### 114TH CONGRESS 1ST SESSION

# H. R. 3572

To amend the Homeland Security Act of 2002 to reform, streamline, and make improvements to the Department of Homeland Security and support the Department's efforts to implement better policy, planning, management, and performance, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

September 18, 2015

Mr. McCaul (for himself and Mr. Thompson of Mississippi) introduced the following bill; which was referred to the Committee on Homeland Security

## A BILL

- To amend the Homeland Security Act of 2002 to reform, streamline, and make improvements to the Department of Homeland Security and support the Department's efforts to implement better policy, planning, management, and performance, and for other purposes.
  - 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; TABLE OF CONTENTS.
  - 4 (a) Short Title.—This Act may be cited as the
- 5 "DHS Headquarters Reform and Improvement Act of
- 6 2015".

## 1 (b) Table of Contents for

## 2 this Act is the following:

Sec. 1. Short title; table of contents.

## TITLE I—DEPARTMENT OF HOMELAND SECURITY HEADQUARTERS REAUTHORIZATION

- Sec. 101. Definitions.
- Sec. 102. Headquarters components.
- Sec. 103. Chief Privacy Officer.
- Sec. 104. Office of Policy.
- Sec. 105. Quadrennial homeland security review.
- Sec. 106. Future years homeland security program.
- Sec. 107. Management and execution.
- Sec. 108. Chief Financial Officer.
- Sec. 109. Chief Procurement Officer.
- Sec. 110. Chief Information Officer.
- Sec. 111. Chief Human Capital Officer.
- Sec. 112. Chief Security Officer.
- Sec. 113. Cost savings and efficiency reviews.
- Sec. 114. Field efficiencies plan.

#### TITLE II—DHS ACQUISITION ACCOUNTABILITY AND EFFICIENCY

- Sec. 201. Definitions.
- Sec. 202. Prohibition on additional authorization of appropriations.

#### Subtitle A—Acquisition Authorities

- Sec. 211. Acquisition authorities for Under Secretary for Management.
- Sec. 212. Acquisition authorities for Chief Financial Officer.
- Sec. 213. Acquisition authorities for Chief Information Officer.
- Sec. 214. Requirements to ensure greater accountability for acquisition programs.

#### Subtitle B—Acquisition Program Management Discipline

- Sec. 221. Acquisition Review Board.
- Sec. 222. Requirements to reduce duplication in acquisition programs.
- Sec. 223. Government Accountability Office review of Board and of requirements to reduce duplication in acquisition programs.
- Sec. 224. Excluded Party List System waivers.
- Sec. 225. Inspector General oversight of suspension and debarment.

### Subtitle C—Acquisition Program Management Accountability and Transparency

- Sec. 231. Congressional notification and other requirements for major acquisition program breach.
- Sec. 232. Multiyear acquisition strategy.
- Sec. 233. Acquisition reports.
- Sec. 234. Government Accountability Office review of multiyear acquisition strategy.
- Sec. 235. Office of Inspector General report.

1	TITLE I—DEPARTMENT OF
2	HOMELAND SECURITY HEAD-
3	QUARTERS REAUTHORIZA-
4	TION
5	SEC. 101. DEFINITIONS.
6	Section 2 of the Homeland Security Act of 2002 is
7	amended—
8	(1) by redesignating paragraphs (13) through
9	(17) as paragraphs (15) through (19);
10	(2) by redesignating paragraphs (9) through
11	(12) as paragraphs (10) through (13);
12	(3) by inserting after paragraph (8) the fol-
13	lowing:
14	"(9) The term 'homeland security enterprise'
15	means relevant governmental and nongovernmental
16	entities involved in homeland security, including
17	Federal, State, local, and tribal government officials,
18	private sector representatives, academics, and other
19	policy experts."; and
20	(4) by inserting after paragraph (13), as so re-
21	designated, the following:
22	"(14) The term 'management integration and
23	transformation'—
24	"(A) means the development of consistent
25	and consolidated functions for information tech-

1	nology, financial management, acquisition man-
2	agement, and human capital management; and
3	"(B) includes governing processes and pro-
4	cedures, management systems, personnel activi-
5	ties, budget and resource planning, training,
6	real estate management, and provision of secu-
7	rity, as they relate to functions cited in sub-
8	paragraph (A).".
9	SEC. 102. HEADQUARTERS COMPONENTS.
10	(a) In General.—Section 102 of the Homeland Se-
11	curity Act of 2002 (6 U.S.C. 112) is amended—
12	(1) in subsection (c)—
13	(A) in the matter preceding paragraph (1),
14	by striking "through the Office of State and
15	Local Coordination (established under section
16	801)" and inserting "through the Office of
17	Partnership and Engagement';
18	(B) in paragraph (2), by striking "and"
19	after the semicolon at the end;
20	(C) in paragraph (3), by striking the pe-
21	riod and inserting "; and"; and
22	(D) by adding at the end the following:
23	"(4) entering into agreements with governments
24	of other countries, in consultation with the Secretary
25	of State, and international nongovernmental organi-

1	zations in order to achieve the missions of the De-
2	partment."; and
3	(2) by adding at the end the following:
4	"(h) Headquarters.—
5	"(1) Components.—The Department Head-
6	quarters shall include the following:
7	"(A) The Office of the Secretary.
8	"(B) The Office of the Deputy Secretary.
9	"(C) The Executive Secretariat.
10	"(D) The Management Directorate, includ-
11	ing the Office of the Chief Financial Officer.
12	"(E) The Office of Policy.
13	"(F) The Office of General Counsel.
14	"(G) The Office of the Chief Privacy Offi-
15	cer.
16	"(H) The Office of Civil Rights and Civil
17	Liberties.
18	"(I) The Office of Operations and Coordi-
19	nation and Planning.
20	"(J) The Office of Intelligence and Anal-
21	ysis.
22	"(K) The Office of Legislative Affairs.
23	"(L) The Office of Public Affairs.
24	"(2) Functions.—The Secretary, through the
25	Headquarters, shall—

1	"(A) establish the Department's overall
2	strategy for successfully completing its mission;
3	"(B) establish initiatives that improve per-
4	formance Departmentwide;
5	"(C) establish mechanisms to ensure that
6	components of the Department comply with
7	Headquarters policies and fully implement the
8	Secretary's strategies and initiatives;
9	"(D) establish annual operational and
10	management objectives to determine the De-
11	partment's performance;
12	"(E) ensure that the Department success-
13	fully meets operational and management per-
14	formance objectives through conducting over-
15	sight of component agencies;
16	"(F) ensure that the strategies, priorities,
17	investments, and workforce of Department
18	agencies align with Department objectives;
19	"(G) establish and implement policies re-
20	lated to Department ethics and compliance
21	standards;
22	"(H) manage and encourage shared serv-
23	ices across Department components;
24	"(I) lead and coordinate interaction with
25	Congress and other external organizations: and

1	"(J) carry out other such functions as the
2	Secretary determines are appropriate.".
3	(b) Abolishment of Director of Shared Serv-
4	ICES.—
5	(1) Abolishment.—The position of Director of
6	Shared Services is abolished.
7	(2) Conforming Amendment.—Section 475
8	of the Homeland Security Act of 2002 (6 U.S.C.
9	295), and the item relating to such section in the
10	table of contents in section 1(b) of such Act, are re-
11	pealed.
12	SEC. 103. CHIEF PRIVACY OFFICER.
13	(a) In General.—Section 222 of the Homeland Se-
14	curity Act of 2002 (6 U.S.C. 142) is amended—
15	(1) in subsection (a)—
16	(A) in the matter preceding paragraph
17	(1)—
18	(i) by inserting "to be the Chief Pri-
19	vacy Officer of the Department," after "in
20	the Department,"; and
21	(ii) by striking ", to assume" and in-
22	serting "and who shall have"; and
23	(B) by amending paragraph (6) to read as
24	follows:

1	"(6) preparing a report to Congress on an an-
2	nual basis on—
3	"(A) activities of the Department that af-
4	fect privacy, including complaints of privacy
5	violations, implementation of section 554 of
6	title 5, United States Code (popularly known as
7	the Privacy Act of 1974), internal controls, and
8	other matters; and
9	"(B) the number of new technology pro-
10	grams implemented in the Department each fis-
11	cal year, the number of those programs that the
12	Chief Privacy Officer has evaluated to ensure
13	that privacy protections are considered and im-
14	plemented, the number of those programs that
15	effectively implemented privacy protections into
16	new technology programs, and an explanation
17	of why any new programs did not effectively im-
18	plement privacy protections.";
19	(2) by redesignating subsections (b) through (e)
20	as subsections (c) through (f);
21	(3) by inserting after subsection (a) the fol-
22	lowing:
23	"(b) Additional Responsibilities.—In addition
24	to the responsibilities under subsection (a), the Chief Pri-
25	vacy Officer shall—

1	"(1) develop guidance to assist components of
2	the Department in developing privacy policies and
3	practices;
4	"(2) establish a mechanism to ensure such com-
5	ponents are in compliance with Federal, regulatory,
6	statutory, and the Department's privacy require-
7	ments, mandates, directives, and policy;
8	"(3) work with the Chief Information Officer of
9	the Department to identify methods for managing
10	and overseeing the Department's records, manage-
11	ment policies, and procedures;
12	"(4) work with components and offices of the
13	Department to ensure that information sharing ac-
14	tivities incorporate privacy protections;
15	"(5) serve as the Department's central office
16	for managing and processing requests related to sec-
17	tion 552 of title 5, United States Code, popularly
18	known as the Freedom of Information Act;
19	"(6) develop public guidance on procedures to
20	be followed when making requests for information
21	under section 552 of title 5, United States Code;
22	"(7) oversee the management and processing of
23	requests for information under section 552 of title 5,

United States Code, within Department Head-

1	quarters and relevant Department component of-
2	fices;
3	"(8) identify and eliminate unnecessary and du-
4	plicative actions taken by the Department in the
5	course of processing requests for information under
6	section 552 of title 5, United States Code; and
7	"(9) carry out such other responsibilities as the
8	Secretary determines are appropriate, consistent
9	with this section."; and
10	(4) by adding at the end the following:
11	"(g) Reassignment of Functions.—The Sec-
12	retary may reassign the functions related to managing and
13	processing requests for information under section 552 of
14	title 5, United States Code, to another officer within the
15	Department, consistent with requirements of that sec-
16	tion.".
17	SEC. 104. OFFICE OF POLICY.
18	(a) IN GENERAL.—The Homeland Security Act of
19	2002 (6 U.S.C. 101 et seq.) is amended by—
20	(1) redesignating section 601 as section 890B,
21	and transferring that section to appear immediately
22	after section 890A; and
23	(2) striking the heading for title VI and insert-
24	ing the following:

## "TITLE VI—POLICY AND 1 **PLANNING** 2 3 "SEC. 601. OFFICE OF POLICY. "(a) Establishment of Office.—There shall be in 4 the Department an Office of Policy. The Office of Policy 5 shall be headed by an Under Secretary for Policy, who 7 shall be appointed by the President, by and with the advice 8 and consent of the Senate. 9 "(b) Mission.—The mission of the Office of Policy 10 is to lead, conduct, and coordinate Departmentwide policy, 11 strategic planning, and relationships with organizations or 12 persons that are not part of the Department. 13 "(c) Components of Office.—The Office of Policy shall include the following components: "(1) The Office of Partnership and Engage-15 16 ment under section 602. "(2) The Office of International Affairs under 17 18 section 603. 19 "(3) The Office of Policy Implementation under 20 section 604. 21 "(4) The Office of Strategy and Planning under 22 section 605. 23 RESPONSIBILITIES SEC-OFUNDER THE 24 RETARY.—Subject to the direction and control of the Secretary, the Under Secretary for Policy shall—

- "(1) serve as the principal policy advisor to the
  Secretary;
- "(2) coordinate with the Under Secretary for Management and the General Counsel of the De-partment to ensure that development of the Depart-ment's budget is compatible with the priorities, stra-tegic plans, and policies established by the Sec-retary, including those priorities identified through the Quadrennial Homeland Security Review required under section 707;
  - "(3) incorporate relevant feedback from, and oversee and coordinate relationships with, organizations and other persons that are not part of the Department to ensure effective communication of outside stakeholders' perspectives to components of the Department;
  - "(4) establish a process to ensure that organizations and other persons that are not part of the Department can communicate with Department components without compromising adherence by the officials of such components to the Department's ethics and policies;
  - "(5) manage and coordinate the Department's international engagement activities;

1	"(6) advise, inform, and assist the Secretary on
2	the impact of the Department's policy, processes,
3	and actions on State, local, tribal, and territorial
4	governments;
5	"(7) oversee the Department's engagement and
6	development of partnerships with nonprofit organiza-
7	tions and academic institutions;
8	"(8) administer the Homeland Security Advi-
9	sory Council and make studies available to the Com-
10	mittee on Homeland Security of the House of Rep-
11	resentatives and the Committee on Homeland Secu-
12	rity and Governmental Affairs of the Senate on an
13	annual basis; and
14	"(9) carry out such other responsibilities as the
15	Secretary determines are appropriate, consistent
16	with this section.
17	"(e) Coordination by Department Compo-
18	NENTS.—
19	"(1) In general.—To ensure consistency with
20	the Secretary's policy priorities, the head of each
21	component of the Department shall coordinate with
22	the Office of Policy, as appropriate, in establishing
23	new policies or strategic planning guidance.
24	"(2) International activities.—

- 1 "(A) FOREIGN NEGOTIATIONS.—Each
  2 component of the Department shall coordinate
  3 with the Under Secretary for Policy plans and
  4 efforts of the component before pursuing nego5 tiations with foreign governments, to ensure
  6 consistency with the Department's policy prior7 ities.
- 8 "(B) NOTICE OF INTERNATIONAL TRAVEL
  9 BY SENIOR OFFICERS.—Each component of the
  10 Department shall notify the Under Secretary
  11 for Policy of the international travel of senior
  12 officers of the Department.
- "(f) Assignment of Personnel.—The Secretary shall assign to the Office of Policy permanent staff and, as appropriate and consistent with sections 506(c)(2), 821, and 888(d), other appropriate personnel detailed from other components of the Department to carry out the responsibilities under this section.

## 19 "SEC. 602. OFFICE OF PARTNERSHIP AND ENGAGEMENT.

- 20 "(a) IN GENERAL.—There shall be in the Office of21 Policy an Office of Partnership and Engagement.
- 22 "(b) Head of Office.—The Secretary shall appoint
- 23 an Assistant Secretary for Partnership and Engagement
- 24 to serve as the head of the Office.

