98th Congress 1st Session

HOUSE OF REPRESENTATIVES

REPORT No. 98-65

AUTHORIZING APPROPRIATIONS TO THE NATIONAL AERO-NAUTICS AND SPACE ADMINISTRATION FOR FISCAL **YEAR 1984** 

APRIL 15, 1983.—Committed to the Committee of the Whole House on the State of the Union and ordered to be printed

Mr. Fuqua, from the Committee on Science and Technology, submitted the following

# REPORT

together with

# ADDITIONAL VIEWS

[To accompany H.R. 2065]

The Committee on Science and Technology, to whom was referred the bill (H.R. 2065) to authorize appropriations to the National Aeronautics and Space Administration for research and development, construction of facilities, and research and program management, and for other purposes, having considered the same, report favorably thereon with amendments (shown in italic in the bill accompanied by this report) and recommends that the bill, as amended, do pass.

The amendments are as follows:

Page 2, line 4 strike out "\$1,979,400,000"

"\$1,999,400,000" in lieu thereof.

Page 2, line 7 strike out "\$521,600,000" and insert "\$566,600,000" in lieu thereof.

Page 2, line 8 strike out "\$215,400,000" and insert "\$220,400,000" in lieu thereof.

Page 2, line 10 strike out "\$311,000,000" and insert "\$306,00,000" in lieu thereof.

Page 2, line 13 strike out "\$300,300,000" and insert "\$311,600,000, of which \$20,000,000 is authorized only for activities in the Ad-17-041 O

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ASA's new initiative in the composite irge expansion of this program to inidvanced metals.

## RCH AND TECHNOLOGY

nest for fiscal year 1984 included the chand technology activities. This probase to support the conception and tems and to explore technology which be operations. The Committee recomment and an increase of \$2,500,000 to propulsion technology to support highsion systems for orbital transfer vehical recommended authorization of 34.

# TION OF FACILITIES

ithin this amount NASA requested to the General Services Administrasfer of real properties at Ellington Air Johnson Space Center. The Committee roperty which includes facilities that aut training such as aircraft hangers, and utilities required to support airthe Committee deleted the \$8,400,000 ce the transfer can be implemented a Committee further recommended a and an increase of \$1,820,000 to preal tower resulting in a recommendof for construction of facilities in

#### GRAM MANAGEMENT

10 for the Research and Program year 1984. The Committee believes luced by \$5,000,000 without undue agency's programs. Therefore, the horization of \$1,242,500,000.

### E AMENDMENTS

ction 106

new Section 106 which was proposed Committee's intent that NASA mainafifth orbiter vehicle. The Committee 66 the following "as well as provision adiness for a fifth orbiter vehicle".

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## Section 107

The Committee adopted a new Section 107 as amended which was proposed by NASA to amend Title III of the National Aeronautics and Space Act of 1958, as amended, by adding at the end thereof a section regarding "Misuse of Agency Name and Initials".

## Section 108

The Committee adopted a new Section 108 which would amend Section 103(1) of the National Aeronautics and Space Act of 1958, as amended, to include "operation of the space transportation system" within the definition of the term "aeronautical and space activities".

## Title II

The Committee adopted and amended a new Title II which would authorize funds to NOAA for operating the land remote sensing satellite system and would prohibit the transfer of weather and land satellites to the private sector until certain actions are taken by the Secretary of Commerce and the Congress. The Secretary is to submit to the Congress a comprehensive statement of recommended policies, procedures, conditions, and limitations to which any transfer should be subject. The transfer cannot take place until the Congress thereafter enacts into law such policies, procedures, conditions, and limitations as it deems appropriate for any such transfer. The intent of the amendment is to ensure early, formal Congressional involvement in setting the course for a possible transfer of the remote sensing satellite systems to the private sector while reserving final Congressional approval for any proposed transfer.

## COMMITTEE VIEWS

### U.S. CIVILIAN SPACE POLICY

There has been a great deal of public discussion in the past year regarding the activities of the United States in space. Much of this discussion has centered around three main issues: the interface between the civilian and military uses of space, the commercializa-

tion of space, and the lack of focused long-range goals.

