## H.R.3032

To amend chapter 35 of title 44, United States Code, to create the National Office for Cyberspace, to revise requirements relating to Federal information security, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

August 2, 2013

Mr. Langevin (for himself, Mr. Castro of Texas, Mr. Ruppersberger, Ms. Loretta Sanchez of California, Mr. Pocan, Mr. Andrews, Mr. Larsen of Washington, and Mrs. Davis of California) introduced the following bill; which was referred to the Committee on Oversight and Government Reform, and in addition to the Committee on Homeland Security, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

### A BILL

To amend chapter 35 of title 44, United States Code, to create the National Office for Cyberspace, to revise requirements relating to Federal information 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,
- 3 SECTION 1. SHORT TITLE.
- 4 (a) Short Title.—This Act may be cited as the
- 5 "Executive Cyberspace Coordination Act of 2013".

1 (b) Table of Contents.—The table of contents for this Act is as follows: Sec. 1. Short title. TITLE I—FEDERAL INFORMATION SECURITY AMENDMENTS Sec. 101. Coordination of Federal information policy. Sec. 102. Information security acquisition requirements. Sec. 103. Technical and conforming amendments. Sec. 104. Effective date. TITLE II—FEDERAL CHIEF TECHNOLOGY OFFICER Sec. 201. Office of the Chief Technology Officer. TITLE III—STRENGTHENING CYBERSECURITY FOR CRITICAL INFRASTRUCTURE Sec. 301. Definitions. Sec. 302. Authority of Secretary. I—FEDERAL **INFORMA-**TITLE **TION SECURITY AMEND-**4 **MENTS** 5 SEC. 101. COORDINATION OF FEDERAL INFORMATION POL-7 ICY. 8 Chapter 35 of title 44, United States Code, is amended by striking subchapters II and III and inserting the 10 following: 11 "SUBCHAPTER II—INFORMATION SECURITY **"§ 3551. Purposes** 12 13 "The purposes of this subchapter are to— 14 "(1) provide a comprehensive framework for en-

suring the effectiveness of information security con-

trols over information resources that support Fed-

eral operations and assets;

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- "(2) recognize the highly networked nature of the current Federal computing environment and provide effective Governmentwide management and oversight of the related information security risks, including coordination of information security efforts throughout the civilian, national security, and law enforcement communities;
  - "(3) provide for development and maintenance of minimum controls required to protect Federal information and information infrastructure;
  - "(4) provide a mechanism for improved oversight of Federal agency information security programs;
  - "(5) acknowledge that commercially developed information security products offer advanced, dynamic, robust, and effective information security solutions, reflecting market solutions for the protection of critical information infrastructures important to the national defense and economic security of the Nation that are designed, built, and operated by the private sector; and
  - "(6) recognize that the selection of specific technical hardware and software information security solutions should be left to individual agencies from among commercially developed products.

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#### 1 **"§ 3552. Definitions**

- 2 "(a) Section 3502 Definitions.—Except as pro-
- 3 vided under subsection (b), the definitions under section
- 4 3502 shall apply to this subchapter.
- 5 "(b) Additional Definitions.—In this subchapter:
- 6 "(1) The term 'adequate security' means secu-
- 7 rity that complies with the regulations promulgated
- 8 under section 3554 and the standards promulgated
- 9 under section 3558.
- 10 "(2) The term 'incident' means an occurrence 11 that actually or potentially jeopardizes the confiden-
- tiality, integrity, or availability of an information
- 13 system, information infrastructure, or the informa-
- tion the system processes, stores, or transmits or
- 15 that constitutes a violation or imminent threat of
- violation of security policies, security procedures, or
- 17 acceptable use policies.
- 18 "(3) The term 'information infrastructure'
- means the underlying framework that information
- systems and assets rely on in processing, storing, or
- 21 transmitting information electronically.
- 22 "(4) The term 'information security' means
- protecting information and information infrastruc-
- ture from unauthorized access, use, disclosure, dis-
- 25 ruption, modification, or destruction in order to pro-
- 26 vide—

1	"(A) integrity, which means guarding
2	against improper information modification or
3	destruction, and includes ensuring information
4	nonrepudiation and authenticity;
5	"(B) confidentiality, which means pre-
6	serving authorized restrictions on access and
7	disclosure, including means for protecting per-
8	sonal privacy and proprietary information;
9	"(C) availability, which means ensuring
10	timely and reliable access to and use of infor-
11	mation; and
12	"(D) authentication, which means using
13	digital credentials to assure the identity of
14	users and validate access of such users.
15	"(5) The term 'information technology' has the
16	meaning given that term in section 11101 of title
17	40.
18	"(6)(A) The term 'national security system'
19	means any information infrastructure (including any
20	telecommunications system) used or operated by an
21	agency or by a contractor of an agency, or other or-
22	ganization on behalf of an agency—
23	"(i) the function, operation, or use of
24	which—
25	"(I) involves intelligence activities;

1	"(II) involves cryptologic activities re-
2	lated to national security;
3	"(III) involves command and control
4	of military forces;
5	"(IV) involves equipment that is an
6	integral part of a weapon or weapons sys-
7	tem; or
8	"(V) subject to subparagraph (B), is
9	critical to the direct fulfillment of military
10	or intelligence missions; or
11	"(ii) is protected at all times by procedures
12	established for information that have been spe-
13	cifically authorized under criteria established by
14	an Executive order or an Act of Congress to be
15	kept classified in the interest of national de-
16	fense or foreign policy.
17	"(B) Subparagraph (A)(i)(V) does not include a
18	system that is to be used for routine administrative
19	and business applications (including payroll, finance,
20	logistics, and personnel management applications).
21	"§ 3553. National Office for Cyberspace
22	"(a) Establishment.—There is established within
23	the Executive Office of the President an office to be known
24	as the National Office for Cyberspace.
25	"(b) Director.—

1 "(1) IN GENERAL.—There shall be at the head 2 of the National Office for Cyberspace a Director, 3 who shall be appointed by the President by and with the advice and consent of the Senate. The Director 5 of the National Office for Cyberspace shall admin-6 ister all functions designated to such Director under 7 this subchapter and collaborate to the extent prac-8 ticable with the heads of appropriate agencies, the 9 private sector, and international partners. The Of-10 fice shall serve as the principal office for coordi-11 nating issues relating to cyberspace, including 12 achieving an assured, reliable, secure, and survivable 13 information infrastructure and related capabilities for the Federal Government, while promoting na-14 15 tional economic interests, security, and civil liberties.

- "(2) Basic pay.—The Director of the National Office for Cyberspace shall be paid at the rate of basic pay for level III of the Executive Schedule.
- "(c) STAFF.—The Director of the National Office for Cyberspace may appoint and fix the pay of additional personnel as the Director considers appropriate.
- "(d) Experts and Consultants.—The Director of
  the National Office for Cyberspace may procure temporary
  and intermittent services under section 3109(b) of title 5.