- "(c) Responsibilities.—The Assistant Secretary
   for Partnership and Engagement shall—
- "(1) lead the coordination of Departmentwide policies relating to the role of State and local law enforcement in preventing, preparing for, protecting against, and responding to natural disasters, acts of terrorism, and other man-made disasters within the United States;
  - "(2) serve as a liaison between State, local, and tribal law enforcement agencies and the Department, including through consultation with such agencies regarding Department programs that may impact such agencies;
  - "(3) coordinate with the Office of Intelligence and Analysis to certify the intelligence and information sharing requirements of State, local, and tribal law enforcement agencies are being addressed;
  - "(4) work with the Administrator to ensure that law enforcement and terrorism-focused grants to State, local, and tribal government agencies, including grants under sections 2003 and 2004, the Commercial Equipment Direct Assistance Program, and other grants administered by the Department to support fusion centers and law enforcement-oriented

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- programs, are appropriately focused on terrorism
   prevention activities;
- 3 "(5) coordinate with the Science and Tech-4 nology Directorate, the Federal Emergency Manage-5 ment Agency, the Department of Justice, the Na-6 tional Institute of Justice, law enforcement organiza-7 tions, and other appropriate entities to support the 8 development, promulgation, and updating, as nec-9 essary, of national voluntary consensus standards 10 for training and personal protective equipment to be 11 used in a tactical environment by law enforcement 12 officers;
  - "(6) create and foster strategic communications with the private sector to enhance the primary mission of the Department to protect the American homeland;
  - "(7) advise the Secretary on the impact of the Department's policies, regulations, processes, and actions on the private sector;
  - "(8) interface with other relevant Federal agencies with homeland security missions to assess the impact of these agencies' actions on the private sector;

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1	"(9) create and manage private sector advisory
2	councils composed of representatives of industries
3	and associations designated by the Secretary to—
4	"(A) advise the Secretary on private sector
5	products, applications, and solutions as they re-
6	late to homeland security challenges;
7	"(B) advise the Secretary on homeland se-
8	curity policies, regulations, processes, and ac-
9	tions that affect the participating industries
10	and associations; and
11	"(C) advise the Secretary on private sector
12	preparedness issues, including effective methods
13	for—
14	"(i) promoting voluntary preparedness
15	standards to the private sector; and
16	"(ii) assisting the private sector in
17	adopting voluntary preparedness stand-
18	ards;
19	"(10) promote existing public-private partner-
20	ships and developing new public-private partnerships
21	to provide for collaboration and mutual support to
22	address homeland security challenges;
23	"(11) assist in the development and promotion
24	of private sector best practices to secure critical in-
25	frastructure;

1	"(12) provide information to the private sector
2	regarding voluntary preparedness standards and the
3	business justification for preparedness and pro-
4	moting to the private sector the adoption of vol-
5	untary preparedness standards;
6	"(13) coordinate industry efforts, with respect
7	to functions of the Department of Homeland Secu-
8	rity, to identify private sector resources and capabili-
9	ties that could be effective in supplementing Federal,
10	State, and local government agency efforts to pre-
11	vent or respond to a terrorist attack;
12	"(14) coordinate with the Commissioner of Cus-
13	toms and Border Protection and the appropriate
14	senior official of the Department of Commerce on
15	issues related to the travel and tourism industries;
16	"(15) coordinate the activities of the Depart-
17	ment relating to State and local government;
18	"(16) assess, and advocate for, the resources
19	needed by State and local governments to implement
20	the national strategy for combating terrorism;
21	"(17) provide State and local governments with
22	regular information, research, and technical support
23	to assist local efforts at securing the homeland;
24	"(18) develop a process for receiving meaning-
25	ful input from State and local governments to assist

1	the development of the national strategy for com-
2	bating terrorism and other homeland security activi-
3	ties; and
4	"(19) perform such other functions as are es-
5	tablished by law or delegated to such Assistant Sec-
6	retary by the Under Secretary for Policy.
7	"SEC. 603. OFFICE OF INTERNATIONAL AFFAIRS.
8	"(a) In General.—There shall be in the Office of
9	Policy an Office of International Affairs.
10	"(b) Head of Office.—The Secretary shall appoint
11	an Assistant Secretary for International Affairs to serve
12	as the head of the Office and as the chief diplomatic offi-
13	cer of the Department.
14	"(c) Functions.—
15	"(1) IN GENERAL.—The Assistant Secretary for
16	International Affairs shall—
17	"(A) coordinate international functions
18	within the Department, including functions car-
19	ried out by the components of the Department,
20	in consultation with other Federal officials with
21	responsibility for counterterrorism and home-
22	land security matters;
23	"(B) advise, inform, and assist the Sec-
24	retary, in consultation with overseas Depart-
25	ment personnel on strategies, foreign policy

1	matters, and the Department's international
2	programs;
3	"(C) develop, in consultation with the
4	Under Secretary for Management, guidance for
5	selecting, assigning, training, and monitoring
6	overseas deployments of Department personnel,
7	including minimum standards for
8	predeployment training;
9	"(D) develop and update, in coordination
10	with all components of the Department engaged
11	in international activities, a strategic plan for
12	the international activities of the Department,
13	establish a process for managing its implemen-
14	tation, and monitor the ability of the Depart-
15	ment's components to comply with such a proc-
16	ess;
17	"(E) develop and distribute guidance on
18	Department policy priorities for overseas func-
19	tions to personnel deployed overseas, that, at a
20	minimum, sets forth the regional and national
21	priorities being advanced by their deployment;
22	"(F) maintain awareness regarding the
23	international travel of senior officers of the De-
24	partment and their intent to pursue negotia-

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tions with foreign government officials, and review resulting draft agreements;

"(G) develop, in consultation with the components of the Department, including, as appropriate, with the Under Secretary for the Science and Technology Directorate, programs to support the overseas programs conducted by the Department, including training, technical assistance, and equipment to ensure that Department personnel deployed abroad have proper resources and receive adequate and timely support;

"(H) conduct the exchange of homeland security information, in consultation with the Under Secretary of the Office of Intelligence and Analysis, and best practices relating to homeland security with foreign nations that, in the determination of the Secretary, reciprocate the sharing of such information in a substantially similar manner;

"(I) submit information to the Under Secretary for Policy for oversight purposes, including preparation of the quadrennial homeland security review and on the status of overseas activities, including training and technical assistance and information exchange activities and the Department's resources dedicated to these activities;

- "(J) promote, when appropriate, and oversee the exchange of education, training, and information with nations friendly to the United States in order to share best practices relating to homeland security; and
- "(K) perform such other functions as are established by law or delegated by the Under Secretary for Policy.
- "(2) Inventory of Assets Deployed Abroad.—For each fiscal year, the Assistant Secretary for International Affairs, in coordination with the Under Secretary for Management, shall provide to the Committee on Homeland Security of the House of Representatives and the Committee on Homeland Security and Governmental Affairs of the Senate with the annual budget request for the Department, an annual accounting of all assets of the Department, including personnel, deployed outside the United States on behalf of the Department.
- "(3) EXCLUSIONS.—This subsection does not apply to international activities related to the protective mission of the United States Secret Service, or

- 1 to the Coast Guard when operating under the direct
- authority of the Secretary of Defense or the Sec-
- 3 retary of the Navy.
- 4 "SEC. 604. OFFICE OF POLICY IMPLEMENTATION.
- 5 "(a) IN GENERAL.—There shall be in the Office of
- 6 Policy an Office of Policy Implementation.
- 7 "(b) Head of Office.—The Secretary shall appoint
- 8 a Director of the Office of Policy Implementation to serve
- 9 as the head of the Office.
- 10 "(c) Responsibilities.—The Director of the Office
- 11 of Policy Implementation shall lead, conduct, coordinate,
- 12 and provide overall direction and supervision of Depart-
- 13 mentwide policy development for the programs, offices,
- 14 and activities of the Department, in consultation with rel-
- 15 evant officials of the Department, to ensure quality, con-
- 16 sistency, and integration across the Department, as appro-
- 17 priate.
- 18 "SEC. 605. OFFICE OF STRATEGY AND PLANNING.
- 19 "(a) IN GENERAL.—There shall be in the Office of
- 20 Policy of the Department an Office of Strategy and Plan-
- 21 ning.
- 22 "(b) Head of Office.—The Secretary shall appoint
- 23 a Director of the Office of Strategy and Planning who
- 24 shall serve as the head of the Office.

1 "(c) Responsibilities.—The Director of the Office 2 of Strategy and Planning shall— 3 "(1) lead and conduct long-term Departmentwide strategic planning, including the Quadrennial 5 Homeland Security Review and planning guidance 6 for the Department, and translate the Department's 7 statutory responsibilities, strategic plans, and long-8 term goals into risk-based policies and procedures 9 that improve operational effectiveness; and 10 "(2) develop strategies to address unconven-11 tional threats to the homeland.". 12 (b) CLERICAL AMENDMENT.—The table of contents in section 1(b) of such Act is amended— 14 (1) by striking the items relating to title VI and 15 inserting the following: "TITLE VI—POLICY AND PLANNING "Sec. 601. Office of Policy. "Sec. 602. Office of Partnership and Engagement. "Sec. 603. Office of International Affairs. "Sec. 604. Office of Policy Implementation. "Sec. 605. Office of Strategy and Planning.". 16 (2) by inserting after the item relating to sec-17 tion 889, and inserting after the item relating sec-18 tion 890A the following: "Sec. 890B. Treatment of charitable trusts for members of the Armed Forces of the United States and other governmental organizations.". 19 (c) Appointment of Under Secretary for Pol-ICY; CONTINUATION OF SERVICE OF ASSISTANT SEC-21 RETARY.—

- 1 (1) TIME OF APPOINTMENT.—The President
  2 may appoint an Under Secretary for Policy under
  3 section 601 of the Homeland Security Act of 2002,
  4 as amended by this Act, only on or after January
  5 20, 2017.
- 6 (2)Head  $^{
  m OF}$ OFFICE PENDING APPOINT-7 MENT.—The individual serving as the Assistant Sec-8 retary for Policy of the Department of Homeland 9 Security on the date of the enactment of this Act, 10 or their successor, may continue to serve as an As-11 sistant Secretary and as the head of the Office of 12 Policy established by such section, until the date on 13 which the Under Secretary for Policy is appointed 14 under such section in accordance with paragraph 15 (1).
- (d) Appointment of Assistant Secretary for
   International Affairs; Abolishment of Existing
   Office.—
- 19 (1) TIME OF APPOINTMENT.—The Secretary of
  20 Homeland Security may appoint an Assistant Sec21 retary for International Affairs under section 602 of
  22 the Homeland Security Act of 2002, as amended by
  23 this Act, only on or after January 20, 2017.
- 24 (2) Head of office pending appoint-25 Ment.—The individual serving as the Assistant Sec-

retary for International Affairs of the Department of
Homeland Security on the date of the enactment of
this Act, or their successor, may continue to serve
as a Deputy Assistant Secretary and as the head of
the Office of International Affairs established by
such section, until the date the Under Secretary for
Policy is appointed under such section in accordance
with paragraph (1).

## (3) Abolishment of existing office..—

- (A) IN GENERAL.—The Office of International Affairs within the Office of the Secretary is abolished.
- (B) Transfer of Assets and personnel associated sonnel.—The assets and personnel associated with such Office are transferred to the head of the Office of International Affairs provided for by section 603 of the Homeland Security Act of 2002, as amended by this Act.
- (C) Conforming amendment.—Subsection 879 of the Homeland Security Act of 2002 (6 U.S.C. 459), and the item relating to such section in section 1(b) of such Act, are repealed.
- 24 (e) Abolishment of Office for State and 25 Local Law Enforcement.—

- 1 (1) IN GENERAL.—The Office for State and 2 Local Law Enforcement of the Department of 3 Homeland Security is abolished.
- 4 (2) Transfer of functions, assets, and
  5 Personnel.—The functions authorized to be per6 formed by such office immediately before the enact7 ment of this Act, and the assets and personnel asso8 ciated with such functions, are transferred to the
  9 head of the Office of Partnership and Engagement
  10 provided for by section 602 of the Homeland Secu11 rity Act of 2002, as amended by this Act.
- 12 (3) CONFORMING AMENDMENT.—Subsection (b)
  13 of section 2006 of the Homeland Security Act of
  14 2002 (6 U.S.C. 607) is repealed.
- 15 (f) Abolishment of Office for State and 16 Local Government Coordination.—
- 17 (1) IN GENERAL.—The Office for State and 18 Local Government Coordination of the Department 19 of Homeland Security is abolished.
- 20 (2) Transfer of functions and assets.—
  21 The functions authorized to be performed by such
  22 office immediately before the enactment of this Act,
  23 and the assets and personnel associated with such
  24 functions, are transferred to the head of Office of
  25 Partnership and Engagement provided for by section

- 1 602 of the Homeland Security Act of 2002, as 2 amended by this Act.
- 3 (3) CONFORMING AMENDMENTS.—Section 801 4 of the Homeland Security Act of 2002 (6 U.S.C. 5 631), and the item relating to that section in the 6 table of contents in section 1(b) of such Act, are re-7 pealed.
- 8 (g) Abolishment of Special Assistant to the 9 Secretary.—
- 10 (1) IN GENERAL.—The Special Assistant to the
  11 Secretary authorized by section 102(f) of the Home12 land Security Act of 2002, as in effect immediately
  13 before the enactment of this Act (6 U.S.C. 112(f)),
  14 is abolished.
  - (2) Transfer of functions and assets.—
    The functions authorized to be performed by such Special Assistant to the Secretary immediately before the enactment of this Act, and the assets and personnel associated with such functions, are transferred to the head of the Office of Partnership and Engagement provided for by section 602 of the Homeland Security Act of 2002, as amended by this Act.

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1	(3) Conforming Amendment.—Section 102(f)
2	of the Homeland Security Act of 2002 (6 U.S.C.
3	112(f)) is repealed.
4	(h) Conforming Amendments Relating to As-
5	SISTANT SECRETARIES.—Section 103(a) of the Homeland
6	Security Act of 2002 (6 U.S.C. 113(a)) is amended—
7	(1) in paragraph (1), by striking subparagraph
8	(I) and redesignating subparagraph (J) as subpara-
9	graph (I); and
10	(2) by amending paragraph (2) to read as fol-
11	lows:
12	"(2) Assistant secretaries.—
13	"(A) ADVICE AND CONSENT APPOINT-
14	MENTS.—The Department shall have the fol-
15	lowing Assistant Secretaries appointed by the
16	President, by and with the advice and consent
17	of the Senate:
18	"(i) The Assistant Secretary, U.S.
19	Immigration and Customs Enforcement.
20	"(ii) The Assistant Secretary, Trans-
21	portation Security Administration.
22	"(B) OTHER PRESIDENTIAL APPOINT-
23	MENTS.—The Department shall have the fol-
24	lowing Assistant Secretaries appointed by the
25	President.