In regard to the first issue, the National Aeronautics and Space Act of 1958 provides for the establishment of a civilian agency, separate from the military, to conduct the aeronautical and space activities of the United States Government. However, the Act also provides for independent civil and defense programs to share information and technology; share launch vehicles; and where appropriate, operate cooperative programs. At issue, is not the basic concept of sharing, but the degree of participation by NASA in activities beneficial to DOD.

NASA's involvement in "dual-role" technologies is most apparent at the opposite ends of its spectrum of activities namely; space research and technology and launch operations. The fundamental character of NASA's space research and technology program, in most cases, leads to advances in technology that are applicable to both civil and military applications. For example, NASA estimates that 85 percent of its fiscal year 1984 space research and technology budget request would contribute to potential military as well as civilian applications. At the other end of the scale, DOD is a major user of the NASA-developed Space Transportation System.

It can be seen from these illustrations that NASA plays as important, if subsidiary, role in national defense. However, any expansion of that role would run the risk of compromising the open nature of our civil space program and should be vigorously resisted. Although NASA cannot be divorced completely from national security activities, adherence to the policies of the Space Act requires that NASA's participation in these activities be limited.

On the second major issue, space commercialization, there are two general areas of concern. The first is, how to transfer existing space systems? The second is, what institutional mechanisms are needed to allow for smoother transitions from Government to industry in the future? Although the stated Administration policy is to encourage the private sector to become more involved in space activities, no comprehensive principles, guidelines, or institutional frameworks have been provided. Appropriate roles and cooperative approaches for the public and private sectors must be defined more clearly.

The third main issue is the lack of long-range civil space goals. Since the Apollo program, there has been no clear objective that the Nation could focus on and identify with. Long-range planning or goal setting is required to balance the numerous space program possibilities and opportunities against each other and against other existing national needs. Out of this balancing a program direction could be chosen which would be in the best interest of the Nation. Establishment of long-range goals would provide a better sense of direction and commitment to guide programmatic decisions through year to year budget decisions. The absence of long-range goals results in short-term policies which change too often to allow for a cohesive, rational view of our future direction and purpose in space.

#### COMMERCIALIZATION OF SPACE

The Space Shuttle has ushered in a new era in the United States' space program by providing a unique and powerful space transportation capability. This capability has been made possible through the expenditure of public funds and the public trust must be protected as we move ahead with the commercialization and industrialization of space.

As the commercial opportunities offered by space exploration evolve, a new policy must be forged that provides opportunities for the American free enterprise system to use space for a variety of applications and technologies. We must assure that the strengths of free enterprise are extended to space activities, i.e. freedom of private business to organize and operate for profit in a competitive system. We should establish a policy which would encourage commercialization of space technology to the maximum extent feasible.

The Committee intends to meet this challenge and in a responsible manner address the total issue of commercialization of space by initiating intensive hearings on the subject. Sufficient time for all interested parties to participate and make a contribution will be allowed, with the intention of providing a forum for meaningful dialogue on all facets of the issue. Aerospace industry executives and entrepreneurs will be invited to air their ideas on the direction that this Nation should take in formulating a space commercialization policy.

The first and foremost goal of the Committee will be to act in the best interest of the United States, and we look forward to these hearings in the belief that they will provide guidance and scope to this most important issue.

## SPACE TRANSPORTATION SYSTEM

The development of the Space Transportation System with the space shuttle as the centerpiece has established a new national resource which should be fully exploited to serve the needs for civil government, national security, commercial, and foreign users. However several uncertainties and unresolved issues strengthen the position of competitive foreign launch systems. These include the shuttle flight rate capability including adequacy of the orbiter fleet, the possible unavailability of expendable launch vehicles, and OMB's assertion that the government should not provide a launch

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Expentenance flight ca rity, and States. System tional se alternat: (1983-19)program fully uti mittee b launch v tion syst recommo competit priate re

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orts the view that flight research is an esutical R&T, and recognizing the high cost of es cooperative experimental flight programs OD. These programs should allow adequate nd involve aircraft sufficiently innovative rovide NASA with basic data for evaluating concepts, and ensure maximum technology

