115TH CONGRESS 1ST SESSION H.R. 1249

AN ACT

- To amend the Homeland Security Act of 2002 to require a multiyear acquisition strategy of the Department of Homeland Security, 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,

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "DHS Multiyear Acqui-3 sition Strategy Act of 2017".

4 SEC. 2. MULTIYEAR ACQUISITION STRATEGY.

5 (a) IN GENERAL.—Subtitle D of title VIII of the
6 Homeland Security Act of 2002 (6 U.S.C. 391 et seq.)
7 is amended by adding at the end the following new section:
8 "SEC. 836. MULTIYEAR ACQUISITION STRATEGY.

9 "(a) MULTIYEAR ACQUISITION STRATEGY RE-10 QUIRED.—

11 "(1) IN GENERAL.—Not later than 1 year after 12 the date of the enactment of this section, the Sec-13 retary shall submit to the appropriate congressional 14 committees and the Comptroller General of the 15 United States a multiyear acquisition strategy to 16 guide the overall direction of the acquisitions of the 17 Department while allowing flexibility to deal with 18 ever-changing threats and risks, and to help indus-19 try better understand, plan, and align resources to 20 meet the future acquisition needs of the Depart-21 ment. Such strategy shall be updated and included 22 in each Future Years Homeland Security Program 23 required under section 874.

24 "(2) FORM.—The strategy required under para25 graph (1) shall be submitted in unclassified form but
26 may include a classified annex for any sensitive or
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classified information if necessary. The Secretary
 shall publish such strategy in an unclassified format
 that is publicly available.

4 "(b) CONSULTATION.—In developing the strategy re5 quired under subsection (a), the Secretary shall, as the
6 Secretary determines appropriate, consult with head7 quarters, components, employees in the field, and individ8 uals from industry and the academic community.

9 "(c) CONTENTS OF STRATEGY.—The strategy shall10 include the following:

11 "(1) PRIORITIZED LIST.—A systematic and in-12 tegrated prioritized list developed by the Under Sec-13 retary for Management in coordination with all of 14 the Component Acquisition Executives of Depart-15 ment major acquisition programs that Department 16 and component acquisition investments seek to ad-17 dress, including the expected security and economic 18 benefit of the program or system that is the subject 19 of acquisition and an analysis of how the security 20 and economic benefit derived from such program or 21 system will be measured.

22 "(2) INVENTORY.—A plan to develop a reliable
23 Department-wide inventory of investments and real
24 property assets to help the Department—

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"(A) plan, budget, schedule, and acquire
upgrades of its systems and equipment; and
"(B) plan for the acquisition and manage-
ment of future systems and equipment.
"(3) FUNDING GAPS.—A plan to address fund-
ing gaps between funding requirements for major ac-
quisition programs and known available resources,
including, to the maximum extent practicable, ways
of leveraging best practices to identify and eliminate
overpayment for items to—
"(A) prevent wasteful purchasing;
"(B) achieve the greatest level of efficiency
and cost savings by rationalizing purchases;
"(C) align pricing for similar items; and
"(D) utilize purchase timing and econo-
mies of scale.
"(4) Identification of capabilities.—An
identification of test, evaluation, modeling, and sim-
ulation capabilities that will be required to—
"(A) support the acquisition of tech-
nologies to meet the needs of such strategy;
"(B) leverage to the greatest extent pos-
sible emerging technological trends and re-
search and development trends within the pub-
lic and private sectors; and

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"(C) identify ways to ensure that appro priate technology is acquired and integrated
 into the Department's operating doctrine to im prove mission performance.

5 "(5) FOCUS ON FLEXIBLE SOLUTIONS.—An as-6 sessment of ways the Department can improve its 7 ability to test and acquire innovative solutions to 8 allow needed incentives and protections for appro-9 priate risk-taking in order to meet its acquisition 10 needs with resiliency, agility, and responsiveness to 11 assure homeland security and facilitate trade.

12 "(6) FOCUS ON INCENTIVES TO SAVE TAX-13 PAYER DOLLARS.—An assessment of ways the De-14 partment can develop incentives for program man-15 agers and senior Department acquisition officials 16 to—

17 "(A) prevent cost overruns;

18 "(B) avoid schedule delays; and

19 "(C) achieve cost savings in major acquisi-20 tion programs.

21 "(7) FOCUS ON ADDRESSING DELAYS AND BID
22 PROTESTS.—An assessment of ways the Department
23 can improve the acquisition process to minimize cost
24 overruns in—

25 "(A) requirements development;

1	"(B) procurement announcements;
2	"(C) requests for proposals;
3	"(D) evaluation of proposals;
4	"(E) protests of decisions and awards; and
5	"(F) the use of best practices.
6	"(8) Focus on improving outreach.—An
7	identification and assessment of ways to increase op-
8	portunities for communication and collaboration with
9	industry, small and disadvantaged businesses, intra-
10	government entities, university centers of excellence,
11	accredited certification and standards development
12	organizations, and national laboratories to ensure
13	that the Department understands the market for
14	technologies, products, and innovation that is avail-
15	able to meet its mission needs and to inform the De-
16	partment's requirements-setting process before en-
17	gaging in an acquisition, including—
18	"(A) methods designed especially to engage
19	small and disadvantaged businesses, a cost-ben-
20	efit analysis of the tradeoffs that small and dis-
21	advantaged businesses provide, information re-
22	lating to barriers to entry for small and dis-
23	advantaged businesses, and information relating
24	to unique requirements for small and disadvan-
25	taged businesses; and