1	"(i) The Assistant Secretary, Infra-
2	structure Protection.
3	"(ii) The Assistant Secretary, Office
4	of Public Affairs.
5	"(iii) The Assistant Secretary, Office
6	of Legislative Affairs.
7	"(C) Secretarial appointments.—The
8	Department shall have the following Assistant
9	Secretaries appointed by the Secretary:
10	"(i) The Assistant Secretary, Office of
11	Cybersecurity and Communications.
12	"(ii) The Assistant Secretary for
13	International Affairs under section 602.
14	"(iii) The Assistant Secretary for
15	Partnership and Engagement under sec-
16	tion 603.
17	"(D) Limitation on creation of posi-
18	TIONS.—No Assistant Secretary position may
19	be created in addition to the positions provided
20	for by this section unless such position is au-
21	thorized by a statute enacted after the date of
22	the enactment of the DHS Headquarters Re-
23	form and Improvement Act of 2015.".
24	(i) Homeland Security Advisory Council.—Sec-
25	tion 102(b) of the Homeland Security Act of 2002 (6

- 1 U.S.C. 112(b)) is amended by striking "and" after the
- 2 semicolon at the end of paragraph (2), striking the period
- 3 at the end of paragraph (3) and inserting "; and", and
- 4 adding at the end the following:
- 5 "(4) shall establish a Homeland Security Advi-
- 6 sory Council to provide advice and recommendations
- 7 on homeland-security-related matters.".
- 8 (j) Prohibition on New Offices.—No new office
- 9 may be created to perform functions transferred by this
- 10 section, other than as provided in section 601 of the
- 11 Homeland Security Act of 2002, as amended by this Act.
- 12 (k) Definitions.—In this section each of the terms
- 13 "functions", "assets", and "personnel" has the meaning
- 14 that term has under section 2 of the Homeland Security
- 15 Act of 2002 (6 U.S.C. 101).
- 16 (l) Duplication Review.—The Secretary of Home-
- 17 land Security shall—
- 18 (1) within 1 year after the date of the enact-
- ment of this Act, complete a review of the inter-
- 20 national affairs offices, functions, and responsibil-
- 21 ities of the components of the Department of Home-
- land Security, to identify and eliminate areas of un-
- 23 necessary duplication; and
- 24 (2) within 30 days after the completion of such
- review, provide the results of the review to the Com-

1	mittee on Homeland Security of the House of Rep-
2	resentatives and the Committee on Homeland Secu-
3	rity and Governmental Affairs of the Senate.
4	SEC. 105. QUADRENNIAL HOMELAND SECURITY REVIEW.
5	Section 707 of the Homeland Security Act of 2002
6	(6 U.S.C. 347) is amended—
7	(1) in subsection (a)—
8	(A) by amending paragraph (1) to read as
9	follows:
10	"(1) Review required.—In fiscal year 2017,
11	and every 4 years thereafter, the Secretary shall
12	conduct a review of the homeland security of the Na-
13	tion (in this section referred to as a 'quadrennial
14	homeland security review'). Such review shall be con-
15	ducted so that it is completed, and the report under
16	subsection (c) is issued, by no later than December
17	31, 2017, and by December 31 of every fourth year
18	thereafter."; and
19	(B) in paragraph (3) by striking "The Sec-
20	retary shall conduct each quadrennial homeland
21	security review under this subsection in con-
22	sultation with" and inserting "In order to en-
23	sure that each quadrennial homeland security
24	review conducted under this section is coordi-
25	nated with the quadrennial defense review con-

1	ducted by the Secretary of Defense under sec-
2	tion 118 of title 10, United States Code, and
3	any other major strategic review relating to di-
4	plomacy, intelligence, or other national security
5	issues, the Secretary shall conduct and obtain
6	information and feedback from entities of the
7	homeland security enterprise through";
8	(2) in subsection (b)—
9	(A) in paragraph (5), by striking "and"
10	after the semicolon at the end;
11	(B) in paragraph (6), by striking the pe-
12	riod and inserting "; and"; and
13	(C) by adding after paragraph (6) the fol-
14	lowing:
15	"(7) leverage analytical tools and resources de-
16	veloped as part of the quadrennial homeland security
17	review to support the Department's ongoing pro-
18	grams and missions."; and
19	(3) in subsection $(c)(2)$ —
20	(A) by striking "and" after the semicolon
21	at the end of subparagraph (H);
22	(B) by redesignating subparagraph (I) as
23	subparagraph (L); and
24	(C) by inserting after subparagraph (H)
25	the following:

1	"(I) a description of how the conclusions
2	under the quadrennial homeland security review
3	will inform efforts to develop capabilities and
4	build capacity of States, local governments, In-
5	dian tribes, and private entities, and of individ-
6	uals, families, and communities;
7	"(J) as appropriate, proposed changes to
8	the authorities, organization, governance struc-
9	ture, or business processes (including acquisi-
10	tion processes) of the Department in order to
11	better fulfill responsibilities of the Department;
12	and
13	"(K) where appropriate, a classified annex,
14	including materials prepared pursuant to sec-
15	tion 306 of title 5, relating to the preparation
16	of an agency strategic plan, to satisfy, in whole
17	or in part, the reporting requirements of this
18	paragraph.".
19	SEC. 106. FUTURE YEARS HOMELAND SECURITY PROGRAM.
20	Section 874 of the Homeland Security Act of 2002
21	(6 U.S.C. 454) is amended—
22	(1) by amending subsection (a) to read as fol-
23	lows:
24	"(a) In General.—Not later than the 30 days fol-
25	lowing the date of each fiscal year on which the budget

- 1 of the President is submitted to Congress under section
- 2 1105(a) of title 31, United States Code, the Secretary
- 3 shall submit to the Committee on Homeland Security of
- 4 the House of Representatives and the Committee on
- 5 Homeland Security and Governmental Affairs of the Sen-
- 6 ate a Future Years Homeland Security Program that pro-
- 7 vides detailed estimates of the projected expenditures and
- 8 corresponding requests for appropriations included in that
- 9 budget. The Future Years Homeland Security Program
- 10 shall cover the fiscal year for which the budget is sub-
- 11 mitted and the 4 succeeding fiscal years."; and
- 12 (2) by adding at the end the following:
- "(d) Consistency of Budget Request With Es-
- 14 TIMATES.—For each fiscal year, the Secretary shall ensure
- 15 that the projected amounts specified in program and
- 16 budget information for the Department submitted to Con-
- 17 gress in support of the President's budget request are con-
- 18 sistent with the estimated expenditures and proposed ap-
- 19 propriations necessary to support the programs, projects,
- 20 and activities of the Department included in the budget
- 21 pursuant to section 1105(a)(5) of title 31, United States
- 22 Code.
- 23 "(e) Explanation of Alignment With Strate-
- 24 GIES AND PLANS.—Together with the detailed estimates
- 25 of the projected expenditures and corresponding requests

- 1 for appropriations submitted for the Future Years Home-
- 2 land Security Program, the Secretary shall provide an ex-
- 3 planation of how those estimates and requests align with
- 4 the homeland security strategies and plans developed and
- 5 updated as appropriate by the Secretary. Such explanation
- 6 shall include an evaluation of the organization, organiza-
- 7 tional structure, governance structure, and business proc-
- 8 esses (including acquisition processes) of the Department,
- 9 to ensure that the Department is able to meet its respon-
- 10 sibilities.
- 11 "(f) Projection of Acquisition Estimates.—
- 12 Each Future Years Homeland Security Program shall
- 13 project—
- 14 "(1) acquisition estimates for a period of 5 fis-
- 15 cal years, with specified estimates for each fiscal
- year, for major acquisition programs by the Depart-
- 17 ment and each component therein, including mod-
- 18 ernization and sustainment expenses; and
- "(2) estimated annual deployment schedules for
- 20 major acquisition programs over the 5-fiscal-year pe-
- 21 riod.
- 22 "(g) Contingency Amounts.—Nothing in this sec-
- 23 tion shall be construed as prohibiting the inclusion in the
- 24 Future Years Homeland Security Program of amounts for

- 1 management contingencies, subject to the requirements of
- 2 subsection (b).
- 3 "(h) Classified or Sensitive Annex.—The Sec-
- 4 retary may include with each submission under this sec-
- 5 tion a classified or sensitive annex containing any informa-
- 6 tion required to be submitted under this section that is
- 7 restricted from public disclosure in accordance with Fed-
- 8 eral law, including information that is determined to be
- 9 Sensitive Security Information under section 537 of the
- 10 Department of Homeland Security Appropriations Act,
- 11 2006 (6 U.S.C. 114) to Congress in a classified or sen-
- 12 sitive annex.
- 13 "(i) Availability of Information to the Pub-
- 14 LIC.—The Secretary shall make available to the public in
- 15 electronic form the information required to be submitted
- 16 to Congress under this section, other than information de-
- 17 scribed in subsection (h).".
- 18 SEC. 107. MANAGEMENT AND EXECUTION.
- 19 Section 701 of the Homeland Security Act of 2002
- 20 (6 U.S.C. 341) is amended by redesignating subsections
- 21 (c) and (d) as subsections (e) and (f), respectively, and
- 22 by striking subsections (a) and (b) and inserting the fol-
- 23 lowing:

1	"(a) In General.—Subject to the direction and con-
2	trol of the Secretary, the Under Secretary for Manage-
3	ment shall serve as the following:
4	"(1) The Chief Management Officer for all mat-
5	ters related to the management and administration
6	of the Department in support of homeland security
7	operations and programs. With regard to the man-
8	agement functions for which the Under Secretary
9	has responsibility by law or by direction of the Sec-
10	retary, the Under Secretary for Management takes
11	precedence in the Department after the Secretary
12	and the Deputy Secretary of Homeland Security.
13	"(2) The senior official with the authority to
14	administer, implement, and direct management inte-
15	gration and transformation across functional dis-
16	ciplines of the Department, including—
17	"(A) information technology, financial
18	management, acquisition management, and
19	human capital management of the Department
20	to improve program efficiency and effectiveness
21	"(B) ensure compliance with laws, rules
22	regulations, and the Department's policies;
23	"(C) conduct regular oversight; and
24	"(D) prevent unnecessary duplication of
25	programs in the Department.

1	"(b) Responsibilities.—In addition to responsibil-
2	ities designated by the Secretary or otherwise established
3	by law, the Under Secretary for Management shall be re-
4	sponsible for performing, or delegating responsibility for
5	performing, the following activities of the Department:
6	"(1) Development of the budget, management
7	of appropriations, expenditures of funds, accounting,
8	and finance.
9	"(2) Acquisition and procurement activities
10	under section 701(d).
11	"(3) Human resources and personnel.
12	"(4) Information technology and communica-
13	tion systems, in consultation with the Under Sec-
14	retary for Intelligence and Analysis, as appropriate.
15	"(5) Facilities, property, equipment, and other
16	material resources.
17	"(6) Real property and personal property.
18	"(7) Security for personnel, information tech-
19	nology and communications systems, facilities, prop-
20	erty, equipment, and other material resources.
21	"(8) Strategic management planning, annual
22	performance planning, and identification and track-
23	ing of performance measures relating to the respon-
24	sibilities of the Department, including such respon-

1	sibilities under section 306 of title 5, United States
2	Code.
3	"(9) Oversight of grants and other assistance
4	management programs to ensure proper administra-
5	tion.
6	"(10) Management integration and trans-
7	formation within each functional management dis-
8	cipline of the Department, including information
9	technology, financial management, acquisition man-
10	agement, and human capital management, and the
11	transition process, to ensure an efficient and orderly
12	consolidation of functions and personnel in the De-
13	partment and transition, including the—
14	"(A) development of coordinated data
15	sources and connectivity of information systems
16	to the greatest extent practical to enhance pro-
17	gram visibility and transparency;
18	"(B) development of standardized, auto-
19	mated, and real-time management information
20	to uniformly manage and oversee programs,
21	and make informed decisions to improve the ef-
22	ficiency of the Department;
23	"(C) development of effective program
24	management and regular oversight mechanisms,
25	including clear roles and processes for program

governance, sharing of best practices, and access to timely, reliable, and analyzed data on all acquisitions and investments;

- "(D) implementation of mechanisms to promote accountability for management integration among Department and component chief officers:
- "(E) integration of financial management systems within and across the Department to ensure financial transparency, support daily operational and financial decisionmaking, and maintain consecutive unqualified opinions for all financial statements, including the responsibility to review, approve, and oversee the planning, design, acquisition, deployment, operation, maintenance, and modernization of business systems;
- "(F) integration of human resource management systems within and across the Department to track and record information (including attrition rates, knowledge, skills, and abilities critical for workforce planning, identifying current and future human capital needs, including recruitment efforts and improving employee morale), including the responsibility to review, ap-

1	prove, and oversee the planning, design, acquisi-
2	tion, deployment, operation, maintenance, and
3	modernization of business systems;
4	"(G) development of a management inte-
5	gration strategy for the Department and its
6	components to be submitted annually with the
7	President's budget to ensure that management
8	of the Department is strengthened in the areas
9	of human capital, acquisition, information tech-
10	nology, and financial management, which shall
11	include—
12	"(i) short- and long-term objectives to
13	effectively guide implementation of inter-
14	operable business systems solutions;
15	"(ii) issuance of guidance and action
16	plans with dates, specific actions, and costs
17	for implementing management integration
18	and transformation of common functional
19	disciplines across the Department and its
20	components;
21	"(iii) specific operational and tactical
22	goals, activities, and timelines needed to
23	accomplish the integration effort;
24	"(iv) performance measures to mon-
25	itor and validate corrective measures;

1	"(v) efforts to identify resources need-
2	ed to achieve key actions and outcomes;
3	"(vi) other issues impeding manage-
4	ment integration;
5	"(vii) reporting to the Government
6	Accountability Office twice annually to
7	demonstrate measurable, sustainable
8	progress made in implementing the De-
9	partment's corrective action plans and
10	achieving key outcomes, including regard-
11	ing—
12	"(I) leadership commitment;
13	"(II) capacity building; and
14	"(III) continuous monitoring to
15	address Government Accountability
16	Office designations of programs at
17	high risk for waste, fraud, and abuse,
18	including with respect to strength-
19	ening management functions;
20	"(viii) review and approve any major
21	update to the Department's strategy re-
22	lated to management integration and
23	transformation across functional disciplines
24	and lines of business, including any busi-
25	ness systems modernization plans to maxi-

1	mize benefits and minimize costs for the
2	Department; and
3	"(ix) before December 1 of each year
4	in which a Presidential election is held, the
5	development of a transition and succession
6	plan to guide the transition of Department
7	functions to a new Presidential administra-
8	tion, and making such plan available to the
9	next Secretary and Under Secretary for
10	Management and to the homeland security
11	congressional committees;
12	"(H) oversight, including the conduct of
13	internal audits and management analyses, of
14	the programs and activities of the Department.
15	Such supervision includes establishing oversight
16	procedures to ensure a full and effective review
17	of the efforts by Department components to im-
18	plement policies and procedures of the Depart-
19	ment for management integration and trans-
20	formation; and
21	"(I) any other management duties that the
22	Secretary may designate.".
23	SEC. 108. CHIEF FINANCIAL OFFICER.
24	Section 702 of the Homeland Security Act of 2002
25	(6 U.S.C. 341) is amended by redesignating subsections