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#### "§ 3554. Federal Cybersecurity Practice Board

- 2 "(a) Establishment.—Within the National Office
- 3 for Cyberspace, there shall be established a board to be
- 4 known as the 'Federal Cybersecurity Practice Board' (in
- 5 this section referred to as the 'Board').
- 6 "(b) Members.—The Board shall be chaired by the
- 7 Director of the National Office for Cyberspace and consist
- 8 of not more than 10 members, with at least one represent-
- 9 ative from—
- "(1) the Office of Management and Budget;
- 11 "(2) civilian agencies;
- 12 "(3) the Department of Defense;
- "(4) the Federal law enforcement community;
- 14 "(5) the Federal Chief Technology Office; and
- 15 "(6) such additional military and civilian agen-16 cies as the Director considers appropriate.
- 17 "(c) Responsibilities.—
- 18 "(1) Development of Policies and Proce-
- 19 DURES.—Subject to the authority, direction, and
- 20 control of the Director of the National Office for
- 21 Cyberspace, the Board shall be responsible for devel-
- oping and periodically updating information security
- policies and procedures relating to the matters de-
- scribed in paragraph (2). In developing such policies
- and procedures, the Board shall require that all
- 26 matters addressed in the policies and procedures are

1	consistent, to the maximum extent practicable and
2	in accordance with applicable law, among the civil-
3	ian, military, intelligence, and law enforcement com-
4	munities.
5	"(2) Specific matters covered in policies
6	AND PROCEDURES.—
7	"(A) MINIMUM SECURITY CONTROLS.—
8	The Board shall be responsible for developing
9	and periodically updating information security
10	policies and procedures relating to minimum se-
11	curity controls for information technology, in
12	order to—
13	"(i) provide Governmentwide protec-
14	tion of Government-networked computers
15	against common attacks; and
16	"(ii) provide agencywide protection
17	against threats, vulnerabilities, and other
18	risks to the information infrastructure
19	within individual agencies.
20	"(B) Measures of effectiveness.—
21	The Board shall be responsible for developing
22	and periodically updating information security
23	policies and procedures relating to measure-
24	ments needed to assess the effectiveness of the
25	minimum security controls referred to in sub-

paragraph (A). Such measurements shall include a risk scoring system to evaluate risk to information security both Governmentwide and within contractors of the Federal Government.

- "(C) Products and services.—The Board shall be responsible for developing and periodically updating information security policies, procedures, and minimum security standards relating to criteria for products and services to be used in agency information systems and information infrastructure that will meet the minimum security controls referred to in subparagraph (A). In carrying out this subparagraph, the Board shall act in consultation with the Office of Management and Budget and the General Services Administration.
- "(D) REMEDIES.—The Board shall be responsible for developing and periodically updating information security policies and procedures relating to methods for providing remedies for security deficiencies identified in agency information infrastructure.
- 23 "(3) Additional consider—The
  24 Board shall also consider—

1	"(A) opportunities to engage with the
2	international community to set policies, prin-
3	ciples, training, standards, or guidelines for in-
4	formation security;
5	"(B) opportunities to work with agencies
6	and industry partners to increase information
7	sharing and policy coordination efforts in order
8	to reduce vulnerabilities in the national infor-
9	mation infrastructure; and
10	"(C) options necessary to encourage and
11	maintain accountability of any agency, or senior
12	agency official, for efforts to secure the infor-
13	mation infrastructure of such agency.
14	"(4) Relationship to other standards.—
15	The policies and procedures developed under para-
16	graph (1) are supplemental to the standards promul-
17	gated by the Director of the National Office for
18	Cyberspace under section 3558.
19	"(5) Recommendations for regulations.—
20	The Board shall be responsible for making rec-
21	ommendations to the Director of the National Office
22	for Cyberspace on regulations to carry out the poli-
23	cies and procedures developed by the Board under

paragraph (1).

- 1 "(d) Regulations.—The Director of the National
- 2 Office for Cyberspace, in consultation with the Director
- 3 of the Office of Management and the Administrator of
- 4 General Services, shall promulgate and periodically update
- 5 regulations to carry out the policies and procedures devel-
- 6 oped by the Board under subsection (c).
- 7 "(e) Annual Report.—The Director of the Na-
- 8 tional Office for Cyberspace shall provide to Congress a
- 9 report containing a summary of agency progress in imple-
- 10 menting the regulations promulgated under this section as
- 11 part of the annual report to Congress required under sec-
- 12 tion 3555(a)(8).
- 13 "(f) No Disclosure by Board Required.—The
- 14 Board is not required to disclose under section 552 of title
- 15 5 information submitted by agencies to the Board regard-
- 16 ing threats, vulnerabilities, and risks.
- 17 "§ 3555. Authority and functions of the Director of
- 18 the National Office for Cyberspace
- 19 "(a) IN GENERAL.—The Director of the National Of-
- 20 fice for Cyberspace shall oversee agency information secu-
- 21 rity policies and practices, including—
- 22 "(1) developing and overseeing the implementa-
- tion of policies, principles, standards, and guidelines
- on information security, including through ensuring

timely agency adoption of and compliance with
 standards promulgated under section 3558;

- "(2) requiring agencies, consistent with the standards promulgated under section 3558 and other requirements of this subchapter, to identify and provide information security protections commensurate with the risk and magnitude of the harm resulting from the unauthorized access, use, disclosure, disruption, modification, or destruction of—
- "(A) information collected or maintained by or on behalf of an agency; or
  - "(B) information infrastructure used or operated by an agency or by a contractor of an agency or other organization on behalf of an agency;

"(3) coordinating the development of standards and guidelines under section 20 of the National Institute of Standards and Technology Act (15 U.S.C. 278g-3) with agencies and offices operating or exercising control of national security systems (including the National Security Agency) to assure, to the maximum extent feasible, that such standards and guidelines are complementary with standards and guidelines developed for national security systems;

1	"(4) overseeing agency compliance with the re-
2	quirements of this subchapter, including through
3	any authorized action under section 11303 of title
4	40, to enforce accountability for compliance with
5	such requirements;
6	"(5) reviewing at least annually, and approving
7	or disapproving, agency information security pro-
8	grams required under section 3556(b);
9	"(6) coordinating information security policies
10	and procedures of the Federal Government with re-
11	lated information resources management policies and
12	procedures on the security and resiliency of cyber-
13	space;
14	"(7) overseeing the operation of the Federal in-
15	formation security incident center required under
16	section 3559;
17	"(8) reporting to Congress no later than March
18	1 of each year on agency compliance with the re-
19	quirements of this subchapter, including—
20	"(A) a summary of the findings of audits
21	required by section 3557;
22	"(B) an assessment of the development,
23	promulgation, and adoption of, and compliance
24	with, standards developed under section 20 of
25	the National Institute of Standards and Tech-

1	nology Act (15 U.S.C. 278g-3) and promul-
2	gated under section 3558;
3	"(C) significant deficiencies in agency in-
4	formation security practices;
5	"(D) planned remedial action to address
6	such deficiencies; and
7	"(E) a summary of, and the views of the
8	Director of the National Office for Cyberspace
9	on, the report prepared by the National Insti-
10	tute of Standards and Technology under section
11	20(d)(10) of the National Institute of Stand-
12	ards and Technology Act (15 U.S.C. 278g-3)
13	"(9) coordinating the defense of information in-
14	frastructure operated by agencies in the case of a
15	large-scale attack on information infrastructure, as
16	determined by the Director;
17	"(10) establishing a national strategy not later
18	than 120 days after the date of the enactment of
19	this section;
20	"(11) coordinating information security training
21	for Federal employees with the Office of Personnel
22	Management;
23	"(12) ensuring the adequacy of protections for
24	privacy and civil liberties in carrying out the respon-
25	sibilities of the Director under this subchapter:

