

REQUEST FOR PROPOSALS December 19th, 2008

PERIOD OF PROPOSAL SUBMISSION ENDS: 5:30 PM Wednesday, January 21st, 2009

The U.S.-China Economic and Security Review Commission (hereafter "the Commission") invites submission of proposals to provide a comprehensive report on the forms and scale of support given by the government of the People's Republic of China (PRC) to specific favored manufacturing sectors of the Chinese economy.

ABOUT THE COMMISSION. The Commission was established by Congress in 2000 to monitor and report to Congress on the economic and national security dimensions of the United States' trade and economic ties with the PRC. Further details about the Commission are available on its website at: www.uscc.gov.

ABOUT PROPOSALS. The Commission solicits proposals from contractors capable of providing a one-time report that would examine the support given by the Chinese government to favored manufacturing sectors.

Key issues and questions to be addressed by the report are:

- Identify and explicate in detail the varieties and scale of material and financial support given by the Chinese government to specific favored manufacturing sectors, including, but not necessarily limited to, factors such as: subsidies, export rebates, tax incentives, physical infrastructure construction, and the exclusion of foreign competitors from Chinese market access.
- The primary focus of the study will be directed at the high-technology and aerospace industries, with a secondary focus on the auto, steel, and paper manufacturing industries (in that order of priority). The study will analyze both the impact that transfers of foreign technology and organizational/managerial practices may have had on advancing the capabilities of these Chinese industries, and how the development of these sectors might affect the future competitiveness of American industry.
- Provide illustrative case studies of particular firms in the sectors of greatest interest (above), and the nature of the government support provided to them.
- Assess the reasons why favored industries have been so selected by the Chinese government, and seek to determine the extent to which long-term strategic economic planning exists in these sectors. Additionally, analyze the extent to which certain firms in specific industrial sectors are being promoted as "national

champions" due either to strategic calculations, or to advantageous political patronage enjoyed by those firms.

Additional Requirements of the Commission:

- Prior to responding to this RFP, the responding entity must be currently registered in the federal Central Contractor Registry (CCR), and it shall confirm its current registration in its proposal.
- Once a contractor has been selected for this project by the Commission and a contract signed, public notice of this will be made on the Commission's website.
- Once a contractor has been selected by the Commission and a contract signed, a
 draft of the report must be submitted to the Commission for review no later than
 120 days from the date of contract confirmation. The Commission will then
 endeavor to provide comments and requests for adjustments within 30 days;
 subsequently, the final report must be submitted within 30 days of formal receipt
 of the Commission's comments.
- As work on the report progresses, the Commission's Research Coordinator shall act as a representative of the Commission in monitoring the progress, quality, and relevance of the report to the identified major issues of concern. The Research Coordinator shall, on request to the contractor, be entitled to informal briefings on the status of the research work and to readings of the draft in progress.
- The contract shall be subject to termination if the Commission deems that the work is of unsatisfactory quality.
- At the Commission's discretion, the report procured via this Request for Proposal may be posted on the Commission's website.
- Each organization or individual responding to this request must warrant that it/he/she will perform this work solely for the Commission, and that the resulting report will not be shared with other parties without the prior written consent of the Commission.
- The Commission expects contractors to identify all personnel working on the contract, and that there not be any delegation of responsibilities to other parties without prior approval of the Commission.

Primary Selection Criteria:

- The Commission will determine which organization or individual responding to this request will be awarded the contract based on a comprehensive "best value" analysis of the proposals received, to include costs, technical value, and ability to complete the work satisfactorily and on time.
- The primary weighting criterion in selection shall the assessed qualifications and ability of an organization or individual to address the fundamental research points enunciated above ("key issues and questions to be addressed by the report").
- The cost and amount of time necessary to complete the report will also be considered as criteria in the selection process.

Proposal submissions should include:

 A statement of the applicant's relevant qualifications to satisfy the terms of this request for proposals (RFP);

- An description of the research methodology the applicant proposes to employ;
- An estimate of the time the applicant will need to complete the required work;
- The price the applicant will charge to the Commission to complete the work set forth in this RFP.

Firms and individuals wishing to submit a proposal in response to this Request for Proposal must ensure that the response arrives at the following location by 5:30 p.m. on Wednesday, January 21st, 2009, or it will not be accepted or considered.

Electronic submissions are acceptable.

Proposals, as well as any other correspondence related to this matter, should be directed to:

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