

2

- 1           “(a) engaged in classified military projects;
- 2           “(b) producing weapons systems, subassemblies,
- 3           and their components;
- 4           “(c) producing essential common components, in-
- 5           termediates, basic materials, and raw materials;
- 6           “(d) providing essential communications, gas,
- 7           water, and electric utilities services; or
- 8           “(e) conducting laboratory research significant to
- 9           national defense;
- 10          and whose disruption by an act of sabotage, espionage, or
- 11          other subversion would seriously impair the productive capa-
- 12          bilities or military effectiveness of the United States.”

13          (2) Section 5(a)(1)(D) (50 U.S.C. 784(a)(1)

14          (D)) is repealed.

15          (3) Section 5(b) (50 U.S.C. 784(b)) is amended to

16          read as follows:

17          “(b) Under regulations to be prescribed by the Presi-

18          dent, the Secretary of Defense is authorized and directed to

19          designate ‘defense facilities,’ as defined in clause (7) of sec-

20          tion 3 of this title. The Secretary shall promptly notify the

21          management of an industrial plant or facility which he pro-

22          poses to designate a ‘defense facility’ of the right of the man-

23          agement to oppose that designation under rules prescribed by

24          the President, or his designee for this purpose, by written

25          objection and oral arguments. In the absence of objection to