1	"(13) making recommendations that the Direc-
2	tor determines are necessary to ensure risk-based se-
3	curity of the Federal information infrastructure and
4	information infrastructure that is owned, operated,
5	controlled, or licensed for use by, or on behalf of, the
6	Department of Defense, a military department, or
7	another element of the intelligence community to—
8	"(A) the Director of the Office of Manage-
9	ment and Budget;
10	"(B) the head of an agency; or
11	"(C) to Congress with regard to the re-
12	programming of funds;
13	"(14) ensuring, in consultation with the Admin-
14	istrator of the Office of Information and Regulatory
15	Affairs, that the efforts of agencies relating to the
16	development of regulations, rules, requirements, or
17	other actions applicable to the national information
18	infrastructure are complementary;
19	"(15) when directed by the President, carrying
20	out the responsibilities for national security and
21	emergency preparedness communications described
22	in section 706 of the Communications Act of 1934
23	(47 U.S.C. 606) to ensure integration and coordina-
24	tion: and

- 1 "(16) as assigned by the President, other duties
- 2 relating to the security and resiliency of cyberspace.
- 3 "(b) RECRUITMENT PROGRAM.—Not later than 1
- 4 year after appointment, the Director of the National Of-
- 5 fice for Cyberspace shall establish a national program to
- 6 conduct competitions and challenges that instruct United
- 7 States students in cybersecurity education and computer
- 8 literacy.
- 9 "(c) Budget Oversight and Reporting.—(1)
- 10 The head of each agency shall submit to the Director of
- 11 the National Office for Cyberspace a budget each year for
- 12 the following fiscal year relating to the protection of infor-
- 13 mation infrastructure for such agency, by a date deter-
- 14 mined by the Director that is before the submission of
- 15 such budget by the head of the agency to the Office of
- 16 Management and Budget.
- 17 "(2) The Director shall review and offer a non-bind-
- 18 ing approval or disapproval of each agency's annual budg-
- 19 et to each such agency before the submission of such budg-
- 20 et by the head of the agency to the Office of Management
- 21 and Budget.
- 22 "(3) If the Director offers a non-binding disapproval
- 23 of an agency's budget, the Director shall transmit rec-
- 24 ommendations to the head of such agency for strength-

- 1 ening its proposed budget with regard to the protection
- 2 of such agency's information infrastructure.
- 3 "(4) Each budget submitted by the head of an agency
- 4 pursuant to paragraph (1) shall include—
- 5 "(A) a review of any threats to information
- 6 technology for such agency;
- 7 "(B) a plan to secure the information infra-
- 8 structure for such agency based on threats to infor-
- 9 mation technology, using the National Institute of
- 10 Standards and Technology guidelines and rec-
- 11 ommendations;
- 12 "(C) a review of compliance by such agency
- with any previous year plan described in subpara-
- graph (B); and
- 15 "(D) a report on the development of the
- credentialing process to enable secure authentication
- of identity and authorization for access to the infor-
- mation infrastructure of such agency.
- 19 "(5) The Director of the National Office for Cyber-
- 20 space may recommend to the President monetary penalties
- 21 or incentives necessary to encourage and maintain ac-
- 22 countability of any agency, or senior agency official, for
- 23 efforts to secure the information infrastructure of such
- 24 agency.

# 1 "§ 3556. Agency responsibilities 2 "(a) IN GENERAL.—The head of each agency shall—

3	"(1) be responsible for—
4	"(A) providing information security protec-
5	tions commensurate with the risk and mag-
6	nitude of the harm resulting from unauthorized
7	access, use, disclosure, disruption, modification,
8	or destruction of—
9	"(i) information collected or main-
10	tained by or on behalf of the agency; and
11	"(ii) information infrastructure used
12	or operated by an agency or by a con-
13	tractor of an agency or other organization
14	on behalf of an agency;
15	"(B) complying with the requirements of
16	this subchapter and related policies, procedures,
17	standards, and guidelines, including—
18	"(i) the regulations promulgated
19	under section 3554 and the information se-
20	curity standards promulgated under sec-
21	tion 3558;
22	"(ii) information security standards
23	and guidelines for national security sys-
24	tems issued in accordance with law and as
25	directed by the President; and

1	"(iii) ensuring the standards imple-
2	mented for information infrastructure and
3	national security systems under the agency
4	head are complementary and uniform, to
5	the extent practicable; and
6	"(C) ensuring that information security
7	management processes are integrated with
8	agency strategic and operational planning proc-
9	esses;
10	"(2) ensure that senior agency officials provide
11	information security for the information and infor-
12	mation infrastructure that support the operations
13	and assets under their control, including through—
14	"(A) assessing the risk and magnitude of
15	the harm that could result from the unauthor-
16	ized access, use, disclosure, disruption, modi-
17	fication, or destruction of such information or
18	information infrastructure;
19	"(B) determining the levels of information
20	security appropriate to protect such information
21	and information infrastructure in accordance
22	with regulations promulgated under section
23	3554 and standards promulgated under section
24	3558, for information security classifications
25	and related requirements;

1	"(C) implementing policies and procedures
2	to cost effectively reduce risks to an acceptable
3	level; and
4	"(D) continuously testing and evaluating
5	information security controls and techniques to
6	ensure that they are effectively implemented;
7	"(3) delegate to an agency official, designated
8	as the 'Chief Information Security Officer', under
9	the authority of the agency Chief Information Offi-
10	cer the responsibility to oversee agency information
11	security and the authority to ensure and enforce
12	compliance with the requirements imposed on the
13	agency under this subchapter, including—
14	"(A) overseeing the establishment and
15	maintenance of a security operations capability
16	on an automated and continuous basis that
17	can—
18	"(i) assess the state of compliance of
19	all networks and systems with prescribed
20	controls issued pursuant to section 3558
21	and report immediately any variance there-
22	from and, where appropriate and with the
23	approval of the agency Chief Information
24	Officer, shut down systems that are found
25	to be non-compliant;