- 1 (b) and (c) as subsections (c) and (d), respectively, and
- 2 by inserting after subsection (a) the following:
- 3 "(b) Responsibilities.—Notwithstanding sections
- 4 901 and 1122 of title 31, United States Code, the Chief
- 5 Financial Officer, in consultation with the Under Sec-
- 6 retary for Management and the Under Secretary for Intel-
- 7 ligence and Analysis, as appropriate, shall—
- 8 "(1) lead cost-estimating practices for the De-
- 9 partment, including the development of the Depart-
- ment's policy on cost estimating and approval of life
- 11 cycle cost estimates;
- 12 "(2) oversee coordination with the Office of Pol-
- icy on the Department's long-term strategic plan-
- ning to ensure that the development of the Depart-
- ment's budget is compatible with the priorities, stra-
- tegic plans, and policies established by the Sec-
- 17 retary;
- 18 "(3) develop and oversee the Department's fi-
- 19 nancial management policy;
- 20 "(4) provide guidance for and over financial
- 21 system modernization efforts throughout the Depart-
- 22 ment;
- "(5) establish effective internal controls over fi-
- 24 nancial reporting systems and processes throughout
- 25 the Department;

1	"(6) lead assessments of internal controls re-
2	lated to the Department's financial management sys-
3	tems and review financial processes to ensure that
4	internal controls are designed properly and operate
5	effectively;
6	"(7) lead the Department's efforts related to fi-
7	nancial oversight, including identifying ways to
8	streamline and standardize business processes;
9	"(8) lead and provide guidance on performance-
10	based budgeting practices for the Department to en-
11	sure that the Department and its components are
12	meeting missions and goals;
13	"(9) ensure that Department components' sen-
14	ior financial officers certify that their major acquisi-
15	tion programs have adequate resources to execute
16	their programs through the 5-year future years
17	homeland security program period, so that the De-
18	partment's funding requirements for major acquisi-
19	tion programs match expected resources;
20	"(10) ensure that components identify and re-
21	port all expected costs of acquisition programs to the
22	Chief Financial Officer of the Department;
23	"(11) oversee Department budget formulation
24	and execution; and

1	"(12) fully implement a common accounting
2	structure to be used across the entire Department
3	by fiscal year 2019.".
4	SEC. 109. CHIEF PROCUREMENT OFFICER.
5	(a) In General.—Title VII of the Homeland Secu-
6	rity Act of 2002 (6 U.S.C. 341 et seq.) is further amended
7	by adding at the end the following:
8	"SEC. 708. CHIEF PROCUREMENT OFFICER.
9	"(a) In General.—There is a Chief Procurement
10	Officer of the Department, who shall report directly to the
11	Under Secretary for Management. The Chief Procurement
12	Officer is the senior procurement executive for purposes
13	of section 1702(c) of title 41, United States Code, and
14	shall perform procurement functions as specified in such
15	section. The Chief Procurement Officer also shall perform
16	other functions and responsibilities set forth in this section
17	and as may be assigned by the Under Secretary for Man-
18	agement.
19	"(b) Responsibilities.—The Chief Procurement
20	Officer shall—
21	"(1) exercise leadership and authority to the ex-
22	tent delegated by the Under Secretary for Manage-
23	ment over the Department procurement function;
24	"(2) issue procurement policies, and shall serve
25	as a senior business advisor to agency officials on

- acquisition-related matters, including policy and workforce matters, as determined by the Under Secretary for Management;
  - "(3) account for the integrity, performance, and oversight of Department procurement and contracting functions and be responsible for ensuring that a procurement's contracting strategy and plans are consistent with the intent and direction of the Acquisition Review Board;
    - "(4) serve as the Department's main liaison to industry on procurement-related issues;
    - "(5) oversee a centralized certification and training program, in consultation with the Under Secretary for Management, for the entire Department acquisition workforce while using, to the greatest extent practicable, best practices and acquisitions training opportunities already in existence within the Federal Government, the private sector, or universities and colleges, as appropriate, and including training on how best to identify actions that warrant referrals for suspension or debarment;
    - "(6) delegate or retain contracting authority, as appropriate;

1 "(7) provide input on the periodic performance 2 reviews of each head of contracting activity of the 3 Department;

> "(8) collect baseline data and establish performance measures on the impact of strategic sourcing initiatives on the private sector, including, in particular, small businesses; and

> "(9) ensure that a fair proportion (as defined pursuant to the Small Business Act (15 U.S.C. 631 et seq.)) of Federal contract and subcontract dollars are awarded to small businesses, maximize opportunities for small business participation, and ensure, to the extent practicable, small businesses that achieve qualified vendor status for security-related technologies are provided an opportunity to compete for contracts for such technology.

"(c) Head of Contracting Activity Defined.—

In this section the term 'head of contracting activity'

means each official responsible for the creation, management, and oversight of a team of procurement professionals properly trained, certified, and warranted to accomplish the acquisition of products and services on behalf
of the designated components, offices, and organizations
of the Department, and as authorized, other government

entities.".

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1 (b) CLERICAL AMENDMENT.—The table of contents in section 1(b) of such Act is further amended by adding at the end of the items relating to such title the following: "Sec. 708. Chief Procurement Officer.". SEC. 110. CHIEF INFORMATION OFFICER. 5 (a) IN GENERAL.—Section 703 of the Homeland Se-6 curity Act of 2002 (6 U.S.C. 343) is amended— 7 (1) in subsection (a), by adding at the end the 8 following: "In addition to the functions under sec-9 tion 3506(a)(2) of title 44, United States Code, the 10 Chief Information Officer shall perform the func-11 tions set forth in this section and such other func-12 tions as may be assigned by the Secretary."; 13 (2) by redesignating subsection (b) as sub-14 section (e); and 15 (3) by inserting after subsection (a) the fol-16 lowing: 17 "(b) Responsibilities.—In addition to the functions under section 3506 of title 44, United States Code, 18 19 the Chief Information Officer, in consultation with the 20 Under Secretary for Management, shall— "(1) advise and assist the Secretary, heads of 21 22 the components of the Department, and other senior 23 officers in carrying out the responsibilities of the

Department for all activities relating to the budgets,

1	programs, and operations of the information tech-
2	nology functions of the Department;
3	"(2) to the extent delegated by the Secretary—
4	"(A) exercise leadership and authority over
5	Department information technology manage-
6	ment; and
7	"(B) establish the information technology
8	priorities, policies, processes, standards, guide-
9	lines, and procedures of the Department to en-
10	sure interoperability and standardization of in-
11	formation technology;
12	"(3) serve as the lead technical authority for in-
13	formation technology programs;
14	"(4) maintain a consolidated inventory of the
15	Department's mission critical and mission essential
16	information systems, and develop and maintain con-
17	tingency plans for responding to a disruption in the
18	operation of any of those information systems;
19	"(5) maintain the security, visibility, reliability,
20	integrity, and availability of data and information
21	technology of the Department including the security
22	of the Homeland Security Data Network;
23	"(6) in coordination with relevant officials of
24	the Department, ensure that the Department is in

1 compliance with subchapter II of chapter 35 of title 2 44, United States Code; "(7) establish policies and procedures to effec-3 4 tively monitor and manage vulnerabilities in the sup-5 ply chain for purchases of information technology; 6 "(8) in coordination with relevant officials of the Department, ensure Department compliance 7 8 with Homeland Security Presidential Directive 12; 9 "(9) in coordination with relevant officials of 10 the Department, ensure that information technology 11 systems of the Department meet the standards es-12 tablished under the information sharing environ-13 ment, as defined in section 1016 of the Intelligence 14 Reform and Terrorism Prevention Act of 2004 (6) 15 U.S.C. 485); "(10) develop measures to monitor the perform-16 17 ance of Department components' use and implemen-18 tation of information technology systems and con-19 sistently monitor such performance to ensure that 20 such systems are used effectively; "(11) ensure that Department components re-21 22 port to the Chief Information Officer of the Depart-23 ment a complete inventory of information systems 24 and fully adhere to Department guidance related to

information technology;

1	"(12) carry out any other responsibilities dele-
2	gated by the Secretary consistent with an effective
3	information system management function; and
4	"(13) carry out authorities over Department in-
5	formation technology consistent with section 113419
6	of title 40, United States Code.
7	"(c) Strategic Plans.—In coordination with the
8	Chief Financial Officer, the Chief Information Officer
9	shall develop an information technology strategic plan
10	every 5 years and report to the Committee on Homeland
11	Security of the House of Representatives and the Com-
12	mittee on Homeland Security and Governmental Affairs
13	of the Senate on—
14	"(1) how the information technology strategic
15	plans developed under this subsection are used to
16	help inform the Department's budget process;
17	"(2) how the Department's budget aligns with
18	priorities specified in the information technology
19	strategic plans;
20	"(3) in cases in which it is not possible to fund
21	all information technology strategic plan activities
22	for a given fiscal year, the rationale as to why cer-
23	tain activities are not being funded in lieu of higher
24	priorities;

1	"(4) what decisionmaking process was used to
2	arrive at these priorities and the role of Department
3	components in that process; and
4	"(5) examine the extent to which unnecessary
5	duplicate information technology within and across
6	the components of the Department has been elimi-
7	nated.
8	"(d) Software Licensing.—
9	"(1) IN GENERAL.—Not later than 180 days
10	after the date of the enactment of the DHS Head-
11	quarters Reauthorization Act of 2015, and every 2
12	years thereafter, the Chief Information Officer, in
13	consultation with Department component chief infor-
14	mation officers, shall—
15	"(A) conduct a Departmentwide inventory
16	of all existing software licenses held by the De-
17	partment, including utilized and unutilized li-
18	censes;
19	"(B) assess the needs of the Department
20	and the components of the Department for soft-
21	ware licenses for the subsequent 2 fiscal years
22	"(C) examine how the Department can
23	achieve the greatest possible economies of scale
24	and cost savings in the procurement of software
25	licenses;

1	"(D) determine how the use of shared
2	cloud-computing services will impact the needs
3	for software licenses for the subsequent 2 fiscal
4	years; and
5	"(E) establish plans and estimated costs
6	for eliminating unutilized software licenses for
7	the subsequent 2 fiscal years.
8	"(2) Excess software licensing.—
9	"(A) Plan to reduce software li-
10	CENSES.—If the Chief Information Officer de-
11	termines through the inventory conducted under
12	paragraph (1) that the number of software li-
13	censes held by the Department and the compo-
14	nents of the Department exceed the needs of
15	the Department as assessed under paragraph
16	(1), the Secretary, not later than 90 days after
17	the date on which the inventory is completed,
18	shall establish a plan for bringing the number
19	of such software licenses into balance with such
20	needs of the Department.
21	"(B) Prohibition on procurement of
22	NEW SOFTWARE LICENSES.—
23	"(i) In general.—Except as pro-
24	vided in clause (ii), upon completion of a
25	plan established under paragraph (1), no

additional resources may be obligated for
the procurement of new software licenses
for the Department until such time as the
need of the Department exceeds the number of used and unused licenses held by the
Department.

"(ii) EXCEPTION.—The Chief Infor-

- "(ii) EXCEPTION.—The Chief Information Officer may authorize the purchase of additional licenses and amend the number of needed licenses as necessary.
- "(3) GAO REVIEW.—The Comptroller General of the United States shall review the inventory conducted under paragraph (1)(A) and the plan established under paragraph (2)(A).
- "(4) Submission to congress.—The Chief Information Officer shall submit a copy of each inventory conducted under paragraph (1)(A) and each plan established under paragraph (2)(A) to the Committee on Homeland Security of the House of Representatives and the Committee on Homeland Security and Governmental Affairs of the Senate.".
- 22 (b) COMPLETION OF FIRST DEFINITION OF CAPA-23 BILITIES.—The Chief Information Officer shall complete 24 the first implementation of section 701(c) of the Home-25 land Security Act of 2002, as amended by this section,

1	by not later than 1 year after the date of the enactment
2	of this Act.
3	SEC. 111. CHIEF HUMAN CAPITAL OFFICER.
4	Section 704 of the Homeland Security Act of 2002
5	(6 U.S.C. 343) is amended to read as follows:
6	"SEC. 704. CHIEF HUMAN CAPITAL OFFICER.
7	"(a) In General.—There is a Chief Human Capital
8	Officer of the Department who shall report directly to the
9	Under Secretary of Management.
10	"(b) RESPONSIBILITIES.—The Chief Human Capital
11	Officer shall—
12	"(1) develop and implement strategic workforce
13	planning efforts that are consistent with Govern-
14	mentwide leading principles, and that are in line
15	with Department strategic human capital goals and
16	priorities;
17	"(2) develop performance measures to provide $\epsilon$
18	basis for monitoring and evaluating Departmentwide
19	strategic workforce planning efforts;
20	"(3) develop strategies to recruit, hire, and
21	train the Department workforce;
22	"(4) work with the component heads to identify
23	methods for managing and overseeing human capital

programs and initiatives;

"(5) develop a career path framework, and cre-
ate opportunities for leader development;
"(6) serve as the Department's central office
for managing employee resources, including training
and development opportunities;
"(7) coordinate the Department's human re-
source management system;
"(8) conduct efficiency reviews to determine if
components are implementing human capital pro-
grams and initiatives; and
"(9) identify and eliminate unnecessary and du-
plicative human capital policies and guidance.
"(c) Component Strategies.—
"(1) IN GENERAL.—Each component of the De-
partment shall coordinate with the Chief Human
Capital Officer of the Department to develop or
maintain its own 5-year workforce strategy that will
support the Department's goals, objectives, perform-
ance measures, and determination of the proper bal-
ance of Federal employees and private labor re-
sources.
"(2) Strategy requirements.—The Chief
Human Capital Officer shall ensure that, in the de-
velopment of the strategy required by subsection (c),

the head of the component reports to the Chief

1	Human Capital Officer on the human resources con-
2	siderations associated with creating additional Fed-
3	eral full-time equivalent positions, converting private
4	contractors to Federal employees, or relying on the
5	private sector for goods and services, including—
6	"(A) hiring projections, including occupa-
7	tion and grade level, as well as corresponding
8	salaries, benefits, and hiring or retention bo-
9	nuses;
10	"(B) the identification of critical skills re-
11	quirements over the 5-year period, any current
12	or anticipated need for critical skills required at
13	the Department, and the training or other
14	measures required to address such need;
15	"(C) recruitment of qualified candidates
16	and retention of qualified employees;
17	"(D) supervisory and management require-
18	ments;
19	"(E) travel and related personnel support
20	costs;
21	"(F) the anticipated cost and impact on
22	mission performance associated with replacing
23	Federal personnel due to their retirement or
24	other attrition; and
25	"(G) other appropriate factors.

