115TH CONGRESS 1ST SESSION

H.R. 1282

AN ACT

To amend the Homeland Security Act of 2002 to establish the Acquisition Review Board in the Department of Homeland Security, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- ${\it 2\ tives\ of\ the\ United\ States\ of\ America\ in\ Congress\ assembled},$

SECTION 1. SHORT TITLE.

- This Act may be cited as the "DHS Acquisition Re-
- 3 view Board Act of 2017".
- 4 SEC. 2. ACQUISITION REVIEW BOARD.
- 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. ACQUISITION REVIEW BOARD.
- 9 "(a) IN GENERAL.—The Secretary shall establish an
- 10 Acquisition Review Board (in this section referred to as
- 11 the 'Board') to—
- 12 "(1) strengthen accountability and uniformity
- within the Department acquisition review process;
- "(2) review major acquisition programs; and
- 15 "(3) review the use of best practices.
- 16 "(b) Composition.—The Under Secretary for Man-
- 17 agement shall serve as chair of the Board. The Secretary
- 18 shall also ensure participation by other relevant Depart-
- 19 ment officials, including at least two component heads or
- 20 their designees, as permanent members of the Board.
- 21 "(c) Meetings.—The Board shall meet regularly for
- 22 purposes of ensuring all acquisitions processes proceed in
- 23 a timely fashion to achieve mission readiness. The Board
- 24 shall convene at the Secretary's discretion and at any
- 25 time—
- 26 "(1) a major acquisition program—

1	"(A) requires authorization to proceed						
2	from one acquisition decision event to another						
3	throughout the acquisition life cycle;						
4	"(B) is in breach of its approved require-						
5	ments; or						
6	"(C) requires additional review, as deter-						
7	mined by the Under Secretary for Management;						
8	or						
9	"(2) a non-major acquisition program requires						
10	review, as determined by the Under Secretary for						
11	Management.						
12	"(d) Responsibilities.—The responsibilities of the						
13	Board are as follows:						
14	"(1) Determine whether a proposed acquisition						
15	has met the requirements of key phases of the acqui-						
16							
-	sition life cycle framework and is able to proceed to						
17	sition life cycle framework and is able to proceed to the next phase and eventual full production and de-						
17	the next phase and eventual full production and de-						
17 18	the next phase and eventual full production and deployment.						
17 18 19	the next phase and eventual full production and deployment. "(2) Oversee whether a proposed acquisition's						
17 18 19 20	the next phase and eventual full production and deployment. "(2) Oversee whether a proposed acquisition's business strategy, resources, management, and ac-						
17 18 19 20 21	the next phase and eventual full production and deployment. "(2) Oversee whether a proposed acquisition's business strategy, resources, management, and accountability is executable and is aligned to strategic						

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

1	"(B) Full consideration is given to possible						
2	trade-offs among cost, schedule, and perform						
3	ance objectives for each alternative.						
4	"(e) Acquisition Program Baseline Report Re-						
5	QUIREMENT.—If the person exercising acquisition decision						
6	authority over a major acquisition program approves such						
7	program to proceed into the planning phase before such						
8	program has a Department-approved acquisition program						
9	baseline, the Under Secretary for Management shall cre-						
10	ate and approve an acquisition program baseline report						
11	regarding such approval, and the Secretary shall—						
12	"(1) within 7 days after an acquisition decision						
13	memorandum is signed, notify in writing the Com-						
14	mittee on Homeland Security of the House of Rep-						
15	resentatives and the Committee on Homeland Secu-						
16	rity and Governmental Affairs of the Senate of such						
17	decision; and						
18	"(2) within 60 days after the acquisition deci-						
19	sion memorandum is signed, submit to such commit-						
20	tees a report stating the rationale for such decision						
21	and a plan of action to require an acquisition pro-						
22	gram baseline for such program.						
23	"(f) Report.—The Under Secretary for Manage-						
24	ment shall provide information to the Committee on						
25	Homeland Security of the House of Representatives and						