"(ii) detect, report, respond to, con-1 2 tain, and mitigate incidents that impair 3 adequate security of the information and information infrastructure, in accordance with policy provided by the Director of the 6 National Office for Cyberspace, in con-7 sultation with the Chief Information Offi-8 cers Council, and guidance from the Na-9 tional Institute of Standards and Tech-10 nology; 11 "(iii) collaborate with the National 12 Office for Cyberspace and appropriate pub-13 lic and private sector security operations 14 centers to address incidents that impact 15 the security of information and informa-16 tion infrastructure that extend beyond the 17 control of the agency; and 18 "(iv) not later than 24 hours after 19 discovery of any incident described under 20 subparagraph (A)(ii), unless otherwise di-21 rected by policy of the National Office for 22 Cyberspace, provide notice to the appro-23 priate security operations center, the Na-

tional Cyber Investigative

Joint Task

1	Force, and the Inspector General of the
2	agency;
3	"(B) developing, maintaining, and over-
4	seeing an agency wide information security pro-
5	gram as required by subsection (b);
6	"(C) developing, maintaining, and over-
7	seeing information security policies, procedures,
8	and control techniques to address all applicable
9	requirements, including those issued under sec-
10	tions 3555 and 3558;
11	"(D) training and overseeing personnel
12	with significant responsibilities for information
13	security with respect to such responsibilities;
14	and
15	"(E) assisting senior agency officials con-
16	cerning their responsibilities under paragraph
17	(2);
18	"(4) ensure that the agency has trained and
19	cleared personnel sufficient to assist the agency in
20	complying with the requirements of this subchapter
21	and related policies, procedures, standards, and
22	guidelines;
23	"(5) ensure that the Chief Information Security
24	Officer, in coordination with other senior agency of-
25	ficials, reports biannually to the agency head on the

effectiveness of the agency information security pro gram, including progress of remedial actions; and

"(6) ensure that the Chief Information Security
Officer possesses necessary qualifications, including
education, professional certifications, training, experience, and the security clearance required to administer the functions described under this subchapter;
and has information security duties as the primary
duty of that official.

"(b) AGENCY PROGRAM.—Each agency shall develop, document, and implement an agencywide information security program, approved by the Director of the National Office for Cyberspace under section 3555(a)(5), to provide information security for the information and information infrastructure that support the operations and assets of the agency, including those provided or managed by another agency, contractor, or other source, that includes—

"(1) continuous automated technical monitoring of information infrastructure used or operated by an agency or by a contractor of an agency or other organization on behalf of an agency to assure conformance with regulations promulgated under section 3554 and standards promulgated under section 3558;

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1	"(2) testing of the effectiveness of security con-
2	trols that are commensurate with risk (as defined by
3	the National Institute of Standards and Technology
4	and the National Office for Cyberspace) for agency
5	information infrastructure;
6	"(3) policies and procedures that—
7	"(A) mitigate and remediate, to the extent
8	practicable, information security vulnerabilities
9	based on the risk posed to the agency;
10	"(B) cost effectively reduce information se-
11	curity risks to an acceptable level;
12	"(C) ensure that information security is
13	addressed throughout the life cycle of each
14	agency information system and information in-
15	frastructure;
16	"(D) ensure compliance with—
17	"(i) the requirements of this sub-
18	chapter;
19	"(ii) policies and procedures as may
20	be prescribed by the Director of the Na-
21	tional Office for Cyberspace, and informa-
22	tion security standards promulgated under
23	section 3558;
24	"(iii) minimally acceptable system
25	configuration requirements, as determined

1	by the Director of the National Office for
2	Cyberspace; and
3	"(iv) any other applicable require-
4	ments, including—
5	"(I) standards and guidelines for
6	national security systems issued in ac-
7	cordance with law and as directed by
8	the President;
9	"(II) the policy of the Director of
10	the National Office for Cyberspace;
11	"(III) the National Institute of
12	Standards and Technology guidance;
13	and
14	"(IV) the Chief Information Offi-
15	cers Council recommended ap-
16	proaches;
17	"(E) develop, maintain, and oversee infor-
18	mation security policies, procedures, and control
19	techniques to address all applicable require-
20	ments, including those issued under sections
21	3555 and 3558; and
22	"(F) ensure the oversight and training of
23	personnel with significant responsibilities for in-
24	formation security with respect to such respon-
25	sibilities;

1	"(4) ensuring that the agency has trained and
2	cleared personnel sufficient to assist the agency in
3	complying with the requirements of this subchapter
4	and related policies, procedures, standards, and
5	guidelines;
6	"(5) to the extent practicable, automated and
7	continuous technical monitoring for testing, and
8	evaluation of the effectiveness and compliance of in-
9	formation security policies, procedures, and prac-
10	tices, including—
11	"(A) management, operational, and tech-
12	nical controls of every information infrastruc-
13	ture identified in the inventory required under
14	section 3505(b); and
15	"(B) management, operational, and tech-
16	nical controls relied on for an evaluation under
17	section 3556;
18	"(6) a process for planning, implementing, eval-
19	uating, and documenting remedial action to address
20	any deficiencies in the information security policies,
21	procedures, and practices of the agency;
22	"(7) to the extent practicable, continuous auto-
23	mated technical monitoring for detecting, reporting,
24	and responding to security incidents, consistent with

1	standards and guidelines issued by the Director of
2	the National Office for Cyberspace, including—
3	"(A) mitigating risks associated with such
4	incidents before substantial damage is done;
5	"(B) notifying and consulting with the ap-
6	propriate security operations response center;
7	and
8	"(C) notifying and consulting with, as ap-
9	propriate—
10	"(i) law enforcement agencies and rel-
11	evant Offices of Inspectors General;
12	"(ii) the National Office for Cyber-
13	space; and
14	"(iii) any other agency or office, in ac-
15	cordance with law or as directed by the
16	President; and
17	"(8) plans and procedures to ensure continuity
18	of operations for information infrastructure that
19	support the operations and assets of the agency.
20	"(c) Agency Reporting.—Each agency shall—
21	"(1) submit an annual report on the adequacy
22	and effectiveness of information security policies,
23	procedures, and practices, and compliance with the
24	requirements of this subchapter, including compli-
25	ance with each requirement of subsection (b) to—

1	"(A) the National Office for Cyberspace;
2	"(B) the Committee on Homeland Security
3	and Governmental Affairs of the Senate;
4	"(C) the Committee on Oversight and Gov-
5	ernment Reform of the House of Representa-
6	tives;
7	"(D) other appropriate authorization and
8	appropriations committees of Congress; and
9	"(E) the Comptroller General;
10	"(2) address the adequacy and effectiveness of
11	information security policies, procedures, and prac-
12	tices in plans and reports relating to—
13	"(A) annual agency budgets;
14	"(B) information resources management of
15	this subchapter;
16	"(C) information technology management
17	under this chapter;
18	"(D) program performance under sections
19	1105 and 1115 through 1119 of title 31, and
20	sections 2801 and 2805 of title 39;
21	"(E) financial management under chapter
22	9 of title 31, and the Chief Financial Officers
23	Act of 1990 (31 U.S.C. 501 note; Public Law
24	101-576) (and the amendments made by that
25	Act);

1	"(F) financial management systems under
2	the Federal Financial Management Improve-
3	ment Act (31 U.S.C. 3512 note); and
4	"(G) internal accounting and administra-
5	tive controls under section 3512 of title 31; and
6	"(3) report any significant deficiency in a pol-
7	icy, procedure, or practice identified under para-
8	graph (1) or (2)—
9	"(A) as a material weakness in reporting
10	under section 3512 of title 31; and
11	"(B) if relating to financial management
12	systems, as an instance of a lack of substantial
13	compliance under the Federal Financial Man-
14	agement Improvement Act (31 U.S.C. 3512
15	note).
16	"(d) Performance Plan.—(1) In addition to the
17	requirements of subsection (c), each agency, in consulta-
18	tion with the National Office for Cyberspace, shall include
19	as part of the performance plan required under section
20	1115 of title 31 a description of the resources, including
21	budget, staffing, and training, that are necessary to imple-
22	ment the program required under subsection (b).
23	"(2) The description under paragraph (1) shall be
24	based on the risk assessments required under subsection
25	(a)(2).