- 1 "(d) Annual Submission.—The Secretary shall
- 2 provide to the appropriate congressional committees, to-
- 3 gether with submission of the annual budget justification,
- 4 information on the progress within the Department of ful-
- 5 filling the workforce strategies required under subsection
- 6 (e).".

## 7 SEC. 112. CHIEF SECURITY OFFICER.

- 8 (a) IN GENERAL.—Title VII of the Homeland Secu-
- 9 rity Act of 2002 (6 U.S.C. 341 et seq.), as amended by
- 10 section 109(a) of this Act, is further amended by adding
- 11 at the end the following:
- 12 "SEC. 709. CHIEF SECURITY OFFICER.
- 13 "(a) IN GENERAL.—There is a Chief Security Officer
- 14 of the Department, who shall report directly to the Under
- 15 Secretary for Management.
- 16 "(b) Responsibilities.—The Chief Security Officer
- 17 shall—
- 18 "(1) develop and implement the Department's
- 19 security policies, programs, and standards;
- 20 "(2) identify training and provide education to
- 21 Department personnel on security-related matters;
- 22 and
- 23 "(3) provide support to Department compo-
- 24 nents on security-related matters.".

- 1 (b) CLERICAL AMENDMENT.—The table of contents
- 2 in section 1(b) of such Act is further amended by adding
- 3 at the end of the items relating to such title the following: "Sec. 709. Chief Security Officer.".

## 4 SEC. 113. COST SAVINGS AND EFFICIENCY REVIEWS.

- 5 Not later than 1 year after the date of the enactment
- 6 of this Act, the Secretary of Homeland Security, acting
- 7 through the Under Secretary for Management of the De-
- 8 partment of Homeland Security, shall submit to the Com-
- 9 mittee on Homeland Security of the House of Representa-
- 10 tives and the Committee on Homeland Security and Gov-
- 11 ernmental Affairs of the Senate a report that—
- 12 (1) provides a detailed accounting of the man-
- agement and administrative expenditures and activi-
- ties of the components of the Department and iden-
- tifies potential cost savings and efficiencies for those
- expenditures and activities of each such component;
- 17 (2) examines the size, experience level, and geo-
- graphic distribution of the operational personnel of
- the Department, including U.S. Customs and Border
- 20 Protection officers, Border Patrol agents, U.S. Cus-
- 21 toms and Border Protection Air and Marine agents,
- 22 U.S. Customs and Border Protection agriculture
- 23 specialists, Federal Protective Service law enforce-
- 24 ment security officers, U.S. Immigration and Cus-
- 25 toms Enforcement agents, Transportation Security

1 Administration officers, Federal air marshals, and 2 members of the Coast Guard; and

(3) makes recommendations for adjustments in the management and administration of the Department that would reduce deficiencies in the Department's capabilities, reduce costs, and enhance efficiencies.

## 8 SEC. 114. FIELD EFFICIENCIES PLAN.

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- (1) In General.—Not later than 270 days after the date of the enactment of this Act, the Secretary of Homeland Security shall submit to the Committee on Homeland Security of the House of Representatives and Committee on Homeland Security and Governmental Affairs of the Senate a field efficiencies plan that—
  - (A) examines the facilities and administrative and logistics functions of components of the Department of Homeland Security located within designated geographic areas; and
  - (B) provides specific recommendations and an associated cost-benefit analysis for the consolidation of the facilities and administrative and logistics functions of components of the Department within each designated geographic area.

1	(2) Contents.—The field efficiencies plan sub-
2	mitted under paragraph (1) shall include the fol-
3	lowing:
4	(A) An accounting of leases held by the
5	Department or its components that have ex-
6	pired in the current fiscal year or will be expir-
7	ing in the next fiscal year, that have begun or
8	been renewed in the current fiscal year, or that
9	the Department or its components plan to sign
10	or renew in the next fiscal year.
11	(B)(i) An evaluation for each designated
12	geographic area of specific facilities at which
13	components, or operational entities of compo-
14	nents, of the Department may be closed or con-
15	solidated, including consideration of when leases
16	expire or facilities owned by the Government
17	become available.
18	(ii) The evaluation shall include consider-
19	ation of potential consolidation with facilities of
20	other Federal, State, or local entities, includ-
21	ing—
22	(I) offices;
23	(II) warehouses;
24	(III) training centers;
25	(IV) housing;

1	(V) ports, shore facilities, and air-
2	fields;
3	(VI) laboratories; and
4	(VII) other assets as determined by
5	the Secretary.
6	(iii) The evaluation shall include the poten-
7	tial for the consolidation of administrative and
8	logistics functions, including—
9	(I) facility maintenance;
10	(II) fleet vehicle services;
11	(III) mail handling and shipping and
12	receiving;
13	(IV) facility security;
14	(V) procurement of goods and serv-
15	ices;
16	(VI) information technology and tele-
17	communications services and support; and
18	(VII) additional ways to improve unity
19	of effort and cost savings for field oper-
20	ations and related support activities as de-
21	termined by the Secretary.
22	(C) An implementation plan, including—
23	(i) near-term actions that can co-lo-
24	cate, consolidate, or dispose of property
25	within 24 months;

1	(ii) identifying long-term occupancy
2	agreements or leases that cannot be
3	changed without a significant cost to the
4	Government; and
5	(iii) how the Department can ensure
6	it has the capacity, in both personnel and
7	funds, needed to cover up-front costs to
8	achieve consolidation and efficiencies.
9	(D) An accounting of any consolidation in
10	the Department or its component's real estate
11	footprint, including the colocation of personnel
12	from different components, offices, and agencies
13	within the Department.
14	TITLE II—DHS ACQUISITION AC-
15	COUNTABILITY AND EFFI-
1.	
16	CIENCY
	CIENCY SEC. 201. DEFINITIONS.
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17	SEC. 201. DEFINITIONS.
17 18	SEC. 201. DEFINITIONS.  (a) IN GENERAL.—In this title:
17 18 19	SEC. 201. DEFINITIONS.  (a) IN GENERAL.—In this title:  (1) SECRETARY.—The term "Secretary" means
17 18 19 20	SEC. 201. DEFINITIONS.  (a) IN GENERAL.—In this title:  (1) SECRETARY.—The term "Secretary" means the Secretary of Homeland Security.
17 18 19 20 21	<ul> <li>SEC. 201. DEFINITIONS.</li> <li>(a) IN GENERAL.—In this title:</li> <li>(1) SECRETARY.—The term "Secretary" means the Secretary of Homeland Security.</li> <li>(2) DEPARTMENT.—The term "Department"</li> </ul>
17 18 19 20 21 22	<ul> <li>SEC. 201. DEFINITIONS.</li> <li>(a) IN GENERAL.—In this title: <ul> <li>(1) SECRETARY.—The term "Secretary" means the Secretary of Homeland Security.</li> <li>(2) DEPARTMENT.—The term "Department" means the Department of Homeland Security.</li> </ul> </li> </ul>

- 1 (A) the Committee on Homeland Security 2 of the House of Representatives and the Com-3 mittee on Homeland Security and Govern-4 mental Affairs of the Senate; and
  - (B) the Committee on Appropriations of the House of Representatives and of the Senate.

## (b) Additional Definitions.—In this title:

- (1) Acquisition.—The term "acquisition" has the meaning provided in section 131 of title 41, United States Code.
- (2) Best practices.—The term "best practices", with respect to acquisition, means a knowledge-based approach to capability development that includes identifying and validating needs; assessing alternatives to select the most appropriate solution; clearly establishing well-defined requirements; developing realistic cost assessments and schedules; securing stable funding that matches resources to requirements; demonstrating technology, design, and manufacturing maturity; using milestones and exit criteria or specific accomplishments that demonstrate progress; adopting and executing standardized processes with known success across programs; establishing an adequate workforce that is qualified

1	and sufficient to perform necessary functions; and
2	integrating these capabilities into the Department's
3	mission and business operations.
4	(c) Amendments to Definitions in Homeland
5	SECURITY ACT OF 2002.—Section 2 of the Homeland Se-
6	curity Act of 2002 is amended—
7	(1) by striking "In this Act," and inserting "(a)
8	IN GENERAL.—In this Act,";
9	(2) in paragraph (2)—
10	(A) by inserting "(A)" after "(2)"; and
11	(B) by adding at the end the following new
12	subparagraph:
13	"(B) The term 'congressional homeland security
14	committees' means—
15	"(i) the Committee on Homeland Security
16	of the House of Representatives and the Com-
17	mittee on Homeland Security and Govern-
18	mental Affairs of the Senate; and
19	"(ii) the Committees on Appropriations of
20	the House of Representatives and of the Sen-
21	ate, where appropriate."; and
22	(3) by adding at the end the following new sub-
23	section:
24	"(b) Acquisition-Related Definitions.—In this
25	Act, the following definitions apply:

1	"(1) Acquisition.—The term 'acquisition' has
2	the meaning provided in section 131 of title 41,
3	United States Code.
4	"(2) Acquisition decision authority.—The
5	term 'acquisition decision authority' means the au-
6	thority, held by the Secretary acting through the
7	Deputy Secretary or Under Secretary for Manage-
8	ment—
9	"(A) to ensure compliance with Federal
10	law, the Federal Acquisition Regulation, and
11	Department acquisition management directives;
12	"(B) to review (including approving, halt-
13	ing, modifying, or cancelling) an acquisition
14	program through the life cycle of the program;
15	"(C) to ensure that program managers
16	have the resources necessary to successfully
17	execute an approved acquisition program; and
18	"(D) to ensure good program management
19	of cost, schedule, risk, and system performance
20	of the acquisition, including assessing acquisi-
21	tion program baseline breaches and directing
22	any corrective action for such breaches.
23	"(3) Acquisition decision event.—The term
24	'acquisition decision event', with respect to an in-
25	vestment or acquisition program, means a predeter-

- mined point within the acquisition phases of the investment or acquisition program at which the investment or acquisition program will undergo a review prior to commencement of the next phase.
- "(4) Acquisition decision memorandum, with respect to an acquisition, means the official acquisition decision event record that includes a documented record of decisions, exit criteria, and assigned actions for the acquisition as determined by the person exercising acquisition decision authority for the acquisition.
  - "(5) Acquisition program baseline, with respect to an acquisition program, means a summary of the cost, schedule, and performance parameters, expressed in standard, measurable, quantitative terms, which must be met in order to accomplish the goals of the program.
  - "(6) Capability development plan', with respect to a proposed acquisition, means the document that the Acquisition Review Board approves for the first acquisition decision event related to validating the need of a proposed acquisition.

"(7) Component Acquisition Executive' means the senior acquisition official within a Component who is designated in writing by the Under Secretary for Management, in consultation with the Component head, with authority and responsibility for leading a process and staff to provide acquisition and program management oversight, policy, and guidance to ensure that statutory, regulatory, and higher level policy requirements are fulfilled, including compliance with Federal law, the Federal Acquisition Regulation, and Department acquisition management directives established by the Under Secretary for Management.

"(8) LIFE CYCLE COST.—The term 'life cycle cost', with respect to an acquisition program, means all costs associated with research, development, procurement, operation, integrated logistics support, and disposal under the program, including supporting infrastructure that plans, manages, and executes the program over its full life, and costs of common support items incurred as a result of the program.

"(9) Major acquisition program' means a Department

1	acquisition program that is estimated by the Sec-
2	retary to require an eventual total expenditure of at
3	least $\$300,000,000$ (based on fiscal year 2015 con-
4	stant dollars) over its life cycle cost.".
5	SEC. 202. PROHIBITION ON ADDITIONAL AUTHORIZATION
6	OF APPROPRIATIONS.
7	No additional funds are authorized to be appro-
8	priated to carry out this title and the amendments made
9	by this title. This title and such amendments shall be car-
10	ried out using amounts otherwise available for such pur-
11	poses.
12	<b>Subtitle A—Acquisition Authorities</b>
13	SEC. 211. ACQUISITION AUTHORITIES FOR UNDER SEC-
14	RETARY FOR MANAGEMENT.
15	Section 701 of the Homeland Security Act of 2002
16	(6 U.S.C. 341), as amended by section 107 of this Act,
17	is further amended by adding at the end the following:
18	"(f) Acquisition and Related Responsibil-
19	ITIES.—
20	"(1) In General.—Notwithstanding section
21	1702(b) of title 41, United States Code, the Under
22	Secretary for Management is the Chief Acquisition
23	Officer of the Department. As Chief Acquisition Of-
24	from the Under Cornetowy shall have the outherity
	ficer, the Under Secretary shall have the authority

- 1 1702(b) of such title, and perform all other func-2 tions and responsibilities delegated by the Secretary 3 or described in this subsection.
  - "(2) Duties and responsibilities.—In addition to the authority and functions specified in section 1702(b) of title 41, United States Code, the duties and responsibilities of the Under Secretary for Management related to acquisition include the following:
    - "(A) Advising the Secretary regarding acquisition management activities, taking into account risks of failure to achieve cost, schedule, or performance parameters, to ensure that the Department achieves its mission through the adoption of widely accepted program management best practices and standards.
    - "(B) Exercising the acquisition decision authority to approve, halt, modify (including the rescission of approvals of program milestones), or cancel major acquisition programs, unless the Under Secretary delegates the authority to a Component Acquisition Executive pursuant to paragraph (3).
    - "(C) Establishing policies for acquisition that implement an approach that takes into ac-

count risks of failure to achieve cost, schedule, or performance parameters that all Components of the Department shall comply with, including outlining relevant authorities for program managers to effectively manage acquisition programs.

- "(D) Ensuring that each major acquisition program has a Department-approved acquisition program baseline, pursuant to the Department's acquisition management policy.
- "(E) Ensuring that the heads of Components and Component Acquisition Executives comply with Federal law, the Federal Acquisition Regulation, and Department acquisition management directives.
- "(F) Ensuring that grants and financial assistance are provided only to individuals and organizations that are not suspended or debarred.
- "(G) Distributing guidance throughout the Department to ensure that contractors involved in acquisitions, particularly companies that access the Department's information systems and technologies, adhere to internal cybersecurity

1	policies established by the Department of
2	Homeland Security.
3	"(3) Delegation of acquisition decision
4	AUTHORITY.—
5	"(A) LEVEL 3 ACQUISITIONS.—The Under
6	Secretary for Management may delegate acqui-
7	sition decision authority in writing to the rel-
8	evant Component Acquisition Executive for an
9	acquisition program that has a life cycle cost
10	estimate of less than \$300,000,000.
11	"(B) LEVEL 2 ACQUISITIONS.—The Under
12	Secretary for Management may delegate acqui-
13	sition decision authority in writing to the rel-
14	evant Component Acquisition Executive for a
15	major acquisition program that has a life cycle
16	cost estimate of at least \$300,000,000 but not
17	more than \$1,000,000,000 if all of the following
18	requirements are met:
19	"(i) The Component concerned pos-
20	sesses working policies, processes, and pro-
21	cedures that are consistent with Depart-
22	ment-level acquisition policy.
23	"(ii) The Component Acquisition Ex-
24	ecutive has adequate, experienced, dedi-
25	cated program management professional

staff commensurate with the size of the delegated portfolio.

