

#### 115TH CONGRESS 1ST SESSION

# S. 887

To amend the Homeland Security Act of 2002 to require a multiyear acquisition strategy for the Department of Homeland Security, and for other purposes.

#### IN THE SENATE OF THE UNITED STATES

APRIL 6 (legislative day, APRIL 4), 2017

Mr. Daines (for himself and Mrs. McCaskill) introduced the following bill; which was read twice and referred to the Committee on Homeland Security and Governmental Affairs

## A BILL

- To amend the Homeland Security Act of 2002 to require a multiyear acquisition strategy for 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,
  - 3 SECTION 1. SHORT TITLE.
  - 4 This Act may be cited as the "DHS Multiyear Acqui-
  - 5 sition Strategy Act of 2017".
  - 6 SEC. 2. MULTIYEAR ACQUISITION STRATEGY.
  - 7 (a) IN GENERAL.—Subtitle D of title VIII of the
  - 8 Homeland Security Act of 2002 (6 U.S.C. 391 et seq.)
  - 9 is amended by adding at the end the following:

### 1 "SEC. 836. MULTIYEAR ACQUISITION STRATEGY.

2	"(a) Definitions.—In this section:
3	"(1) Acquisition.—The term 'acquisition' has
4	the meaning given the term in section 131 of title
5	41, United States Code.
6	"(2) Appropriate committees of con-
7	GRESS.—The term 'appropriate committees of Con-
8	gress' has the meaning given the term in section
9	226(a).
10	"(3) Best practices.—The term 'best prac-
11	tices', with respect to acquisition, means—
12	"(A) a knowledge-based approach to capa-
13	bility development that includes identifying and
14	validating needs;
15	"(B) assessing alternatives to select the
16	most appropriate solution;
17	"(C) clearly establishing well-defined re-
18	quirements;
19	"(D) developing realistic cost assessments
20	and schedules;
21	"(E) securing stable funding that matches
22	resources to requirements;
23	"(F) demonstrating technology, design
24	and manufacturing maturity:

1	"(G) using milestones and exit criteria or
2	specific accomplishments that demonstrate
3	progress;
4	"(H) adopting and executing standardized

- "(H) adopting and executing standardized processes with known success across programs;
- "(I) establishing an adequate workforce that is qualified and sufficient to perform necessary functions; and
- "(J) integrating the capabilities described in subparagraphs (A) through (I) into the mission and business operations of the Department.

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

1	tives established by the Under Secretary for Man-
2	agement.
3	"(5) Major acquisition program.—The term
4	'major acquisition program' means an acquisition
5	program of the Department that is estimated by the
6	Secretary to require an eventual total expenditure of
7	not less than \$300,000,000 (based on fiscal year
8	2017 constant dollars) over the life cycle cost of the
9	program.
10	"(b) Multiyear Acquisition Strategy Re-
11	QUIRED.—
12	"(1) IN GENERAL.—Not later than 1 year after
13	the date of enactment of this section, the Secretary
14	shall submit to the appropriate committees of Con-
15	gress and the Comptroller General of the United
16	States a multiyear acquisition strategy to—
17	"(A) guide the overall direction of the ac-
18	quisitions of the Department while allowing
19	flexibility to deal with ever-changing threats
20	and risks; and
21	"(B) help industry better understand,
22	plan, and align resources to meet the future ac-
23	quisition needs of the Department.
24	"(2) UPDATES.—The strategy required under
25	paragraph (1) shall be updated and included in each

1	Future Years Homeland Security Program required
2	under section 874.
3	"(3) FORM.—The Secretary shall—
4	"(A) submit the strategy required under
5	paragraph (1) in unclassified form, but may in-
6	clude a classified annex for any sensitive or
7	classified information if necessary; and
8	"(B) publish the strategy required under
9	paragraph (1) in an unclassified format that is
10	publicly available.
11	"(c) Consultation.—In developing the strategy re-
12	quired under subsection (b), the Secretary shall, as the
13	Secretary determines appropriate, consult with head-
14	quarters, components, employees in the field, and individ-
15	uals from industry and the academic community.
16	"(d) Contents of Strategy.—The strategy re-
17	quired under subsection (b) shall include the following:
18	"(1) Prioritized list.—A systematic and in-
19	tegrated prioritized list developed by the Under Sec-
20	retary for Management in coordination with all of
21	the Component Acquisition Executives of major ac-
22	quisition programs that Department and component
23	acquisition investments seek to address, including
24	the expected security and economic benefit of the
25	program or system that is the subject of acquisition