1	"(e) Public Notice and Comment.—Each agency
2	shall provide the public with timely notice and opportuni-
3	ties for comment on proposed information security policies
4	and procedures to the extent that such policies and proce-
5	dures affect communication with the public.
6	"§ 3557. Annual independent audit
7	"(a) In General.—(1) Each year each agency shall
8	have performed an independent audit of the information
9	security program and practices of that agency to deter-
10	mine the effectiveness of such program and practices.
11	"(2) Each audit under this section shall include—
12	"(A) testing of the effectiveness of the informa-
13	tion infrastructure of the agency for automated, con-
14	tinuous monitoring of the state of compliance of its
15	information infrastructure with regulations promul-
16	gated under section 3554 and standards promul-
17	gated under section 3558 in a representative subset
18	of—
19	"(i) the information infrastructure used or
20	operated by the agency; and
21	"(ii) the information infrastructure used,
22	operated, or supported on behalf of the agency
23	by a contractor of the agency, a subcontractor
24	(at any tier) of such contractor, or any other
25	entity;

1	"(B) an assessment (made on the basis of the
2	results of the testing) of compliance with—
3	"(i) the requirements of this subchapter;
4	and
5	"(ii) related information security policies,
6	procedures, standards, and guidelines;
7	"(C) separate assessments, as appropriate, re-
8	garding information security relating to national se-
9	curity systems; and
10	"(D) a conclusion regarding whether the infor-
11	mation security controls of the agency are effective,
12	including an identification of any significant defi-
13	ciencies in such controls.
14	"(3) Each audit under this section shall be performed
15	in accordance with applicable generally accepted Govern-
16	ment auditing standards.
17	"(b) Independent Auditor.—Subject to sub-
18	section (c)—
19	"(1) for each agency with an Inspector General
20	appointed under the Inspector General Act of 1978
21	or any other law, the annual audit required by this
22	section shall be performed by the Inspector General
23	or by an independent external auditor, as deter-
24	mined by the Inspector General of the agency; and

- 1 "(2) for each agency to which paragraph (1)
- does not apply, the head of the agency shall engage
- an independent external auditor to perform the
- 4 audit.
- 5 "(c) National Security Systems.—For each
- 6 agency operating or exercising control of a national secu-
- 7 rity system, that portion of the audit required by this sec-
- 8 tion directly relating to a national security system shall
- 9 be performed—
- "(1) only by an entity designated head; and
- "(2) in such a manner as to ensure appropriate
- protection for information associated with any infor-
- mation security vulnerability in such system com-
- mensurate with the risk and in accordance with all
- applicable laws.
- 16 "(d) Existing Audits.—The audit required by this
- 17 section may be based in whole or in part on another audit
- 18 relating to programs or practices of the applicable agency.
- 19 "(e) AGENCY REPORTING.—(1) Each year, not later
- 20 than such date established by the Director of the National
- 21 Office for Cyberspace, the head of each agency shall sub-
- 22 mit to the Director the results of the audit required under
- 23 this section.
- "(2) To the extent an audit required under this sec-
- 25 tion directly relates to a national security system, the re-

- 1 sults of the audit submitted to the Director of the Na-
- 2 tional Office for Cyberspace shall contain only a summary
- 3 and assessment of that portion of the audit directly relat-
- 4 ing to a national security system.
- 5 "(f) Protection of Information.—Agencies and
- 6 auditors shall take appropriate steps to ensure the protec-
- 7 tion of information which, if disclosed, may adversely af-
- 8 fect information security. Such protections shall be com-
- 9 mensurate with the risk and comply with all applicable
- 10 laws and regulations.
- 11 "(g) National Office for Cyberspace Reports
- 12 TO CONGRESS.—(1) The Director of the National Office
- 13 for Cyberspace shall summarize the results of the audits
- 14 conducted under this section in the annual report to Con-
- 15 gress required under section 3555(a)(8).
- 16 "(2) The Director's report to Congress under this
- 17 subsection shall summarize information regarding infor-
- 18 mation security relating to national security systems in
- 19 such a manner as to ensure appropriate protection for in-
- 20 formation associated with any information security vulner-
- 21 ability in such system commensurate with the risk and in
- 22 accordance with all applicable laws.
- 23 "(3) Audits and any other descriptions of information
- 24 infrastructure under the authority and control of the Di-
- 25 rector of Central Intelligence or of National Foreign Intel-

- 1 ligence Programs systems under the authority and control
- 2 of the Secretary of Defense shall be made available to Con-
- 3 gress only through the appropriate oversight committees
- 4 of Congress, in accordance with applicable laws.
- 5 "(h) COMPTROLLER GENERAL.—The Comptroller
- 6 General shall periodically evaluate and report to Congress
- 7 on—
- 8 "(1) the adequacy and effectiveness of agency
- 9 information security policies and practices; and
- 10 "(2) implementation of the requirements of this
- subchapter.
- 12 "(i) Contractor Audits.—Each year each con-
- 13 tractor that operates, uses, or supports an information
- 14 system or information infrastructure on behalf of an agen-
- 15 cy and each subcontractor of such contractor—
- 16 "(1) shall conduct an audit using an inde-
- 17 pendent external auditor in accordance with sub-
- section (a), including an assessment of compliance
- with the applicable requirements of this subchapter;
- 20 and
- 21 "(2) shall submit the results of such audit to
- such agency not later than such date established by
- the Agency.

1	"§ 3558. Responsibilities for rederal information sys-
2	tems standards
3	"(a) Requirement To Prescribe Standards.—
4	"(1) In general.—
5	"(A) Requirement.—Except as provided
6	under paragraph (2), the Secretary of Com-
7	merce shall, on the basis of proposed standards
8	developed by the National Institute of Stand-
9	ards and Technology pursuant to paragraphs
10	(2) and (3) of section 20(a) of the National In-
11	stitute of Standards and Technology Act (15
12	U.S.C. 278g-3(a)) and in consultation with the
13	Secretary of Homeland Security, promulgate in-
14	formation security standards pertaining to Fed-
15	eral information systems.
16	"(B) Required standards.—Standards
17	promulgated under subparagraph (A) shall in-
18	clude—
19	"(i) standards that provide minimum
20	information security requirements as deter-
21	mined under section 20(b) of the National
22	Institute of Standards and Technology Act
23	(15 U.S.C. 278g–3(b)); and
24	"(ii) such standards that are other-
25	wise necessary to improve the efficiency of

1	operation or security of Federal informa-
2	tion systems.
3	"(C) REQUIRED STANDARDS BINDING.—
4	Information security standards described under
5	subparagraph (B) shall be compulsory and
6	binding.
7	"(2) STANDARDS AND GUIDELINES FOR NA-
8	TIONAL SECURITY SYSTEMS.—Standards and guide-
9	lines for national security systems, as defined under
10	section 3552(b), shall be developed, promulgated, en-
11	forced, and overseen as otherwise authorized by law
12	and as directed by the President.
13	"(b) Application of More Stringent Stand-
14	ARDS.—The head of an agency may employ standards for
15	the cost-effective information security for all operations
16	and assets within or under the supervision of that agency
17	that are more stringent than the standards promulgated
18	by the Secretary of Commerce under this section, if such
19	standards—
20	"(1) contain, at a minimum, the provisions of
21	those applicable standards made compulsory and
22	binding by the Secretary; and
23	"(2) are otherwise consistent with policies and
24	guidelines issued under section 3555.