"(iii) Each major acquisition program concerned has written documentation showing that it has a Department-approved acquisition program baseline and it is meeting agreed-upon cost, schedule, and performance thresholds.

"(4) Excluded Parties List system consultation.—The Under Secretary for Management shall require that all Department contracting and procurement officials consult the Excluded Parties List System (or successor system) as maintained by the General Services Administration prior to awarding a contract or grant or entering into other transactions to ascertain whether the selected contractor is excluded from receiving Federal contracts, certain subcontracts, and certain types of Federal financial and nonfinancial assistance and benefits.

"(5) RELATIONSHIP TO UNDER SECRETARY FOR SCIENCE AND TECHNOLOGY.—Nothing in this subsection shall diminish the authority granted to the Under Secretary for Science and Technology under this Act. The Under Secretary for Management and the Under Secretary for Science and

- 1 Technology shall cooperate in matters related to the 2 coordination of acquisitions across the Department 3 so that investments of the Directorate of Science 4 and Technology can support current and future re-5 quirements of the Components.". 6 SEC. 212. ACQUISITION AUTHORITIES FOR CHIEF FINAN-7 CIAL OFFICER. 8 Section 702 of the Homeland Security Act of 2002 (6 U.S.C. 342), as amended by section 108 of this Act, 10 is further amended by adding at the end of subsection 11 (c)(2) the following new subparagraph: "(J) Notwithstanding section 902 of title 12 13 31, United States Code, provide leadership over 14 financial management policy and programs for 15 the Department as they relate to the Depart-16 ment's acquisitions programs, in consultation 17 with the Under Secretary for Management.". 18 SEC. 213. ACQUISITION AUTHORITIES FOR CHIEF INFORMA-19 TION OFFICER. 20 Section 703 of the Homeland Security Act of 2002 21 (6 U.S.C. 343), as amended by section 110(a) of this Act, 22 is further amended by adding at the end the following new 23 subsection: 24 Acquisition RESPONSIBILITIES.—Notwithstanding section 11315 of title 40, United States Code,

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- 1 the acquisition responsibilities of the Chief Information
- 2 Officer, in consultation with the Under Secretary for Man-
- 3 agement, shall include the following:
- "(1) Oversee the management of the Homeland 4 5 Security Enterprise Architecture and ensure that, 6 before each acquisition decision event, approved in-7 formation technology acquisitions comply with de-8 partmental information technology management 9 processes, technical requirements, and the Homeland 10 Security Enterprise Architecture, and in any case in 11 which information technology acquisitions do not 12 comply with the Department's management direc-13 tives, make recommendations to the Acquisition Re-
  - "(2) Be responsible for providing recommendations to the Acquisition Review Board established in section 836 of this Act on information technology programs, and be responsible for developing information technology acquisition strategic guidance.".

view Board regarding such noncompliance.

# 20 SEC. 214. REQUIREMENTS TO ENSURE GREATER ACCOUNT-

- 21 ABILITY FOR ACQUISITION PROGRAMS.
- 22 (a) IN GENERAL.—Title VII of the Homeland Secu-
- 23 rity Act of 2002 (6 U.S.C. 341 et seq.), as amended by
- 24 sections 109(a) and 112(a) of this Act, is further amended
- 25 by adding at the end the following new section:

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1	"SEC. 710. REQUIREMENTS TO ENSURE GREATER AC-
2	COUNTABILITY FOR ACQUISITION PRO-
3	GRAMS.
4	"(a) Requirement To Establish Mechanism.—
5	Within the Management Directorate, the Under Secretary
6	for Management shall establish a mechanism to prioritize
7	improving the accountability, standardization, and trans-
8	parency of major acquisition programs of the Department
9	in order to increase opportunities for effectiveness and ef-
10	ficiencies and to serve as the central oversight function
11	of all Department acquisition programs.
12	"(b) Responsibilities of Executive Direc-
13	TOR.—The Under Secretary for Management shall des-
14	ignate an Executive Director to oversee the requirement
15	under subsection (a). The Executive Director shall report
16	directly to the Under Secretary and shall carry out the
17	following responsibilities:
18	"(1) Monitor the performance of Department
19	acquisition programs regularly between acquisition
20	decision events to identify problems with cost, per-
21	formance, or schedule that Components may need to
22	address to prevent cost overruns, performance
23	issues, or schedule delays.
24	"(2) Assist the Chief Acquisition Officer in
25	managing the Department's acquisition portfolio.

- "(3) Conduct oversight of individual acquisition programs to implement Department acquisition program policy, procedures, and guidance with a priority on ensuring the data it collects and maintains from its Components is accurate and reliable.
  - "(4) Serve as the focal point and coordinator for the acquisition life cycle review process and as the executive secretariat for the Acquisition Review Board established under section 836 of this Act.
  - "(5) Advise the persons having acquisition decision authority in making acquisition decisions consistent with all applicable laws and in establishing clear lines of authority, accountability, and responsibility for acquisition decisionmaking within the Department.
  - "(6) Engage in the strategic planning and performance evaluation process required under section 306 of title 5, United States Code, and sections 1105(a)(28), 1115, 1116, and 9703 of title 31, United States Code, by supporting the Chief Procurement Officer in developing strategies and specific plans for hiring, training, and professional development in order to rectify any deficiency within the Department's acquisition workforce.

- 1 "(7) Oversee the Component Acquisition Execu-2 tive structure to ensure it has sufficient capabilities 3 and complies with Department policies.
  - "(8) Develop standardized certification standards in consultation with the Component Acquisition Executives for all acquisition program managers.
  - "(9) In the event that a program manager's certification or actions need review for purposes of promotion or removal, provide input, in consultation with the relevant Component Acquisition Executive, into the relevant program manager's performance evaluation, and report positive or negative experiences to the relevant certifying authority.
  - "(10) Provide technical support and assistance to Department acquisitions and acquisition personnel in conjunction with the Chief Procurement Officer.
  - "(11) Prepare the Department's Comprehensive Acquisition Status Report, as required by the Department of Homeland Security Appropriations Act, 2013 (division D of Public Law 113–6; 127 Stat. 343) and section 840 of this Act, and make such report available to congressional homeland security committees.

1	"(12) Prepare the Department's Quarterly Pro-
2	gram Accountability Report as required by section
3	840 of this Act, and make such report available to
4	the congressional homeland security committees.
5	"(c) Responsibilities of Components.—Each
6	head of a Component shall comply with Federal law, the
7	Federal Acquisition Regulation, and Department acquisi-
8	tion management directives established by the Under Sec-
9	retary for Management. For each major acquisition pro-
10	gram, each head of a Component shall—
11	"(1) establish a complete life cycle cost estimate
12	with supporting documentation, including an acquisi-
13	tion program baseline;
14	"(2) verify each life cycle cost estimate against
15	independent cost estimates, and reconcile any dif-
16	ferences;
17	"(3) complete a cost-benefit analysis with sup-
18	porting documentation;
19	"(4) develop and maintain a schedule that is
20	consistent with scheduling best practices as identi-
21	fied by the Comptroller General of the United
22	States, including, in appropriate cases, an integrated
23	master schedule; and

- 1 "(5) ensure that all acquisition program infor-
- 2 mation provided by the Component is complete, ac-
- 3 curate, timely, and valid.".
- 4 (b) CLERICAL AMENDMENT.—The table of contents
- 5 in section 1(b) of the Homeland Security Act of 2002 (6
- 6 U.S.C. 101 et seq.) is further amended by adding after
- 7 the item relating to section 708 the following new item:
  - "Sec. 710. Requirements to ensure greater accountability for acquisition programs.".

# 8 Subtitle B—Acquisition Program

# 9 Management Discipline

- 10 SEC. 221. ACQUISITION REVIEW BOARD.
- 11 (a) IN GENERAL.—Subtitle D of title VIII of the
- 12 Homeland Security Act of 2002 (6 U.S.C. 391 et seq.)
- 13 is amended by adding at the end the following new section:
- 14 "SEC. 836. ACQUISITION REVIEW BOARD.
- 15 "(a) IN GENERAL.—The Secretary shall establish an
- 16 Acquisition Review Board (in this section referred to as
- 17 the 'Board') to strengthen accountability and uniformity
- 18 within the Department acquisition review process, review
- 19 major acquisition programs, and review the use of best
- 20 practices.
- 21 "(b) Composition.—The Deputy Secretary or Under
- 22 Secretary for Management shall serve as chair of the
- 23 Board. The Secretary shall also ensure participation by
- 24 other relevant Department officials, including at least 2

- 1 Component heads or their designees, as permanent mem-
- 2 bers of the Board.
- 3 "(c) Meetings.—The Board shall meet every time
- 4 a major acquisition program needs authorization to pro-
- 5 ceed from acquisition decision events through the acquisi-
- 6 tion life cycle and to consider any major acquisition pro-
- 7 gram in breach as necessary. The Board may also be con-
- 8 vened for non-major acquisitions that are deemed high-
- 9 risk by the Executive Director referred to in section
- 10 710(b) of this Act. The Board shall also meet regularly
- 11 for purposes of ensuring all acquisitions processes proceed
- 12 in a timely fashion to achieve mission readiness.
- 13 "(d) Responsibilities.—The responsibilities of the
- 14 Board are as follows:
- 15 "(1) Determine whether a proposed acquisition
- has met the requirements of key phases of the acqui-
- 17 sition life cycle framework and is able to proceed to
- the next phase and eventual full production and de-
- 19 ployment.
- 20 "(2) Oversee executable business strategy, re-
- sources, management, accountability, and alignment
- to strategic initiatives.
- "(3) Support the person with acquisition deci-
- sion authority for an acquisition in determining the

- appropriate direction for the acquisition at key acquisition decision events.
- "(4) Conduct systematic reviews of acquisitions to ensure that they are progressing in compliance with the approved documents for their current acquisition phase.
  - "(5) Review the acquisition documents of each major acquisition program, including the acquisition program baseline, to ensure the reliability of underlying data.
  - "(6) Ensure that practices are adopted and implemented to require consideration of trade-offs among cost, schedule, and performance objectives as part of the process for developing requirements for major acquisition programs prior to the initiation of the second acquisition decision event, including, at a minimum, the following practices:
    - "(A) Department officials responsible for acquisition, budget, and cost estimating functions are provided with the appropriate opportunity to develop estimates and raise cost and schedule matters before performance objectives are established for capabilities when feasible.

1	"(B) Full consideration of possible trade-
2	offs among cost, schedule, and performance ob-
3	jectives for each alternative is considered.
4	"(e) Acquisition Program Baseline Report Re-
5	QUIREMENT.—If the person exercising acquisition decision
6	authority over a major acquisition program approves the
7	program to proceed into the planning phase before it has
8	a Department-approved acquisition program baseline,
9	then the Under Secretary for Management shall create
10	and approve an acquisition program baseline report on the
11	decision, and the Secretary shall—
12	"(1) within 7 days after an acquisition decision
13	memorandum is signed, notify in writing the con-
14	gressional homeland security committees of such de-
15	cision; and
16	"(2) within 60 days after the acquisition deci-
17	sion memorandum is signed, submit a report to such
18	committees stating the rationale for the decision and
19	a plan of action to require an acquisition program
20	baseline for the program.
21	"(f) Best Practices Defined.—In this section,
22	the term 'best practices' has the meaning provided in sec-
23	tion 4(b) of the DHS Headquarters Reform and Improve-
24	ment Act of 2015.".

- 1 (b) CLERICAL AMENDMENT.—The table of contents
- 2 in section 1(b) of the Homeland Security Act of 2002 (6)
- 3 U.S.C. 101 et seq.) is further amended by adding after
- 4 the item relating to section 835 the following new item: "Sec. 836. Acquisition Review Board.".

# 5 SEC. 222. REQUIREMENTS TO REDUCE DUPLICATION IN AC-

# 6 QUISITION PROGRAMS.

- 7 (a) In General.—Subtitle D of title VIII of the
- 8 Homeland Security Act of 2002 (6 U.S.C. 391 et seq.)
- 9 is further amended by adding at the end the following new
- 10 section:

# 11 "SEC. 837. REQUIREMENTS TO REDUCE DUPLICATION IN

- 12 ACQUISITION PROGRAMS.
- 13 "(a) Requirement To Establish Policies.—In
- 14 an effort to reduce unnecessary duplication and ineffi-
- 15 ciency for all Department investments, including major ac-
- 16 quisition programs, the Deputy Secretary, in consultation
- 17 with the Under Secretary for Management, shall establish
- 18 Departmentwide policies to integrate all phases of the in-
- 19 vestment life cycle and help the Department identify, vali-
- 20 date, and prioritize standards for common Component re-
- 21 quirements for major acquisition program requirements in
- 22 order to increase opportunities for effectiveness and effi-
- 23 ciencies. The policies shall also include strategic alter-
- 24 natives for developing and facilitating a Department Com-
- 25 ponent-driven requirements process that includes over-

- 1 sight of a development test and evaluation capability; iden-
- 2 tification of priority gaps and overlaps in Department ca-
- 3 pability needs; and provision of feasible technical alter-
- 4 natives, including innovative commercially available alter-
- 5 natives, to meet capability needs.
- 6 "(b) Mechanisms To Carry Out Requirement.—
- 7 The Under Secretary for Management shall coordinate the
- 8 actions necessary to carry out subsection (a), using such
- 9 mechanisms as considered necessary by the Secretary to
- 10 help the Department reduce unnecessary duplication and
- 11 inefficiency for all Department investments, including
- 12 major acquisition programs.
- 13 "(c) Coordination.—In coordinating the actions
- 14 necessary to carry out subsection (a), the Deputy Sec-
- 15 retary shall consult with the Under Secretary for Manage-
- 16 ment, Component Acquisition Executives, and any other
- 17 Department officials, including the Under Secretary for
- 18 Science and Technology or his designee, with specific
- 19 knowledge of Department or Component acquisition capa-
- 20 bilities to prevent unnecessary duplication of require-
- 21 ments.
- 22 "(d) Advisors.—The Deputy Secretary, in consulta-
- 23 tion with the Under Secretary for Management, shall seek
- 24 and consider input within legal and ethical boundaries
- 25 from members of Federal, State, local, and tribal govern-

- 1 ments, nonprofit organizations, and the private sector, as
- 2 appropriate, on matters within their authority and exper-
- 3 tise in carrying out the Department's mission.
- 4 "(e) Meetings.—The Deputy Secretary, in consulta-
- 5 tion with the Under Secretary for Management, shall meet
- 6 at least quarterly and communicate with Components
- 7 often to ensure that Components do not overlap or dupli-
- 8 cate spending or priorities on major investments and ac-
- 9 quisition programs within their areas of responsibility.
- 10 "(f) Responsibilities.—In carrying out this sec-
- 11 tion, the responsibilities of the Deputy Secretary, in con-
- 12 sultation with the Under Secretary for Management, are
- 13 as follows:
- 14 "(1) To review and validate the requirements
- documents of major investments and acquisition pro-
- grams prior to acquisition decision events of the in-
- vestments or programs.
- 18 "(2) To ensure the requirements and scope of
- a major investment or acquisition program are sta-
- ble, measurable, achievable, at an acceptable risk
- level, and match the resources planned to be avail-
- able.
- 23 "(3) Before any entity of the Department
- issues a solicitation for a new contract, coordinate
- with other Department entities as appropriate to

1	prevent unnecessary duplication and inefficiency
2	and—
3	"(A) to implement portfolio reviews to
4	identify common mission requirements and
5	crosscutting opportunities among Components
6	to harmonize investments and requirements and
7	prevent overlap and unnecessary duplication
8	among Components; and
9	"(B) to the extent practicable, to stand-
10	ardize equipment purchases, streamline the ac-
11	quisition process, improve efficiencies, and con-
12	duct best practices for strategic sourcing.
13	"(4) To ensure program managers of major in-
14	vestments and acquisition programs conduct anal-
15	yses, giving particular attention to factors such as
16	cost, schedule, risk, performance, and operational ef-
17	ficiency in order to determine that programs work as
18	intended within cost and budget expectations.
19	"(5) To propose schedules for delivery of the
20	operational capability needed to meet each Depart-
21	ment investment and major acquisition program.
22	"(g) Best Practices Defined.—In this section,
23	the term 'best practices' has the meaning provided in sec-
24	tion 4(b) of the DHS Headquarters Reform and Improve-
25	ment Act of 2015.".