#### ANTS FOR AERONAUTICAL RESEARCH

rms the importance of university participaresearch programs of NASA. Such particifective means of obtaining high quality retry of fundamental discipline areas. In addiprograms are needed to produce the next al scientists.

ttee urges NASA to include in its program designed to assure the future vitality and y-based aeronautical research and training

## TUNNEL ACCIDENT INVESTIGATION

ciates the work NASA has done in investilure in the 40 x 80 foot wind tunnel at the California. However, the Committee is conle 80 x 120 foot addition to this tunnel was h permitted design errors to remain undees to be made without adequate "change

regrets the setback in vital research activfinancial loss of \$12 million.

concerned about the division of responsin and construction in NASA. Such a divition and management of large expensive little or no experience in construction. Accer urges NASA to review and improve management approach and procedures for control of the design and construction of riters. The Committee requests the Adminert by December 31, 1983, which describes are to avoid future structural facility failsert should describe the organization, com-

# TRAR REACTOR TECHNOLOGY

that space nuclear reactor technoldefense applications. It is also recculting from the presently existmust be and DARPA will provide the missions. It is the intent of the mission definition analyses proceed in a deliberate and timely manner. NASA is therefore instructed to establish a mission planning and definition activity as part of the SP-100 program management plan, and to present substantive evidence to the Committee on or before October 1, 1983, that the organizational arrangements for implementing such activity are in place. The Committee anticipates that such mission studies will serve to delineate the power ranges most suited to nonmilitary uses of space nuclear reactors, and substantiate the appropriate level of authorized NASA funding for this work.

The Committee further requests that NASA provide a summary report to the Committee concurrently with the submission of the President's annual budget to the Congress for each year that details plans, accomplishments, schedules, and long range budgetary projections related to its activities in the SP-100 program.

## UNIVERSITY RESEARCH INSTRUMENTATION

NASA's support to universities has declined by approximately one-third over the last decade due to other major NASA program commitments. In an environment of reduced budgets, the portion of funds dedicated to research instrumentation and equipment had declined at an even faster rate. These factors, coupled with the increasing cost of scientific equipment and the desire to maintain strong student involvement in research, have created serious problems in upgrading and replacing obsolete equipment and, therefore, have undermined the research capability and productivity of the universities that support NASA's goals and the Nation's research and development needs. The university community is a critical element of the NASA and United States long-range research capability. The augmentation recommended by the Committee will complement the recent efforts of other government agencies in attempting to reverse this deteriorating trend by providing additional funds to universities for the acquisition of modern laboratory equipment in direct support of NASA's research goals.

# COMMERCIALIZATION OF REMOTE SENSING: ADOPTION OF TITLE II OF THE BILL

The Committee has consistently supported the commercial application of NASA-developed space technologies, as evidenced by its continuing struggle to maintain vigorous Technology Utilization and Technology Transfer programs. This is in part because the Committee believes that technology developed for government purposes should, where appropriate, be more widely used, and also because in many cases only the private sector with its marketing creativity can take full advantage of a new technology.

Both these reasons are operative with respect to space remote sensing. In particular the present market for Landsat data seems to be lacking some of the creativity and vigor that would be expected in a freely competitive business situation.

Thus the Committee does not question the value of private sector involvement where the strengths of this sector can be given free play by the removal of government restriction and the easy entry of competition. The question is whether or not a rapid transfer of all remote sensing systems to the private sector at this time would

result in such free competition and freedom from government restraint.

Any private operation of space remote sensing systems will necessarily be somewhat restricted by government in order to ensure that the international obligations of the U.S. are observed; that the national security is not comprised; and that the public safety aspects of the weather system are maintained.

Further, if a transfer to the private sector involves a guaranteed data purchase contract with the U.S. Government, such a contract would surely inhibit other firms from entering the field, and there would be little or no competition.

It must be noted that even under the restrictive conditions described above it might still be in the best interest of the government to transfer the systems to a private sector operator, but such a decision would have to be made on the basis of careful consideration rather than on a facile assumption that any private sector operator would be more effective and efficient merely because of being in the private sector.

The Committee recognizes that the commercial market for remote sensing data is still developing, and that any private operator might need some financial assistance from the government for a period of time. This possibility is another reason why the whole issue must be looked at very carefully, and why alternatives must be considered.