1	"(c) Requirements Regarding Decisions by the
2	Secretary.—
3	"(1) DEADLINE.—The decision regarding the
4	promulgation of any standard by the Secretary of
5	Commerce under subsection (b) shall occur not later
6	than 6 months after the submission of the proposed
7	standard to the Secretary by the National Institute
8	of Standards and Technology, as provided under sec-
9	tion 20 of the National Institute of Standards and
10	Technology Act (15 U.S.C. 278g-3).
11	"(2) Notice and comment.—A decision by
12	the Secretary of Commerce to significantly modify,
13	or not promulgate, a proposed standard submitted to
14	the Secretary by the National Institute of Standards
15	and Technology, as provided under section 20 of the
16	National Institute of Standards and Technology Act
17	(15 U.S.C. 278g-3), shall be made after the public
18	is given an opportunity to comment on the Sec-
19	retary's proposed decision.
20	"§ 3559. Federal information security incident center
21	"(a) In General.—The Director of the National Of-
22	fice for Cyberspace shall ensure the operation of a central
23	Federal information security incident center to—
24	"(1) provide timely technical assistance to oper-
25	ators of agency information systems and information

- 1 infrastructure regarding security incidents, including 2 guidance on detecting and handling information se-3 curity incidents;
- "(2) compile and analyze information about in-5 cidents that threaten information security;
  - "(3) inform operators of agency information systems and information infrastructure about current and potential information security threats, and vulnerabilities; and
- "(4) consult with the National Institute of 10 Standards and Technology, agencies or offices oper-12 ating or exercising control of national security sys-13 tems (including the National Security Agency), and 14 such other agencies or offices in accordance with law 15 and as directed by the President regarding informa-16 tion security incidents and related matters.

"(b) NATIONAL SECURITY SYSTEMS.—Each agency

18 operating or exercising control of a national security sys-19 tem shall share information about information security in-20 cidents, threats, and vulnerabilities with the Federal infor-21 mation security incident center to the extent consistent with standards and guidelines for national security systems, issued in accordance with law and as directed by the President.

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"(c) REVIEW AND APPROVAL.—In coordination with 1 the Administrator for Electronic Government and Infor-3 mation Technology, the Director of the National Office for 4 Cyberspace shall review and approve the policies, procedures, and guidance established in this subchapter to en-6 sure that the incident center has the capability to effectively and efficiently detect, correlate, respond to, contain, 8 mitigate, and remediate incidents that impair the adequate security of the information systems and information 10 infrastructure of more than one agency. To the extent practicable, the capability shall be continuous and tech-12 nically automated. 13 "§ 3560. National security systems 14 "The head of each agency operating or exercising 15 control of a national security system shall be responsible for ensuring that the agency— 16 17 "(1) provides information security protections 18 commensurate with the risk and magnitude of the 19 harm resulting from the unauthorized access, use, 20 disclosure, disruption, modification, or destruction of 21 the information contained in such system; 22 "(2) implements information security policies 23 and practices as required by standards and guide-24 lines for national security systems, issued in accord-

ance with law and as directed by the President; and

1	"(3) complies with the requirements of this sub-
2	chapter.".
3	SEC. 102. INFORMATION SECURITY ACQUISITION REQUIRE-
4	MENTS.
5	Chapter 113 of title 40, United States Code, is
6	amended by adding at the end of subchapter II the fol-
7	lowing new section:
8	"§ 11319. Information security acquisition require-
9	ments.
10	"(a) Prohibition.—Notwithstanding any other pro-
11	vision of law, beginning one year after the date of the en-
12	actment of the Executive Cyberspace Coordination Act of
13	2013, no agency may enter into a contract, an order under
14	a contract, or an interagency agreement for—
15	"(1) the collection, use, management, storage,
16	or dissemination of information on behalf of the
17	agency;
18	"(2) the use or operation of an information sys-
19	tem or information infrastructure on behalf of the
20	agency; or
21	"(3) information technology;
22	unless such contract, order, or agreement includes require-
23	ments to provide effective information security that sup-
24	ports the operations and assets under the control of the
25	agency, in compliance with the policies, standards, and

1	guidance developed under subsection (b), and otherwise
2	ensures compliance with this section.
3	"(b) Coordination of Secure Acquisition Poli
4	CIES.—
5	"(1) In general.—The Director of the Office
6	of Management and Budget, in consultation with the
7	Director of the National Institute of Standards and
8	Technology, the Director of the National Office for
9	Cyberspace, and the Administrator of General Serv
10	ices, shall oversee the development and implementa
11	tion of policies, standards, and guidance, including
12	through revisions to the Federal Acquisition Regula
13	tion and the Department of Defense supplement to
14	the Federal Acquisition Regulation, to cost effec
15	tively enhance agency information security, includ
16	ing—
17	"(A) minimum information security re
18	quirements for agency procurement of informa
19	tion technology products and services; and
20	"(B) approaches for evaluating and miti
21	gating significant supply chain security risks
22	associated with products or services to be ac
23	quired by agencies.
24	"(2) Report.—Not later than two years after
25	the date of the enactment of the Executive Cyber

1	space Coordination Act of 2013, the Director of the
2	Office of Management and Budget shall submit to
3	Congress a report describing—
4	"(A) actions taken to improve the informa-
5	tion security associated with the procurement of
6	products and services by the Federal Govern-
7	ment; and
8	"(B) plans for overseeing and coordinating
9	efforts of agencies to use best practice ap-
10	proaches for cost-effectively purchasing more
11	secure products and services.
12	"(c) Vulnerability Assessments of Major Sys-
13	TEMS.—
13 14	TEMS.—  "(1) REQUIREMENT FOR INITIAL VULNER-
14	"(1) Requirement for initial vulner-
14 15	"(1) REQUIREMENT FOR INITIAL VULNER- ABILITY ASSESSMENTS.—The Director of the Office
14 15 16	"(1) Requirement for initial vulner- Ability assessments.—The Director of the Office of Management and Budget shall require each agen-
14 15 16 17	"(1) Requirement for initial vulner- Ability assessments.—The Director of the Office of Management and Budget shall require each agen- cy to conduct an initial vulnerability assessment for
14 15 16 17	"(1) Requirement for initial vulnerability assessments.—The Director of the Office of Management and Budget shall require each agency to conduct an initial vulnerability assessment for any major system and its significant items of supply
114 115 116 117 118	"(1) Requirement for initial vulnerability assessments.—The Director of the Office of Management and Budget shall require each agency to conduct an initial vulnerability assessment for any major system and its significant items of supply prior to the development of the system. The initial
14 15 16 17 18 19 20	"(1) Requirement for initial vulnerability assessment and Budget shall require each agency to conduct an initial vulnerability assessment for any major system and its significant items of supply prior to the development of the system. The initial vulnerability assessment of a major system and its
14 15 16 17 18 19 20 21	"(1) Requirement for initial vulnerability assessment and Budget shall require each agency to conduct an initial vulnerability assessment for any major system and its significant items of supply prior to the development of the system. The initial vulnerability assessment of a major system and its significant items of supply shall include use of an