- 1 (b) CLERICAL AMENDMENT.—The table of contents
- 2 in section 1(b) of the Homeland Security Act of 2002 (6
- 3 U.S.C. 101 et seq.) is further amended by adding after
- 4 the item relating to section 836 the following new item: "Sec. 837. Requirements to reduce duplication in acquisition programs.".
- 5 SEC. 223. GOVERNMENT ACCOUNTABILITY OFFICE REVIEW
- 6 OF BOARD AND OF REQUIREMENTS TO RE-
- 7 DUCE DUPLICATION IN ACQUISITION PRO-
- 8 GRAMS.
- 9 (a) Review Required.—The Comptroller General
- 10 of the United States shall conduct a review of the effec-
- 11 tiveness of the Acquisition Review Board established
- 12 under section 836 of the Homeland Security Act of 2002
- 13 (as added by section 221) and the requirements to reduce
- 14 unnecessary duplication in acquisition programs estab-
- 15 lished under section 837 of such Act (as added by section
- 16 222) in improving the Department's acquisition manage-
- 17 ment process.
- 18 (b) Scope of Report.—The review shall include the
- 19 following:
- 20 (1) An assessment of the effectiveness of the
- 21 Department in increasing program management
- oversight, best practices and standards, and dis-
- cipline among the Components of the Department,
- including in working together and in preventing
- overlap and unnecessary duplication.

- 1 (2) An assessment of the effectiveness of the 2 Department in instilling program management dis-3 cipline.
- 4 (3) A statement of how regularly each major
  5 acquisition program is reviewed by the Board, how
  6 often the Board stops major acquisition programs
  7 from moving forward in the phases of the acquisition
  8 life cycle process, and the number of major acquisi9 tion programs that have been halted because of
  10 problems with operational effectiveness, schedule
  11 delays, or cost overruns.
- 12 (c) REPORT REQUIRED.—The Comptroller General
  13 shall submit to the congressional homeland security com14 mittees a report on the review required by this section not
  15 later than 1 year after the date of the enactment of this
  16 Act. The report shall be submitted in unclassified form
  17 but may include a classified annex.

#### 18 SEC. 224. EXCLUDED PARTY LIST SYSTEM WAIVERS.

The Secretary of Homeland Security shall provide notification to the congressional homeland security committees within 5 days after the issuance of a waiver by the Secretary of Federal requirements that an agency not engage in business with a contractor in the Excluded Party List System (or successor system) as maintained by the General Services Administration and an explanation for

1	a finding by the Secretary that a compelling reason exists
2	for this action.
3	SEC. 225. INSPECTOR GENERAL OVERSIGHT OF SUSPEN
4	SION AND DEBARMENT.
5	The Inspector General of the Department of Home
6	land Security—
7	(1) may audit decisions about grant and pro
8	curement awards to identify instances where a con
9	tract or grant was improperly awarded to a sus
10	pended or debarred entity and whether corrective ac
11	tions were taken to prevent recurrence; and
12	(2) shall review the suspension and debarmen
13	program throughout the Department of Homeland
14	Security to assess whether suspension and debar
15	ment criteria are consistently applied throughout the
16	Department and whether disparities exist in the ap
17	plication of such criteria, particularly with respect to
18	business size and categories.

1	Subtitle C—Acquisition Program
2	Management Accountability and
3	Transparency
4	SEC. 231. CONGRESSIONAL NOTIFICATION AND OTHER RE-
5	QUIREMENTS FOR MAJOR ACQUISITION PRO-
6	GRAM BREACH.
7	(a) In General.—Subtitle D of title VIII of the
8	Homeland Security Act of 2002 (6 U.S.C. 391 et seq.)
9	is further amended by adding at the end the following new
10	section:
11	"SEC. 838. CONGRESSIONAL NOTIFICATION AND OTHER RE-
12	QUIREMENTS FOR MAJOR ACQUISITION PRO-
13	GRAM BREACH.
14	"(a) Breach Defined.—The term 'breach', with re-
15	spect to a major acquisition program, means a failure to
16	meet any cost, schedule, or performance parameter speci-
17	fied in the acquisition program baseline.
18	"(b) Requirements Within Department if
19	Breach Occurs.—
20	"(1) Notifications.—
21	"(A) Notification of Breach.—If a
22	breach occurs in a major acquisition program,
23	the program manager for that program shall
24	notify the head of the Component concerned,
25	the Component Acquisition Executive for the

program, the Executive Director referred to in section 710(b) of this Act, the Under Secretary Management, and the Deputy Secretary.

"(B) NOTIFICATION TO SECRETARY.—If a major acquisition program has a breach with a cost overrun greater than 15 percent or a schedule delay greater than 180 days from the costs or schedule set forth in the acquisition program baseline for the program, the Secretary and the Inspector General of the Department shall be notified not later than 5 business days after the breach is identified.

# "(2) Remediation plan and root cause analysis.—

"(A) IN GENERAL.—In the case of a breach with a cost overrun greater than 15 percent or a schedule delay greater than 180 days from the costs or schedule set forth in the acquisition program baseline, a remediation plan and root cause analysis is required, and the Under Secretary for Management or his designee shall establish a date for submission within the Department of a breach remediation plan and root cause analysis in accordance with this subsection.

1	"(B) Remediation plan.—The remedi-
2	ation plan required under this subsection shall
3	be submitted in writing to the head of the Com-
4	ponent concerned, the Executive Director re-
5	ferred to in section 710(b) of this Act, and the
6	Under Secretary for Management. The plan
7	shall—
8	"(i) explain the circumstances of the
9	breach;
10	"(ii) provide prior cost estimating in-
11	formation;
12	"(iii) propose corrective action to con-
13	trol cost growth, schedule delays, or per-
14	formance issues;
15	"(iv) in coordination with Component
16	Acquisition Executive, discuss all options
17	considered, including the estimated impact
18	on cost, schedule, or performance of the
19	program if no changes are made to current
20	requirements, the estimated cost of the
21	program if requirements are modified, and
22	the extent to which funding from other
23	programs will need to be reduced to cover
24	the cost growth of the program; and

1	"(v) explain the rationale for why the
2	proposed corrective action is recommended.
3	"(C) ROOT CAUSE ANALYSIS.—The root
4	cause analysis required under this subsection
5	shall determine the underlying cause or causes
6	of shortcomings in cost, schedule, or perform-
7	ance of the program, including the role, if any,
8	of the following:
9	"(i) Unrealistic performance expecta-
10	tions.
11	"(ii) Unrealistic baseline estimates for
12	cost or schedule or changes in program re-
13	quirements.
14	"(iii) Immature technologies or exces-
15	sive manufacturing or integration risk.
16	"(iv) Unanticipated design, engineer-
17	ing, manufacturing, or technology integra-
18	tion issues arising during program per-
19	formance.
20	"(v) Changes in procurement quan-
21	tities.
22	"(vi) Inadequate program funding or
23	changes in planned out-year funding from
24	1 5-year funding plan to the next 5-year
25	funding plan as outlined in the Future

1	Years Homeland Security Program re-
2	quired under section 874 of this Act.
3	"(vii) Legislative, legal, or regulatory
4	changes.
5	"(viii) Inadequate program manage-
6	ment personnel, including lack of training,
7	credentials, certifications, or use of best
8	practices.
9	"(3) Correction of Breach.—The Under
10	Secretary for Management or his designee shall es-
11	tablish a date for submission within the Department
12	of a program of corrective action that ensures that
13	1 of the following actions has occurred:
14	"(A) The breach has been corrected and
15	the program is again in compliance with the
16	original acquisition program baseline param-
17	eters.
18	"(B) A revised acquisition program base-
19	line has been approved.
20	"(C) The program has been halted or can-
21	celled.
22	"(c) Requirements Relating to Congressional
23	NOTIFICATION IF BREACH OCCURS.—
24	"(1) Notification to congress.—If a notifi-
25	cation is made under subsection (b)(1)(B) for a

breach in a major acquisition program with a cost overrun greater than 15 percent or a schedule delay greater than 180 days from the costs or schedule set forth in the acquisition program baseline, or with an anticipated failure for any key performance threshold or parameter specified in the acquisition program baseline, the Under Secretary for Management shall notify the congressional homeland security committees of the breach in the next quarterly Comprehensive Acquisition Status Report after the Under Secretary for Management receives the notification from the program manager under subsection (b)(1)(B).

"(2) Substantial variances in costs or schedule.—If a likely cost overrun is greater than 20 percent or a likely delay is greater than 12 months from the costs and schedule set forth in the acquisition program baseline for a major acquisition program, the Under Secretary for Management shall include in the notification required in (c)(1) a written certification, with supporting explanation, that—

- "(A) the acquisition is essential to the accomplishment of the Department's mission;
- 24 "(B) there are no alternatives to such ca-25 pability or asset that will provide equal or

1	greater capability in both a more cost-effective
2	and timely manner;
3	"(C) the new acquisition schedule and esti-
4	mates for total acquisition cost are reasonable;
5	and
6	"(D) the management structure for the ac-
7	quisition program is adequate to manage and
8	control performance, cost, and schedule.
9	"(3) Submissions to congress.—Not later
10	than 30 calendar days after submission to such com-
11	mittees of a breach notification under paragraph (1)
12	of this section for a major acquisition program, the
13	Under Secretary for Management shall submit to
14	such committees the following:
15	"(A) A copy of the remediation plan and
16	the root cause analysis prepared under sub-
17	section $(b)(2)$ for the program.
18	"(B) A statement describing the corrective
19	action or actions that have occurred pursuant
20	to subsection (b)(3) for the program, with a
21	justification for the action or actions.
22	"(d) Additional Actions if Breach Occurs.—
23	"(1) Prohibition on obligation of
24	FUNDS.—During the 90-day period following sub-
25	mission under subsection (e)(3) of a remediation

plan, root cause analysis, and statement of corrective actions with respect to a major acquisition program, the Under Secretary for Management shall submit a certification described in paragraph (2) of this subsection to the congressional homeland security committees. If the Under Secretary for Management does not submit such certification by the end of such 90-day period, then funds appropriated to the major acquisition program shall not be obligated until the Under Secretary for Management submits such certification.

- "(2) CERTIFICATION.—For purposes of paragraph (1), the certification described in this paragraph is a certification that—
  - "(A) the Department has adjusted or restructured the program in a manner that addresses the root cause or causes of the cost growth in the program; and
  - "(B) the Department has conducted a thorough review of the breached program's acquisition decision event approvals and the current acquisition decision event approval for the breached program has been adjusted as necessary to account for the restructured program.".

- 1 (b) CLERICAL AMENDMENT.—The table of contents
- 2 in section 1(b) of the Homeland Security Act of 2002 (6)
- 3 U.S.C. 101 et seq.) is further amended by adding after
- 4 the item relating to section 837 the following new item:
  - "Sec. 838. Congressional notification and other requirements for major acquisition program breach.".

# 5 SEC. 232. MULTIYEAR ACQUISITION STRATEGY.

- 6 (a) IN GENERAL.—
- 7 (1) Amendment.—Subtitle D of title VIII of
- 8 the Homeland Security Act of 2002 (6 U.S.C. 391
- 9 et seq.) is further amended by adding at the end the
- 10 following new section:

# 11 "SEC. 839. MULTIYEAR ACQUISITION STRATEGY.

- 12 "(a) Multiyear Acquisition Strategy Re-
- 13 QUIRED.—Not later than 1 year after the date of the en-
- 14 actment of this section, the Secretary shall submit to the
- 15 appropriate homeland security committees a multiyear ac-
- 16 quisition strategy to guide the overall direction of the ac-
- 17 quisitions of the Department while allowing flexibility to
- 18 deal with ever-changing threats and risks and to help in-
- 19 dustry better understand, plan, and align resources to
- 20 meet the future acquisition needs of the Department. The
- 21 strategy shall be updated and included in each Future
- 22 Years Homeland Security Program required under section
- 23 874 of this Act.