1	and an analysis of how the security and economic
2	benefit derived from the program or system will be
3	measured.
4	"(2) Inventory.—A plan to develop a reliable
5	Department-wide inventory of investments and real
6	property assets to help the Department—
7	"(A) plan, budget, schedule, and acquire
8	upgrades of the systems and equipment of the
9	Department; and
10	"(B) plan for the acquisition and manage-
11	ment of future systems and equipment.
12	"(3) Funding gaps.—A plan to address fund-
13	ing gaps between funding requirements for major ac-
14	quisition programs and known available resources,
15	including, to the maximum extent practicable, ways
16	of leveraging best practices to identify and eliminate
17	overpayment for items to—
18	"(A) prevent wasteful purchasing;
19	"(B) achieve the greatest level of efficiency
20	and cost savings by rationalizing purchases;
21	"(C) align pricing for similar items; and
22	"(D) utilize purchase timing and econo-
23	mies of scale

1	"(4) Identification of capabilities.—An
2	identification of test, evaluation, modeling, and sim-
3	ulation capabilities that will be required to—
4	"(A) support the acquisition of tech-
5	nologies to meet the needs of the strategy;
6	"(B) leverage to the greatest extent pos-
7	sible emerging technological trends and re-
8	search and development trends within the pub-
9	lic and private sectors; and
10	"(C) identify ways to ensure that appro-
11	priate technology is acquired and integrated
12	into the operating doctrine of the Department
13	to improve mission performance.
14	"(5) Focus on flexible solutions.—An as-
15	sessment of ways the Department can improve the
16	ability of the Department to test and acquire innova-
17	tive solutions to allow needed incentives and protec-
18	tions for appropriate risk-taking in order to meet the
19	acquisition needs of the Department with resiliency,
20	agility, and responsiveness to assure homeland secu-
21	rity and facilitate trade.
22	"(6) Focus on incentives to save tax-
23	PAYER DOLLARS.—An assessment of ways the De-
24	partment can develop incentives for program man-

1	agers and senior acquisition officials of the Depart-
2	ment to—
3	"(A) prevent cost overruns;
4	"(B) avoid schedule delays; and
5	"(C) achieve cost savings in major acquisi-
6	tion programs.
7	"(7) Focus on addressing delays and bid
8	PROTESTS.—An assessment of ways the Department
9	can improve the acquisition process to minimize cost
10	overruns in—
11	"(A) requirements development;
12	"(B) procurement announcements;
13	"(C) requests for proposals;
14	"(D) evaluations of proposals;
15	"(E) protests of decisions and awards; and
16	"(F) the use of best practices.
17	"(8) Focus on improving outreach.—An
18	identification and assessment of ways to increase op-
19	portunities for communication and collaboration with
20	industry, small and disadvantaged businesses, intra-
21	government entities, university centers of excellence,
22	accredited certification and standards development
23	organizations, and national laboratories to ensure
24	that the Department understands the market for
25	technologies, products, and innovation that is avail-

1	able to meet the mission needs of the Department
2	and to inform the requirements-setting process of
3	the Department before engaging in an acquisition
4	including—
5	"(A) methods designed especially to engage
6	small and disadvantaged businesses, a cost-ben-
7	efit analysis of the tradeoffs that small and dis-
8	advantaged businesses provide, information re-
9	lating to barriers to entry for small and dis-
10	advantaged businesses, and information relating
11	to unique requirements for small and disadvan-
12	taged businesses; and
13	"(B) within the Department Vendor Com-
14	munication Plan and Market Research Guide
15	instructions for interaction by acquisition pro-
16	gram managers with those entities to—
17	"(i) prevent misinterpretation of ac-
18	quisition regulations; and
19	"(ii) permit, within legal and ethical
20	boundaries, interacting with those entities
21	with transparency.
22	"(9) Competition.—A plan regarding competi-
23	tion under subsection (e).

1	"(10) Acquisition workforce.—A plan re-
2	garding the Department acquisition workforce under
3	subsection (f).
4	"(e) Competition Plan.—The strategy required
5	under subsection (b) shall include a plan to address ac-
6	tions to ensure competition, or the option of competition,
7	for major acquisition programs, which may include assess-
8	ments of the following measures in appropriate cases if
9	the measures are cost effective:
10	"(1) Competitive prototyping.
11	"(2) Dual-sourcing.
12	"(3) Unbundling of contracts.
13	"(4) Funding of next generation prototype sys-
14	tems or subsystems.
15	"(5) Use of modular, open architectures to en-
16	able competition for upgrades.
17	"(6) Acquisition of complete technical data
18	packages.
19	"(7) Periodic competitions for subsystem up-
20	grades.
21	"(8) Licensing of additional suppliers, including
22	small businesses.
23	"(9) Periodic system or program reviews to ad-
24	dress long-term competitive effects of program deci-
25	sions.

