

115TH CONGRESS
1ST SESSION

H. R. 1249

IN THE SENATE OF THE UNITED STATES

MARCH 21, 2017

Received; read twice and referred to the Committee on Homeland Security and
Governmental Affairs

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 para-
25 graph (1) shall be submitted in unclassified form but
26 may include a classified annex for any sensitive or

1 classified information if necessary. The Secretary
2 shall publish such strategy in an unclassified format
3 that is publicly available.

4 “(b) CONSULTATION.—In developing the strategy re-
5 quired under subsection (a), the Secretary shall, as the
6 Secretary determines appropriate, consult with head-
7 quarters, components, employees in the field, and individ-
8 uals from industry and the academic community.

9 “(c) CONTENTS OF STRATEGY.—The strategy shall
10 include the following:

11 “(1) PRIORITIZED LIST.—A systematic and in-
12 tegrated prioritized list developed by the Under Sec-
13 etary 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—

1 “(A) plan, budget, schedule, and acquire
2 upgrades of its systems and equipment; and

3 “(B) plan for the acquisition and manage-
4 ment of future systems and equipment.

5 “(3) FUNDING GAPS.—A plan to address fund-
6 ing gaps between funding requirements for major ac-
7 quisition programs and known available resources,
8 including, to the maximum extent practicable, ways
9 of leveraging best practices to identify and eliminate
10 overpayment for items to—

11 “(A) prevent wasteful purchasing;
12 “(B) achieve the greatest level of efficiency
13 and cost savings by rationalizing purchases;
14 “(C) align pricing for similar items; and
15 “(D) utilize purchase timing and econo-
16 mies of scale.

17 “(4) IDENTIFICATION OF CAPABILITIES.—An
18 identification of test, evaluation, modeling, and sim-
19 ulation capabilities that will be required to—

20 “(A) support the acquisition of tech-
21 nologies to meet the needs of such strategy;
22 “(B) leverage to the greatest extent pos-
23 sible emerging technological trends and re-
24 search and development trends within the pub-
25 lic and private sectors; and

1 “(C) identify ways to ensure that appropriate technology is acquired and integrated
2 into the Department’s operating doctrine to improve mission performance.

5 “(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 homeland security and facilitate trade.

12 “(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—

17 “(A) prevent cost overruns;
18 “(B) avoid schedule delays; and
19 “(C) achieve cost savings in major acquisition programs.

21 “(7) FOCUS ON ADDRESSING DELAYS AND BID PROTESTS.—An assessment of ways the Department can improve the acquisition process to minimize cost 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

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

1 leverage existing Government and private sector
2 resources in coordination with the Inspector
3 General of the Department.

4 “(f) DEFINITIONS.—In this section:

5 “(1) ACQUISITION.—The term ‘acquisition’ has
6 the meaning given such term in section 131 of title
7 41, United States Code.

8 “(2) APPROPRIATE CONGRESSIONAL COMMIT-
9 TEES.—The term ‘appropriate congressional com-
10 mittees’ means—

11 “(A) the Committee on Homeland Security
12 of the House of Representatives and the Com-
13 mittee on Homeland Security and Govern-
14 mental Affairs of the Senate; and

15 “(B) the Committee on Appropriations of
16 the House of Representatives and the Com-
17 mittee on Appropriations of the Senate.

18 “(3) BEST PRACTICES.—The term ‘best prac-
19 tices’, with respect to acquisition, means—

20 “(A) a knowledge-based approach to capa-
21 bility development that includes identifying and
22 validating needs;

23 “(B) assessing alternatives to select the
24 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

1 head, with authority and responsibility for leading a
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.”.

16 (b) CLERICAL AMENDMENT.—The table of contents
17 in section 1(b) of the Homeland Security Act of 2002 is
18 amended by inserting after the item relating to section
19 835 the following new item:

“Sec. 836. Multiyear acquisition strategy.”.

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

22 (a) REVIEW.—After submission of the first multiyear
23 acquisition strategy in accordance with section 836 of the
24 Homeland Security Act of 2002 (as added by section 2
25 of this Act) after the date of the enactment of this Act,

1 the Comptroller General of the United States shall con-
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)
9 priorities.

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.

1 (7) Providing incentives for acquisition program
2 managers to reduce acquisition and procurement
3 costs through the use of best practices and dis-
4 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 Com-
10 mittee on Appropriations of the Senate a report on the
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:

KAREN L. HAAS,

Clerk.