1	"(C) examine the system's potential effec-
2	tiveness;
3	"(D) determine overall vulnerability; and
4	"(E) make recommendations for risk re-
5	duction.
6	"(2) Subsequent vulnerability assess-
7	MENTS.—
8	"(A) The Director shall require a subse-
9	quent vulnerability assessment of each major
10	system and its significant items of supply with-
11	in a program if the Director determines that
12	circumstances warrant the issuance of an addi-
13	tional vulnerability assessment.
14	"(B) Upon the request of a congressional
15	committee, the Director may require a subse-
16	quent vulnerability assessment of a particular
17	major system and its significant items of supply
18	within the program.
19	"(C) Any subsequent vulnerability assess-
20	ment of a major system and its significant
21	items of supply shall include use of an analysis-
22	based approach and, if applicable, a testing-
23	based approach, to monitor the exploitation po-
24	tential of such system and reexamine the fac-

1	tors described in subparagraphs (A) through
2	(E) of paragraph (1).
3	"(3) Congressional oversight.—The Direc-
4	tor shall provide to the appropriate congressional
5	committees a copy of each vulnerability assessment
6	conducted under paragraph (1) or (2) not later than
7	10 days after the date of the completion of such as-
8	sessment.
9	"(d) Definitions.—In this section:
10	"(1) Item of supply.—The term 'item of sup-
11	ply'—
12	"(A) means any individual part, compo-
13	nent, subassembly, assembly, or subsystem inte-
14	gral to a major system, and other property
15	which may be replaced during the service life of
16	the major system, including a spare part or re-
17	plenishment part; and
18	"(B) does not include packaging or label-
19	ing associated with shipment or identification of
20	an item.
21	"(2) Vulnerability assessment.—The term
22	'vulnerability assessment' means the process of iden-
23	tifying and quantifying vulnerabilities in a major
24	system and its significant items of supply.

- 1 "(3) Major system.—The term 'major system'
- 2 has the meaning given that term in section 4 of the
- 3 Office of Federal Procurement Policy Act (41 U.S.C.
- 4 403).".

## 5 SEC. 103. TECHNICAL AND CONFORMING AMENDMENTS.

- 6 (a) Table of Sections in Title 44.—The table
- 7 of sections for chapter 35 of title 44, United States Code,
- 8 is amended by striking the matter relating to subchapters
- 9 II and III and inserting the following:

## "SUBCHAPTER II—INFORMATION SECURITY

- "3551. Purposes.
- "3552. Definitions.
- "3553. National Office for Cyberspace.
- "3554. Federal Cybersecurity Practice Board.
- "3555. Authority and functions of the Director of the National Office for Cyberspace.
- "3556. Agency responsibilities.
- "3557. Annual independent audit.
- "3558. Responsibilities for Federal information systems standards.
- "3559. Federal information security incident center.
- "3560. National security systems.".
- 10 (b) Table of Sections in Title 40.—The table
- 11 of sections for chapter 113 of title 40, United States Code,
- 12 is amended by inserting after the item relating to section
- 13 11318 the following new item:

"Sec. 11319. Information security acquisition requirements.".

- 14 (c) Other References.—
- 15 (1) Section 1001(c)(1)(A) of the Homeland Se-
- 16 curity Act of 2002 (6 U.S.C. 511(c)(1)(A)) is
- amended by striking "section 3532(3)" and insert-
- ing "section 3552(b)".

1	(2) Section 2222(j)(6) of title 10, United States
2	Code, is amended by striking "section 3542(b)(2))"
3	and inserting "section 3552(b)".
4	(3) Section 2223(c)(3) of title 10, United
5	States Code, is amended, by striking "section
6	3542(b)(2))" and inserting "section 3552(b)".
7	(4) Section 2315 of title 10, United States
8	Code, is amended by striking "section 3542(b)(2))"
9	and inserting "section 3552(b)".
10	(5) Section 20 of the National Institute of
11	Standards and Technology Act (15 U.S.C. 278g-3)
12	is amended—
13	(A) in subsections $(a)(2)$ and $(e)(5)$ , by
14	striking "section 3532(b)(2)" and inserting
15	"section 3552(b)";
16	(B) in subsection (e)(2), by striking "sec-
17	tion 3532(1)" and inserting "section 3552(b)";
18	and
19	(C) in subsections $(c)(3)$ and $(d)(1)$ , by
20	striking "section 11331 of title 40" and insert-
21	ing "section 3558 of title 44".
22	(6) Section 8(d)(1) of the Cyber Security Re-
23	search and Development Act (15 U.S.C. 7406(d)(1))
24	is amended by striking "section 3534(b)" and in-
25	serting "section 3556(b)".

1	(d) Repeal.—
2	(1) Subchapter III of chapter 113 of title 40,
3	United States Code, is repealed.
4	(2) The table of sections for chapter 113 of
5	such title is amended by striking the matter relating
6	to subchapter III.
7	(e) Executive Schedule Pay Rate.—Section
8	5314 of title 5, United States Code, is amended by adding
9	at the end the following:
10	"Director of the National Office for Cyber-
11	space.".
12	(f) Membership on the National Security
13	Council.—Section 101(a) of the National Security Act
14	of 1947 (50 U.S.C. 402(a)) is amended—
15	(1) by redesignating paragraphs (7) and (8) as
16	paragraphs (8) and (9), respectively; and
17	(2) by inserting after paragraph (6) the fol-
18	lowing:
19	"(7) the Director of the National Office for
20	Cyberspace;".
21	SEC. 104. EFFECTIVE DATE.
22	(a) In General.—Unless otherwise specified in this
23	section, this title (including the amendments made by this
24	title) shall take effect 30 days after the date of enactment
25	of this Act.

1	(b) NATIONAL OFFICE FOR CYBERSPACE.—Section
2	3553 of title 44, United States Code, as added by section
3	101 of this title, shall take effect 180 days after the date
4	of enactment of this Act.
5	(c) Federal Cybersecurity Practice Board.—
6	Section 3554 of title 44, United States Code, as added
7	by section 101 of this title, shall take effect one year after
8	the date of enactment of this Act.
9	TITLE II—FEDERAL CHIEF
10	TECHNOLOGY OFFICER
11	SEC. 201. OFFICE OF THE CHIEF TECHNOLOGY OFFICER.
12	(a) Establishment and Staff.—
13	(1) Establishment.—
14	(A) In general.—There is established in
15	the Executive Office of the President an Office
16	of the Federal Chief Technology Officer (in this
17	section referred to as the "Office").
18	(B) Head of the office.—
19	(i) Federal Chief Technology of
20	FICER.—The President shall appoint a
21	Federal Chief Technology Officer (in this
22	section referred to as the "Federal CTO"
23	who shall be the head of the Office.