1	the Committee on Homeland Security and Governmental					
2	Affairs of the Senate on an annual basis through fiscal					
3	year 2022 on the activities of the Board for the prior fisca					
4	year that includes information relating to the following:					
5	"(1) For each meeting of the Board, any acqui-					
6	sition decision memoranda.					
7	"(2) Results of the systematic reviews con-					
8	ducted pursuant to paragraph (4) of subsection (d).					
9	"(3) Results of acquisition document reviews re-					
10	quired pursuant to paragraph (5) of subsection (d).					
11	"(4) Activities to ensure that practices are					
12	adopted and implemented throughout the Depart-					
13	ment pursuant to paragraph (6) of subsection (d).					
14	"(g) Definitions.—In this section:					
15	"(1) Acquisition.—The term 'acquisition' has					
16	the meaning given such term in section 131 of title					
17	41, United States Code.					
18	"(2) Acquisition decision authority.—The					
19	term 'acquisition decision authority' means the au-					
20	thority, held by the Secretary acting through the					
21	Deputy Secretary or Under Secretary for Manage-					
22	ment to—					
23	"(A) ensure compliance with Federal law,					
24	the Federal Acquisition Regulation, and De-					
25	partment acquisition management directives;					

1	"(B) review (including approving, pausing
2	modifying, or cancelling) an acquisition pro-
3	gram through the life cycle of such program;
4	"(C) ensure that acquisition program man-
5	agers have the resources necessary to success-
6	fully execute an approved acquisition program
7	"(D) ensure good acquisition program
8	management of cost, schedule, risk, and system
9	performance of the acquisition program at
10	issue, including assessing acquisition program
11	baseline breaches and directing any corrective
12	action for such breaches; and
13	"(E) ensure that acquisition program man-
14	agers, on an ongoing basis, monitor cost, sched-
15	ule, and performance against established base-
16	lines and use tools to assess risks to an acquisi-
17	tion program at all phases of the life cycle of
18	such program to avoid and mitigate acquisition
19	program baseline breaches.
20	"(3) Acquisition decision event.—The term
21	'acquisition decision event', with respect to an acqui-
22	sition program, means a predetermined point within
23	each of the acquisition phases at which the acquisi-

tion decision authority determines whether such ac-

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- 1 quisition program shall proceed to the next acquisi-2 tion phase.
- "(4) Acquisition decision memorandum.— 3 4 The term 'acquisition decision memorandum', with 5 respect to an acquisition, means the official acquisi-6 tion decision event record that includes a docu-7 mented record of decisions, exit criteria, and as-8 signed actions for such acquisition, as determined by 9 the person exercising acquisition decision authority 10 for such acquisition.
 - "(5) Acquisition program.—The term 'acquisition program' means the process by which the Department acquires, with any appropriated amounts, by contract for purchase or lease, property or services (including construction) that support the missions and goals of the Department.
 - "(6) Acquisition program baseline, with respect to an acquisition program, means a summary of the cost, schedule, and performance parameters, expressed in standard, measurable, quantitative terms, which must be met in order to accomplish the goals of such program.
- 24 "(7) BEST PRACTICES.—The term 'best prac-25 tices', with respect to acquisition, means a knowl-

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1	edge-based approach to capability development that
2	includes—
3	"(A) identifying and validating needs;
4	"(B) assessing alternatives to select the
5	most appropriate solution;
6	"(C) clearly establishing well-defined re-
7	quirements;
8	"(D) developing realistic cost assessments
9	and schedules;
10	"(E) securing stable funding that matches
11	resources to requirements;
12	"(F) demonstrating technology, design,
13	and manufacturing maturity;
14	"(G) using milestones and exit criteria or
15	specific accomplishments that demonstrate
16	progress;
17	"(H) adopting and executing standardized
18	processes with known success across programs;
19	"(I) establishing an adequate workforce
20	that is qualified and sufficient to perform nec-
21	essary functions; and
22	"(J) integrating the capabilities described
23	in subparagraphs (A) through (I) into the De-
24	partment's mission and business operations.

1	"(8) Major acquisition program.—The term
2	'major acquisition program' means a Department
3	acquisition program that is estimated by the Sec-
4	retary to require an eventual total expenditure of at
5	least $\$300,000,000$ (based on fiscal year 2017 con-
6	stant dollars) over its life cycle cost.".
7	(b) CLERICAL AMENDMENT.—The table of contents
8	in section 1(b) of the Homeland Security Act of 2002 (6
9	U.S.C. 101 et seq.) is further amended by adding after
10	the item relating to section 835 the following new item:

"Sec. 836. Acquisition Review Board.".

Passed the House of Representatives June 21, 2017. Attest:

Clerk.

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