1	"(f) Acquisition Workforce Plan.—
2	"(1) Acquisition workforce.—The strategy
3	required under subsection (b) shall include a plan to
4	address Department acquisition workforce account-
5	ability and talent management that—
6	"(A) identifies the acquisition workforce
7	needs of each component performing acquisition
8	functions; and
9	"(B) develops options for filling those
10	needs with qualified individuals, including a
11	cost-benefit analysis of contracting for acquisi-
12	tion assistance.
13	"(2) Additional matters covered.—The
14	acquisition workforce plan under this subsection
15	shall address ways to—
16	"(A) improve the recruitment, hiring,
17	training, and retention of Department acquisi-
18	tion workforce personnel, including contracting
19	officers' representatives, in order to retain high-
20	ly qualified individuals who have experience in
21	the acquisition life cycle, complex procurements
22	and management of large programs;
23	"(B) empower program managers to have
24	the authority to manage their programs in an

1	accountable and transparent manner as such
2	managers work with the acquisition workforce;
3	"(C) prevent duplication within Depart-
4	ment acquisition workforce training and certifi-
5	cation requirements through leveraging existing
6	training within the Federal Government, aca-
7	demic community, or private industry;
8	"(D) achieve integration and consistency
9	with Government-wide training and accredita-
10	tion standards, acquisition training tools, and
11	training facilities;
12	"(E) designate the acquisition positions
13	that will be necessary to support the acquisition
14	requirements of the Department, including in
15	the fields of—
16	"(i) program management;
17	"(ii) systems engineering;
18	"(iii) procurement, including con-
19	tracting;
20	"(iv) test and evaluation;
21	"(v) life cycle logistics;
22	"(vi) cost estimating and program fi-
23	nancial management; and

1	"(vii) additional disciplines appro-
2	priate to the mission needs of the Depart-
3	ment;
4	"(F) strengthen the performance of con-
5	tracting officers' representatives (as defined in
6	subpart 1.602–2 and subpart 2.101 of the Fed-
7	eral Acquisition Regulation), including by—
8	"(i) assessing the extent to which
9	those representatives are certified and re-
10	ceive training that is appropriate;
11	"(ii) assessing what training is most
12	effective with respect to the type and com-
13	plexity of assignment; and
14	"(iii) implementing actions to improve
15	training based on those assessments; and
16	"(G) identify ways to increase training for
17	relevant investigators and auditors of the De-
18	partment to examine fraud in major acquisition
19	programs, including identifying opportunities to
20	leverage existing Federal Government and pri-
21	vate sector resources in coordination with the
22	Inspector General of the Department.".
23	(b) CLERICAL AMENDMENT.—The table of contents
24	in section 1(b) of the Homeland Security Act of 2002

1	(Public Law 107–296; 116 Stat. 2135) is amended by in-
2	serting after the item relating to section 835 the following:
	"Sec. 836. Multiyear acquisition strategy.".
3	SEC. 3. GOVERNMENT ACCOUNTABILITY OFFICE REVIEW
4	OF MULTIYEAR ACQUISITION STRATEGY.
5	(a) Definitions.—In this section—
6	(1) the terms "acquisition", "best practices",
7	and "major acquisition program" have the meanings
8	given those terms in section 836 of the Homeland
9	Security Act of 2002, as added by section 2 of this
10	Act; and
11	(2) the term "Department" means the Depart-
12	ment of Homeland Security.
13	(b) Review.—Not later than 180 days after the date
14	on which the Secretary of Homeland Security submits the
15	first multiyear acquisition strategy required under section
16	836 of the Homeland Security Act of 2002, as added by
17	section 2 of this Act, after the date of enactment of this
18	Act, the Comptroller General of the United States shall
19	conduct a review of the strategy and analyze the viability
20	of the effectiveness of the strategy in—
21	(1) complying with the requirements of such
22	section 836;
23	(2) establishing clear connections between De-
24	partment objectives and acquisition priorities;

- (3) demonstrating that Department acquisition
  policy reflects program management best practices
  and standards;
  - (4) ensuring competition or the option of competition for major acquisition programs;
    - (5) considering potential cost savings through using existing technologies when developing acquisition program requirements;
  - (6) preventing duplication within Department acquisition workforce training requirements through leveraging already-existing training within the Federal Government, academic community, or private industry; and
  - (7) providing incentives for acquisition program managers to reduce acquisition and procurement costs through the use of best practices and disciplined program management.
- 18 (c) Report.—The Comptroller General of the United 19 States shall submit to the Committee on Homeland Secu-20 rity and Governmental Affairs and the Committee on Ap-21 propriations of the Senate and the Committee on Home-22 land Security and the Committee on Appropriations of the
- 23 House of Representatives a report on the review conducted

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- 1 under subsection (b), which shall be submitted in unclassi-
- 2 fied form but may include a classified annex.

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