One alternative approach that should be considered would involve government guarantee of data continuity for a period of years to encourage the development of a vigorous value-added industry and an associated market which eventually might justify commercialization. The value-added industry could be developed with no direct Federal subsidy (beyond the guarantee of data continuity), minimal regulation, and it would be possible for many firms to enter the business and compete.

Another alternative which the Committee does not intend to discourage is the possibility of one or more private sector entrepreneurs independently financing and launching their own land remote sensing systems. This would not limit private sector involvement to just the value-added industry. It is the intent of this Committee to encourage free enterprise and not to deter the private sector from undertaking such activities, provided they are conducted in a manner consistent with governmental policies.

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The Committee also wants to be assured that there is opportunity to fully consider this issue during public hearings. Although the Committee is not opposed to commercialization in general, it must assure that the national assets represented by United States remote sensing satellite systems are used in the best national inter-

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certain combinations, variations and combination with other words or letin commercially oriented activities, in se or misleading impression with reconnection with, or support, sponsor-SA. Such prohibition would apply to oth in association with a firm or busiwith a product or service offered to d practices may be enjoined, or other a civil proceeding in a district court esult of action initiated by the Attor-

ess often catches the imagination of ciation with this success can be comdition, NASA encourages the utilizach and development activities; indeed, evelopments and resulting new prodthe public can accurately and properrities. Occasionally, however, NASA's er that conveys a false or misleading ationship of NASA to a firm or busie made available to the public.

name can be misleading to the general who properly utilize NASA developed d accurately state their relationship he practices of the party engaging in e and the product or services provided acts, the reputation of both NASA and h NASA activities may suffer.

en a continuing one since the existence come more acute as the Space Shuttle e opportunities are made available for a reimbursable basis or under a joint ald be particularly unfair, for example, and in such activities and through prited commercial success, to have to coning statements of those who have not

zed use of the NASA seal and certain are subject to the penalties of 18 U.S.C. there is no mechanism for direct ened, false or misleading use of NASA's exist in relation to a business or comaction requires investigations founded and/or the trademark laws, usually in all Trade Commission and/or similar ligations are difficult, time consuming, ulative. The opportunity for direct encompt and sure, to the benefit of both the commercial competitors of those encor misleading activities.

mber of authorized or proper activities with NASA under which the NASA ccurate, factual manner that does not create a false or misleading impression. There is no intent by this section to change NASA's policies, practices and procedures in this regard; but only to afford NASA better capabilities for corrective action in those instances where the NASA name is used in a manner reasonably calculated to convey the false or misleading impression of a relationship with NASA which in fact does not exist.

Section 108 expands the definition of the NASA administrator's responsibilities as found in the National Aeronautics and Space Act of 1958 to include the authority to operate the Space Shuttle, and related equipment and facilities.

## Section 109

Section 109 would provide that the Act may be cited as the "National Aeronautics and Space Administration Authorization Act, 1984."

## TITLE II

#### Section 201

Section 201 authorizes \$29,336,000 for fiscal year 1984 to be used by the Secretary of Commerce to operate a civil land remote sensing satellite program including storage of a backup satellite.

#### Section 202

Section 202 stipulates that ownership or management of civil meteorological or ocean remote sensing satellites shall not be transferred unless the provisions of paragraphs 202(1) and 202(2) are fulfilled.

Paragraph 202(1) stipulates that the Secretary of Commerce shall not transfer ownership or management unless a statement of recommended policies, procedures, conditions and limitations for the proposed transfer is submitted to Congress.

Paragraph 202(2) requires transfer of ownership or management to be approved by law.

### Cost and Budget Data

The bill will authorize appropriations for fiscal year 1984 in the amount of \$7,205,100,000. In accordance with the requirements of Rule XIII, Clause 7 of the rules of the House of representatives, the Committees estimate for the next five years of NASA budget request is as follows:

Fiscal year:	•
1004	\$7,268,000,000
1005	7,028,000,000
1000	6,429,000,000
1007	6,393,000,000
1988	5,574,000,000

These estimates do not include provisions for any new program or program augmentation that may be recommended nor do they include any provisions for administrative adjustments that may be required.