to be fit for  
2 purpose, such as fixed amount awards and fixed  
3 amount subawards, and eliminating threshold  
4 limitations on fixed amount subawards;

5 (F) measuring progress in achieving the  
6 principles and approaches described in this sec-  
7 tion;

8 (G) simplifying reporting;

9 (H) identifying new sources of funding to  
10 sustain partnerships and scale impact;

11 (I) mobilizing partner resources equal to  
12 not less than 50 percent of the proposed value  
13 of the award, which may include resources from  
14 nongovernmental organizations, other donor  
15 governments, or individuals;

16 (J) prioritizing solicitations and awards  
17 that contribute matching or leveraged funds;

18 (2) promoting local leadership; and

19 (3) strengthening local capacity so that partner  
20 countries gain new knowledge and skills to lead and  
21 sustain their own development.

22 **SEC. 5. ANNUAL REPORT.**

23 The USAID Administrator shall submit an annual  
24 report to Congress that identifies the funding for grants

1 to new, underutilized, and local partners in accordance  
2 with the principles set forth in section 4.

3 **SEC. 6. AUTHORIZATION OF APPROPRIATIONS.**

4 (a) IN GENERAL.—There are authorized to be appro-  
5 priated for USAID, for each of the fiscal years 2022  
6 through 2026, \$250,000,000, which shall be expended  
7 through the New Partnerships Initiative for grants to new,  
8 underutilized, and local partners in accordance with the  
9 principles set forth in section 4.

10 (b) IMPLEMENTATION COSTS.—In addition to  
11 amounts otherwise available for such purposes, not more  
12 than 15 percent of the amounts appropriated pursuant to  
13 subsection (a) in any fiscal year may be made used for  
14 USAID administrative expenses related to the program  
15 management, implementation, and oversight of the New  
16 Partnerships Initiative.