

## Provisions of Interest from the Final FY26 NDAA Conference Agreement Joint Explanatory Statement

Section	Title	Description
Sec. 213	Program for the Enhancement of the Research, Development, Test, and Evaluation Centers of the Department of Defense	Requires proposals and an implementation plan for alternative and effective R&D program management including with universities
Sec. 215	Extension of Limitation on Availability of Funds for Fundamental Research Collaboration with Certain Academic Institutions	Continues the funding prohibition from last year's bill that restricts funding if an individual receives support from an entity on the 1286 list
Sec. 222	Catalyst Pathfinder Program	Creates partnerships between operational units of the Army and research universities to collaborate directly with soldiers on innovative applied research and development
Sec. 223	Modifications to Defense Research Capacity Building Program	Requires separate funding solicitations for PE 0601228D8Z geared towards HBCUs and MSIs
Sec. 224	National Security and Defense Artificial Intelligence Institute	Establishes AI institutes focused on cross-cutting challenges and/or foundational science for AI systems with host institution(s)/consortia
Sec. 230	Prohibition on Modification of Indirect Cost Rates for Institutions of Higher Education and Nonprofit Organizations	Prevents DOD from unilaterally modifying DOD indirect cost rates without consultative engagement with the extramural research community
Sec. 246	Department of Defense Biotechnology Strategy	Requires a report back to Congress on the national security implications of emerging biotechnologies; requires proposals to improve DOD's biotech strategy, including an assessment weighing benefits of a grand challenge research competition.
Sec. 732	Prohibition on Painful Research on Domestic Cats and Dogs	DOD may not conduct or support "painful' research on domestic felines and canines. Provides a national security interest waiver process.

Sec. 867	Modifications to Defense Industrial Base Fund	Expands the eligible use of authorities to use contracts, grants, other transaction authorities, including cooperative agreements, to support the defense industrial base
Sec. 873	Combatant Command Experimentation Authority	Provides authorities to commanders to conduct experimentation, prototyping, and technology demonstrations to support the development and testing of innovative technologies and capability solutions to address operational needs.
Sec. 912	Joint Interagency Task Force 401	Establishes a Task Force directed to coordinate Unmanned Aerial Systems (UAS) policies across the Department
Sec. 913	Authority to Establish Regional Outreach Centers for the Defense Innovation Unit	Provides authorities for the creation of regional centers focused on streamlining interactions between DIU, the private sector, and other mission partners.
Sec. 1071	Assessment on Potential Establishment of Incubator Programs for Secure Facilities and Networks at Universities	Requires a feasibility study to evaluate the merits of DOD incubator programs for the development, operation, and sustainment of secure facilities and networks at campuses of select institutions of higher education across the United States
Sec. 1086	Framework for Reforming Technology Transfer and Foreign Disclosure Policies	Requires the Department to development a framework revising the highly restricted transfer of U.S. contracted tech including in arms dealings
Sec. 1094	Irregular Warfare Exercise Laboratory	Creates an irregular warfare laboratory to support the training, experimentation, preparation, and validation of the United States Armed Forces to conduct full-spectrum irregular warfare activities
Sec. 1263	Inclusion on List of Chinese Military Companies of Entities Added to Certain Other Lists	Directs the Secretary to consider inclusion of 1260H entities on other government restriction lists
Sec. 1534	Digital Sandbox Environments for Artificial Intelligence	Establishes a Task Force to develop and deploy artificial intelligence experimentation, training, familiarization and development across DOD.
Sec. 4201	Research, Development, Test, and Evaluation tables	Delineates authorized funding levels

Sec. 6701	Modification of Annual Reports on Influence Operations and Campaigns in the United States by the Chinese Communist Party	Requires an updated listing of colleges and universities in the PRC that conduct military research or host dedicated military initiatives or laboratories
Division E, Title IV, Sec. 5403	DOS Bureau of Educational and Cultural Affairs	Authorizes ECA at the State Department
Title LXXXV	Comprehensive Outbound Investment National Security Act of 2025	Prohibits a U.S. person or entity from knowingly engaging in a covered national security transaction in any prohibited technology.
Sec. 851	Prohibition on Contracting with Certain Biotechnology Providers	Bars certain Chinese biotech companies from receiving federal funding