- 1 "(b) Consultation.—In developing the strategy,
- 2 the Secretary shall consult with others as the Secretary
- 3 deems appropriate, including headquarters, Components,
- 4 employees in the field, and when appropriate, individuals
- 5 from industry and the academic community.
- 6 "(c) Form of Strategy.—The report shall be sub-
- 7 mitted in unclassified form but may include a classified
- 8 annex for any sensitive or classified information if nec-
- 9 essary. The Department also shall publish the plan in an
- 10 unclassified format that is publicly available.
- 11 "(d) Contents of Strategy.—The strategy shall
- 12 include the following:
- 13 "(1) Prioritized list.—A systematic and in-
- tegrated prioritized list developed by the Under Sec-
- 15 retary for Management or his designee in coordina-
- tion with all of the Component Acquisition Execu-
- tives of Department major acquisition programs that
- 18 Department and Component acquisition investments
- seek to address, that includes the expected security
- and economic benefit of the program or system and
- an analysis of how the security and economic benefit
- derived from the program or system will be meas-
- 23 ured.
- 24 "(2) Inventory.—A plan to develop a reliable
- 25 Departmentwide inventory of investments and real

- et, schedule, and acquire upgrades of its systems and equipment and plan for the acquisition and management of future systems and equipment.
- "(3) Funding gaps.—A plan to address funding gaps between funding requirements for major acquisition programs and known available resources including, to the maximum extent practicable, ways of leveraging best practices to identify and eliminate overpayment for items to prevent wasteful purchasing, achieve the greatest level of efficiency and cost savings by rationalizing purchases, aligning pricing for similar items, and utilizing purchase timing and economies of scale.
  - "(4) IDENTIFICATION OF CAPABILITIES.—An identification of test, evaluation, modeling, and simulation capabilities that will be required to support the acquisition of the technologies to meet the needs of the plan and ways to leverage to the greatest extent possible the emerging technology trends and research and development trends within the public and private sectors and an identification of ways to ensure that the appropriate technology is acquired and integrated into the Department's operating doctrine

- 1 and procured in ways that improve mission perform-2 ance.
  - "(5) Focus on flexible solutions.—An assessment of ways the Department can improve its ability to test and acquire innovative solutions to allow needed incentives and protections for appropriate risk-taking in order to meet its acquisition needs with resiliency, agility, and responsiveness to assure the Nation's homeland security and facilitate trade.
    - "(6) Focus on incentives to save tax-Payer dollars.—An assessment of ways the Department can develop incentives for program managers and senior Department acquisition officials to prevent cost overruns, avoid schedule delays, and achieve cost savings in major acquisition programs.
    - "(7) Focus on addressing delays and bid Protests.—An assessment of ways the Department can improve the acquisition process to minimize cost overruns in requirements development, procurement announcements, requests for proposals, evaluation of proposals, protests of decisions and awards and through the use of best practices as defined in section 4(b) of the DHS Headquarters Reform and Im-

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provement Act of 2015 and lessons learned by the
Department and other Federal agencies.

"(8) Focus on improving outreach.—An identification and assessment of ways to increase opportunities for communication and collaboration with industry, small and disadvantaged businesses, intragovernment entities, university centers of excellence, accredited certification and standards development organizations, and national laboratories to ensure that the Department understands the market for technologies, products, and innovation that is available to meet its mission needs to inform the requirements-setting process and before engaging in an acquisition, including—

"(A) methods designed especially to engage small and disadvantaged businesses and a costbenefit analysis of the tradeoffs that small and disadvantaged businesses provide, barriers to entry for small and disadvantaged businesses, and unique requirements for small and disadvantaged businesses; and

"(B) within the Department Vendor Communication Plan and Market Research Guide, instructions for interaction by program managers with such entities to prevent misinter-

1	pretation of acquisition regulations and to per-
2	mit freedom within legal and ethical boundaries
3	for program managers to interact with such
4	businesses with transparency.
5	"(9) Competition.—A plan regarding competi-
6	tion as described in subsection (e).
7	"(10) Acquisition workforce.—A plan re-
8	garding the Department acquisition workforce as de-
9	scribed in subsection (f).
10	"(11) Feasibility of workforce develop-
11	MENT FUND PILOT PROGRAM.—An assessment of
12	the feasibility of conducting a pilot program to es-
13	tablish an acquisition workforce development fund as
14	described in subsection (g).
15	"(e) Competition Plan.—The strategy shall also
16	include a plan (referred to in subsection $(d)(9)$ ) that shall
17	address actions to ensure competition, or the option of
18	competition, for major acquisition programs. The plan
19	may include assessments of the following measures in ap-
20	propriate cases if such measures are cost effective:
21	"(1) Competitive prototyping.
22	"(2) Dual-sourcing.
23	"(3) Unbundling of contracts.
24	"(4) Funding of next-generation prototype sys-
25	tems or subsystems.

1	"(5) Use of modular, open architectures to en-
2	able competition for upgrades.
3	"(6) Acquisition of complete technical data
4	packages.
5	"(7) Periodic competitions for subsystem up-
6	grades.
7	"(8) Licensing of additional suppliers, including
8	small businesses.
9	"(9) Periodic system or program reviews to ad-
10	dress long-term competitive effects of program deci-
11	sions.
12	"(f) Acquisition Workforce Plan.—
13	"(1) Acquisition workforce.—The strategy
14	shall also include a plan (referred to in subsection
15	(d)(10)) to address Department acquisition work-
16	force accountability and talent management that
17	identifies the acquisition workforce needs of each
18	Component performing acquisition functions and de-
19	velops options for filling those needs with qualified
20	individuals, including a cost-benefit analysis of con-
21	tracting for acquisition assistance.
22	"(2) Additional matters covered.—The
23	acquisition workforce plan shall address ways to—
24	"(A) improve the recruitment, hiring,
25	training, and retention of Department acquisi-

1	tion workforce personnel, including contracting
2	officer's representatives, in order to retain high-
3	ly qualified individuals that have experience in
4	the acquisition life cycle, complex procurements,
5	and management of large programs;
6	"(B) empower program managers to have
7	the authority to manage their programs in an
8	accountable and transparent manner as they
9	work with the acquisition workforce;
10	"(C) prevent duplication within Depart-
11	ment acquisition workforce training and certifi-
12	cation requirements through leveraging already-
13	existing training within the Federal Govern-
14	ment, academic community, or private industry;
15	"(D) achieve integration and consistency
16	with Governmentwide training and accreditation
17	standards, acquisition training tools, and train-
18	ing facilities;
19	"(E) designate the acquisition positions
20	that will be necessary to support the Depart-
21	ment acquisition requirements, including in the
22	fields of—
23	"(i) program management;
24	"(ii) systems engineering;

1	"(iii) procurement, including con-
2	tracting;
3	"(iv) test and evaluation;
4	"(v) life cycle logistics;
5	"(vi) cost estimating and program fi-
6	nancial management; and
7	"(vii) additional disciplines appro-
8	priate to Department mission needs;
9	"(F) strengthen the performance of con-
10	tracting officer's representatives (as defined in
11	subpart $1.602-2$ and subpart $2.101$ of the Fed-
12	eral Acquisition Regulation), including by—
13	"(i) assessing the extent to which con-
14	tracting officer's representatives are cer-
15	tified and receive training that is appro-
16	priate;
17	"(ii) determining what training is
18	most effective with respect to the type and
19	complexity of assignment; and
20	"(iii) implementing actions to improve
21	training based on such assessment; and
22	"(G) identify ways to increase training for
23	relevant investigators and auditors to examine
24	fraud in major acquisition programs, including
25	identifying opportunities to leverage existing

1	Government and private sector resources in co-
2	ordination with the Inspector General of the
3	Department.
4	"(g) Feasibility of Workforce Development
5	FUND PILOT PROGRAM.—The strategy shall also include
6	an assessment (referred to in subsection $(d)(11)$ ) of the
7	feasibility of conducting a pilot program to establish a
8	Homeland Security Acquisition Workforce Development
9	Fund (in this subsection referred to as the 'Fund') to en-
10	sure the Department acquisition workforce has the capac-
11	ity, in both personnel and skills, needed to properly per-
12	form its mission and ensure that the Department receives
13	the best value for the expenditure of public resources. The
14	assessment shall address the following:
15	"(1) Ways to fund the Fund, including the use
16	of direct appropriations, or the credit, transfer, or
17	deposit of unobligated or unused funds from Depart-
18	ment Components into the Fund to remain available
19	for obligation in the fiscal year for which credited,
20	transferred, or deposited and to remain available for
21	successive fiscal years.
22	"(2) Ways to reward the Department acquisi-
23	tion workforce and program managers for good pro-
24	gram management in controlling cost growth, lim-
25	iting schedule delays, and ensuring operational effec-

1	tiveness through providing a percentage of the sav-
2	ings or general acquisition bonuses.
3	"(3) Guidance for the administration of the
4	Fund that includes provisions to do the following:
5	"(A) Describe the costs and benefits asso-
6	ciated with the use of direct appropriations or
7	credit, transfer, or deposit of unobligated or un-
8	used funds to finance the Fund.
9	"(B) Describe the manner and timing for
10	applications for amounts in the Fund to be sub-
11	mitted.
12	"(C) Explain the evaluation criteria to be
13	used for approving or prioritizing applications
14	for amounts in the Fund in any fiscal year.
15	"(D) Explain the mechanism to report to
16	Congress on the implementation of the Fund or
17	an ongoing basis.
18	"(E) Detail measurable performance
19	metrics to determine if the Fund is meeting the
20	objective to improve the acquisition workforce
21	and to achieve cost savings in acquisition man-
22	agement.".
23	(2) CLERICAL AMENDMENT.—The table of con-
24	tents in section 1(b) of the Homeland Security Act
25	of 2002 (6 U.S.C. 101 et seq.) is further amended

1	by adding after the item relating to section 838 the
2	following new item:
	"Sec. 839. Multiyear acquisition strategy.".
3	(b) Conforming Amendment to Future Years
4	HOMELAND SECURITY PROGRAM.—Section 874(b) of the
5	Homeland Security Act of 2002 (6 U.S.C. 454(b)) is
6	amended—
7	(1) by striking "and" at the end of paragraph
8	(2);
9	(2) by striking the period at the end of para-
10	graph (3) and inserting "; and"; and
11	(3) by adding at the end the following new
12	paragraph:
13	"(4) include the multiyear acquisition strategy
14	required under section 839 of this Act.".
15	SEC. 233. ACQUISITION REPORTS.
16	(a) In General.—Subtitle D of title VIII of the
17	Homeland Security Act of 2002 (6 U.S.C. 391 et seq.)
18	is further amended by adding at the end the following new
19	section:
20	"SEC. 840. ACQUISITION REPORTS.
21	"(a) Comprehensive Acquisition Status Re-
22	PORT.—
23	"(1) IN GENERAL.—The Under Secretary for
24	Management each year shall submit to the congres-

sional homeland security committees, at the same

- time as the President's budget is submitted for a fiscal year under section 1105(a) of title 31, United States Code, a comprehensive acquisition status report. The report shall include the following:
  - "(A) The information required under the heading 'Office of the Under Secretary for Management' under title I of division D of the Consolidated Appropriations Act, 2012 (Public Law 112–74) (as required under the Department of Homeland Security Appropriations Act, 2013 (Public Law 113–6)).
  - "(B) A listing of programs that have been cancelled, modified, paused, or referred to the Under Secretary for Management or Deputy Secretary for additional oversight or action by the Board, Department Office of Inspector General, or the Comptroller General.
  - "(C) A listing of established Executive Steering Committees, which provide governance of a program or related set of programs and lower-tiered oversight, and support between acquisition decision events and Component reviews, including the mission and membership for each.

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1	"(2) Information for major acquisition
2	PROGRAMS.—For each major acquisition program
3	the report shall include the following:
4	"(A) A narrative description, including
5	current gaps and shortfalls, the capabilities to
6	be fielded, and the number of planned incre-
7	ments or units.
8	"(B) Acquisition Review Board (or other
9	board designated to review the acquisition) sta-
10	tus of each acquisition, including the current
11	acquisition phase, the date of the last review
12	and a listing of the required documents that
13	have been reviewed with the dates reviewed or
14	approved.
15	"(C) The most current, approved acquisi-
16	tion program baseline (including project sched-
17	ules and events).
18	"(D) A comparison of the original acquisi-
19	tion program baseline, the current acquisition
20	program baseline, and the current estimate.
21	"(E) Whether or not an independent
22	verification and validation has been imple-
23	mented, with an explanation for the decision
24	and a summary of any findings.

1	"(F) A rating of cost risk, schedule risk,
2	and technical risk associated with the program
3	(including narrative descriptions and mitigation
4	actions).
5	"(G) Contract status (including earned
6	value management data as applicable).
7	"(H) A life cycle cost of the acquisition,
8	and time basis for the estimate.
9	"(3) UPDATES.—The Under Secretary shall
10	submit quarterly updates to such report not later
11	than 45 days after the completion of each quarter.
12	"(b) Quarterly Program Accountability Re-
13	PORT.—The Under Secretary for Management shall pre-
14	pare a quarterly program accountability report to meet the
15	Department's mandate to perform program health assess-
16	ments and improve program execution and governance.
17	The report shall be submitted to the congressional home-
18	land security committees.".
19	(b) CLERICAL AMENDMENT.—The table of contents
20	in section 1(b) of the Homeland Security Act of 2002 (6
21	U.S.C. 101 et seq.) is further amended by adding after
22	the item relating to section 839 the following new item:
	"Sec. 840. Acquisition reports.".

1	SEC. 234. GOVERNMENT ACCOUNTABILITY OFFICE REVIEW
2	OF MULTIYEAR ACQUISITION STRATEGY.
3	(a) Review Required.—After submission to Con-
4	gress of the first multiyear acquisition strategy (pursuant
5	to section 839 of the Homeland Security Act of 2002)
6	after the date of the enactment of this Act, the Comp-
7	troller General of the United States shall conduct a review
8	of the plan within 180 days to analyze the viability of the
9	plan's effectiveness in the following:
10	(1) Complying with the requirements in section
11	839 of the Homeland Security Act of 2002, as
12	added by section 232 of this Act.
13	(2) Establishing clear connections between De-
14	partment objectives and acquisition priorities.
15	(3) Demonstrating that Department acquisition
16	policy reflects program management best practices
17	and standards.
18	(4) Ensuring competition or the option of com-
19	petition for major acquisition programs.
20	(5) Considering potential cost savings through
21	using already-existing technologies when developing
22	acquisition program requirements.
23	(6) Preventing duplication within Department
24	acquisition workforce training requirements through
25	leveraging already-existing training within the Fed-

- eral Government, academic community, or private industry.
- (7) Providing incentives for program managers
   to reduce acquisition and procurement costs through
   the use of best practices and disciplined program
   management.
- 7 (8) Assessing the feasibility of conducting a 8 pilot program to establish a Homeland Security Ac-9 quisition Workforce Development Fund.
- 10 (b) REPORT REQUIRED.—The Comptroller General
  11 shall submit to the congressional homeland security com12 mittees a report on the review required by this section.
  13 The report shall be submitted in unclassified form but
  14 may include a classified annex.

### 15 SEC. 235. OFFICE OF INSPECTOR GENERAL REPORT.

16 (a) REVIEW REQUIRED.—No later than 2 years fol17 lowing the submission of the report submitted by the
18 Comptroller General of the United States as required by
19 section 234, the Department's Inspector General shall
20 conduct a review of whether the Department has complied
21 with the multiyear acquisition strategy (pursuant to sec22 tion 839 of the Homeland Security Act of 2002) and ad23 hered to the strategies set forth in the plan. The review
24 shall also consider whether the Department has complied
25 with the requirements to provide the Acquisition Review

- 1 Board with a capability development plan for each major
- 2 acquisition program.
- 3 (b) Report Required.—The Inspector General
- 4 shall submit to the congressional homeland security com-
- 5 mittees a report of the review required by this section. The
- 6 report shall be submitted in unclassified form but may in-
- 7 clude a classified annex.

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