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1	"(B) within the Department Vendor Com-
2	munication Plan and Market Research Guide,
3	instructions for interaction by acquisition pro-
4	gram managers with such entities to—
5	"(i) prevent misinterpretation of ac-
6	quisition regulations; and
7	"(ii) permit, within legal and ethical
8	boundaries, interacting with such entities
9	with transparency.
10	"(9) Competition.—A plan regarding competi-
11	tion under subsection (d).
12	"(10) ACQUISITION WORKFORCE.—A plan re-
13	garding the Department acquisition workforce under
14	subsection (e).
15	"(d) Competition Plan.—The strategy required
16	under subsection (a) shall also include a plan to address
17	actions to ensure competition, or the option of competi-
18	tion, for major acquisition programs. Such plan may in-
19	clude assessments of the following measures in appro-
20	priate 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	"(e) Acquisition Workforce Plan.—
13	"(1) Acquisition workforce.—The strategy
14	required under subsection (a) shall also include a
15	plan to address Department acquisition workforce
16	accountability and talent management that identifies
17	the acquisition workforce needs of each component
18	performing acquisition functions and develops op-
19	tions for filling such needs with qualified individuals,
20	including a cost-benefit analysis of contracting for
21	acquisition assistance.
22	"(2) Additional matters covered.—The
23	acquisition workforce plan under this subsection
24	shall address ways to—

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

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

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leverage existing Government and private sector
resources in coordination with the Inspector
General of the Department.
"(f) DEFINITIONS.—In this section:
"(1) ACQUISITION.—The term 'acquisition' has
the meaning given such term in section 131 of title
41, United States Code.
"(2) Appropriate congressional commit-
TEES.—The term 'appropriate congressional com-
mittees' means—
"(A) the Committee on Homeland Security
of the House of Representatives and the Com-
mittee on Homeland Security and Govern-
mental Affairs of the Senate; and
"(B) the Committee on Appropriations of
the House of Representatives and the Com-
mittee on Appropriations of the Senate.
"(3) Best practices.—The term 'best prac-
tices', with respect to acquisition, means—
"(A) a knowledge-based approach to capa-
bility development that includes identifying and
validating needs;
"(B) assessing alternatives to select the
most appropriate solution;

1	"(C) clearly establishing well-defined re-
2	quirements;
3	"(D) developing realistic cost assessments
4	and schedules;
5	"(E) securing stable funding that matches
6	resources to requirements;
7	"(F) demonstrating technology, design,
8	and manufacturing maturity;
9	"(G) using milestones and exit criteria or
10	specific accomplishments that demonstrate
11	progress;
12	"(H) adopting and executing standardized
13	processes with known success across programs;
14	"(I) establishing an adequate workforce
15	that is qualified and sufficient to perform nec-
16	essary functions; and
17	"(J) integrating into the mission and busi-
18	ness operations of the Department of Homeland
19	Security the capabilities described in subpara-
20	graphs (A) through (I).
21	"(4) Component acquisition executive.—
22	The term 'Component Acquisition Executive' means
23	the senior acquisition official within a component
24	who is designated in writing by the Under Secretary
25	for Management, in consultation with the component

head, with authority and responsibility for leading a 1 2 process and staff to provide acquisition and program 3 management oversight, policy, and guidance to en-4 sure that statutory, regulatory, and higher level pol-5 icy requirements are fulfilled, including compliance 6 with Federal law, the Federal Acquisition Regula-7 tion, and Department acquisition management direc-8 tives established by the Under Secretary for Man-9 agement.

10 "(5) MAJOR ACQUISITION PROGRAM.—The term 11 'major acquisition program' means a Department 12 acquisition program that is estimated by the Sec-13 retary to require an eventual total expenditure of at 14 least \$300,000,000 (based on fiscal year 2017 con-15 stant dollars) over its life cycle cost.".

(b) CLERICAL AMENDMENT.—The table of contents
in section 1(b) of the Homeland Security Act of 2002 is
amended by inserting after the item relating to section
835 the following new item:

"Sec. 836. Multiyear acquisition strategy.".

20 SEC. 3. GOVERNMENT ACCOUNTABILITY OFFICE REVIEW 21 OF MULTIYEAR ACQUISITION STRATEGY.

(a) REVIEW.—After submission of the first multiyear
acquisition strategy in accordance with section 836 of the
Homeland Security Act of 2002 (as added by section 2
of this Act) after the date of the enactment of this Act,
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the Comptroller General of the United States shall con-1 2 duct a review of such plan within 180 days to analyze the 3 viability of such plan's effectiveness in the following: 4 (1) Complying with the requirements of such 5 section 836. 6 (2) Establishing clear connections between De-7 partment of Homeland Security objectives and ac-8 quisition (as such term is defined in such section) priorities. 9 10 (3) Demonstrating that Department acquisition 11 policy reflects program management best practices 12 (as such term is defined in such section) and stand-13 ards. 14 (4) Ensuring competition or the option of com-15 petition for major acquisition programs (as such 16 term is defined in such section). 17 (5) Considering potential cost savings through 18 using already-existing technologies when developing 19 acquisition program requirements. 20 (6) Preventing duplication within Department 21 acquisition workforce training requirements through 22 leveraging already-existing training within the Fed-23 eral Government, academic community, or private 24 industry.

(7) Providing incentives for acquisition program
 managers to reduce acquisition and procurement
 costs through the use of best practices and dis ciplined program management.

5 (b) **REPORT.**—The Comptroller General of the 6 United States shall submit to the Committee on Homeland 7 Security and the Committee on Appropriations of the 8 House of Representatives and the Committee on Home-9 land Security and Governmental Affairs and the Committee on Appropriations of the Senate a report on the 10 11 review conducted under this section. Such report shall be 12 submitted in unclassified form but may include a classified 13 annex.

Passed the House of Representatives March 20, 2017.

Attest:

Clerk.

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