1	(ii) Compensation.—Section 5314 of
2	title 5, United States Code, is amended by
3	adding at the end the following:
4	"Federal Chief Technology Officer.".
5	(2) Staff of the office.—The President
6	may appoint additional staff members to the Office.
7	(b) Duties of the Office.—The functions of the
8	Federal CTO are the following:
9	(1) Undertake fact-gathering, analysis, and as-
10	sessment of the Federal Government's information
11	technology infrastructures, information technology
12	strategy, and use of information technology, and
13	provide advice on such matters to the President
14	heads of Federal departments and agencies, and
15	government chief information officers and chief tech-
16	nology officers.
17	(2) Lead an interagency effort, working with
18	the chief technology and chief information officers of
19	each of the Federal departments and agencies, to de-
20	velop and implement a planning process to ensure
21	that they use best-in-class technologies, share best
22	practices, and improve the use of technology in sup-
23	port of Federal Government requirements.
24	(3) Advise the President on information tech-
25	nology considerations with regard to Federal budge

- ets and with regard to general coordination of the research and development programs of the Federal Government for information technology-related matters.
  - (4) Promote technological innovation in the Federal Government, and encourage and oversee the adoption of robust cross-governmental architectures and standards-based information technologies, in support of effective operational and management policies, practices, and services across Federal departments and agencies and with the public and external entities.
  - (5) Establish cooperative public-private sector partnership initiatives to achieve knowledge of technologies available in the marketplace that can be used for improving governmental operations and information technology research and development activities.
  - (6) Gather timely and authoritative information concerning significant developments and trends in information technology, and in national priorities, both current and prospective, and analyze and interpret the information for the purpose of determining whether the developments and trends are likely to

- 1 affect achievement of the priority goals of the Fed-2 eral Government.
- 3 (7) Develop, review, revise, and recommend criteria for determining information technology activi-5 ties warranting Federal support, and recommend 6 Federal policies designed to advance the develop-7 ment and maintenance of effective and efficient in-8 formation technology capabilities, including human 9 resources, at all levels of government, academia, and 10 industry, and the effective application of the capa-11 bilities to national needs.
- 12 (8) Any other functions and activities that the 13 President may assign to the Federal CTO.
- 14 (c) POLICY PLANNING; ANALYSIS AND ADVICE.—The
- 15 Office shall serve as a source of analysis and advice for
- 16 the President and heads of Federal departments and agen-
- 17 cies with respect to major policies, plans, and programs
- 18 of the Federal Government in accordance with the func-
- 19 tions described in subsection (b).
- 20 (d) Coordination of the Office With Other
- 21 Entities.—
- 22 (1) Federal Cto on Domestic Policy Coun-
- 23 CIL.—The Federal CTO shall be a member of the
- 24 Domestic Policy Council.

- 1 (2) FEDERAL CTO ON CYBER SECURITY PRAC-2 TICE BOARD.—The Federal CTO shall be a member 3 of the Federal Cybersecurity Practice Board.
  - (3) OBTAIN INFORMATION FROM AGENCIES.—
    The Office may secure, directly from any department or agency of the United States, information necessary to enable the Federal CTO to carry out this section. On request of the Federal CTO, the head of the department or agency shall furnish the information to the Office, subject to any applicable limitations of Federal law.
    - (4) STAFF OF FEDERAL AGENCIES.—On request of the Federal CTO, to assist the Office in carrying out the duties of the Office, the head of any Federal department or agency may detail personnel, services, or facilities of the department or agency to the Office.

## (e) Annual Report.—

- (1) Publication and contents.—The Federal CTO shall publish, in the Federal Register and on a public Internet website of the Federal CTO, an annual report that includes the following:
- 23 (A) Information on programs to promote 24 the development of technological innovations.

1	(B) Recommendations for the adoption of
2	policies to encourage the generation of techno-
3	logical innovations.
4	(C) Information on the activities and ac-
5	complishments of the Office in the year covered
6	by the report.
7	(2) Submission.—The Federal CTO shall sub-
8	mit each report under paragraph (1) to—
9	(A) the President;
10	(B) the Committee on Oversight and Gov-
11	ernment Reform of the House of Representa-
12	tives;
13	(C) the Committee on Science and Tech-
14	nology of the House of Representatives; and
15	(D) the Committee on Commerce, Science,
16	and Transportation of the Senate.
17	TITLE III—STRENGTHENING CY-
18	BERSECURITY FOR CRITICAL
19	INFRASTRUCTURE
20	SEC. 301. DEFINITIONS.
21	In this title:
22	(1) Critical information infrastruc-
23	TURE.—The term "critical information infrastruc-
24	ture" means the electronic information and commu-
25	nications systems, software, and assets that control,

- 1 protect, process, transmit, receive, program, or store
- 2 information in any form, including data, voice, and
- 3 video, relied upon by critical infrastructure, indus-
- 4 trial control systems such as supervisory control and
- 5 data acquisition systems, and programmable logic
- 6 controllers. This shall also include such systems of
- 7 the Federal Government.
- 8 (2) Secretary.—The term "Secretary" means
- 9 the Secretary of Homeland Security.

## 10 SEC. 302. AUTHORITY OF SECRETARY.

- 11 (a) IN GENERAL.—The Secretary shall have primary
- 12 authority, in consultation with the Director of the Na-
- 13 tional Office for Cyberspace and the Federal Cyberspace
- 14 Practice Board, in the executive branch of the Federal
- 15 Government in creation, verification, and enforcement of
- 16 measures with respect to the protection of critical informa-
- 17 tion infrastructure, including promulgating risk-informed
- 18 information security practices and standards applicable to
- 19 critical information infrastructures that are not owned by
- 20 or under the direct control of the Federal Government.
- 21 The Secretary should consult with appropriate private sec-
- 22 tor entities, including private owners and operators of the
- 23 affected infrastructure, to carry out this section.

1	(b) Other Federal Agencies.—In establishing
2	measures with respect to the protection of critical informa
3	tion infrastructure the Secretary shall—
4	(1) consult with the Secretary of Commerce, the
5	Secretary of Defense, the National Institute of
6	Standards and Technology, and other sector specific
7	Federal regulatory agencies in exercising the author
8	ity referred to in subsection (a); and
9	(2) coordinate, though the Executive Office of
10	the President, with sector specific Federal regulatory
11	agencies, including the Federal Energy Regulatory
12	Commission, in establishing enforcement mecha
13	nisms under the authority referred to in subsection
14	(a).
15	(c) AUDITING AUTHORITY.—The Secretary may—
16	(1) conduct such audits as are necessary to en
17	sure that appropriate measures are taken to secure
18	critical information infrastructure;
19	(2) issue such subpoenas as are necessary to
20	determine compliance with Federal regulatory re
21	quirements for securing critical information infra
22	structure; and
23	(3) authorize sector specific Federal regulatory
24	agencies to undertake such audits