#### 116TH CONGRESS 1ST SESSION H.R. 2609

### 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-
  - 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 Acquisition Re-3 view Board Act of 2019".

#### 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—

"(1) strengthen accountability and uniformity 12 13 within the Department acquisition review process; 14 "(2) review major acquisition programs; and 15 "(3) review the use of best practices. 16 "(b) Composition.— "(1) CHAIR.—The Under Secretary for Man-17 18 agement shall serve as chair of the Board. 19 "(2) PARTICIPATION.— The Secretary shall en-20 sure participation by other relevant Department offi-21 cials with responsibilities related to acquisitions as 22 permanent members of the Board. "(3) OVERSIGHT.—The Under Secretary for 23 24 Management shall designate a full time employee of

the Department to oversee the operations of theBoard.

| 1  | "(c) MEETINGS.—The Board shall meet regularly for          |
|----|------------------------------------------------------------|
| 2  | purposes of ensuring all acquisitions processes proceed in |
| 3  | a timely fashion to achieve mission readiness. The Board   |
| 4  | shall convene at the Secretary's discretion and at any     |
| 5  | time—                                                      |
| 6  | "(1) a major acquisition program—                          |
| 7  | "(A) requires authorization to proceed                     |
| 8  | from one acquisition decision event to another             |
| 9  | throughout the acquisition life cycle;                     |
| 10 | "(B) is in breach of its approved require-                 |
| 11 | ments; or                                                  |
| 12 | "(C) requires additional review, as deter-                 |
| 13 | mined by the Under Secretary for Management;               |
| 14 | or                                                         |
| 15 | "(2) a non-major acquisition program requires              |
| 16 | review, as determined by the Under Secretary for           |
| 17 | Management.                                                |
| 18 | "(d) RESPONSIBILITIES.—The responsibilities of the         |
| 19 | Board are as follows:                                      |
| 20 | "(1) Determine whether a proposed acquisition              |
| 21 | has met the requirements of key phases of the acqui-       |
| 22 | sition life cycle framework and is able to proceed to      |
| 23 | the next phase and eventual full production and de-        |
| 24 | ployment.                                                  |

"(2) Oversee whether a proposed acquisition's
 business strategy, resources, management, and ac countability is executable and is aligned to strategic
 initiatives.

5 "(3) Support the person with acquisition deci-6 sion authority for an acquisition in determining the 7 appropriate direction for such acquisition at key ac-8 quisition decision events.

9 "(4) Conduct systematic reviews of acquisitions 10 to ensure that such acquisitions are progressing in 11 compliance with the approved documents for their 12 current acquisition phases.

13 "(5) Review the acquisition documents of each 14 major acquisition program, including the acquisition 15 program baseline and documentation reflecting con-16 sideration of tradeoffs among cost, schedule, and 17 performance objectives, to ensure the reliability of 18 underlying data.

19 "(6) Ensure that practices are adopted and im-20 plemented to require consideration of trade-offs 21 among cost, schedule, and performance objectives as 22 part of the process for developing requirements for 23 major acquisition programs prior to the initiation of 24 the second acquisition decision event, including, at a 25 minimum, the following practices:

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"(A) Department officials responsible for 1 2 acquisition, budget, and cost estimating func-3 tions are provided with the appropriate oppor-4 tunity to develop estimates and raise cost and 5 schedule matters before performance objectives 6 are established for capabilities when feasible. 7 "(B) Full consideration is given to possible 8 trade-offs among cost, schedule, and perform-9 ance objectives for each alternative. 10 "(e) Acquisition Program Baseline Report Re-11 QUIREMENT.—If the person exercising acquisition decision 12 authority over a major acquisition program approves such program to proceed into the planning phase before such 13 program has a Department-approved acquisition program 14 15 baseline, the Under Secretary for Management shall create and approve an acquisition program baseline report 16 17 regarding such approval, and the Secretary shall— 18 "(1) within 7 days after an acquisition decision

18 "(1) within 7 days after an acquisition decision
19 memorandum is signed, notify in writing the Com20 mittee on Homeland Security of the House of Rep21 resentatives and the Committee on Homeland Secu22 rity and Governmental Affairs of the Senate of such
23 decision; and

24 "(2) within 60 days after the acquisition deci-25 sion memorandum is signed, submit to such commit-

1 tees a written explanation of the rationale for such 2 decision and a plan of action to address acquisition 3 program baseline requirements for such program. "(f) REPORT.—The Under Secretary for Manage-4 5 ment shall provide information to the Committee on 6 Homeland Security of the House of Representatives and 7 the Committee on Homeland Security and Governmental 8 Affairs of the Senate on an annual basis through fiscal 9 year 2024 on the activities of the Board for the prior fiscal 10 year that includes information relating to the following: 11 "(1) For each meeting of the Board, any acqui-12 sition decision memoranda. 13 "(2) Results of the systematic reviews con-14 ducted pursuant to paragraph (4) of subsection (d). 15 "(3) Results of acquisition document reviews re-16 quired pursuant to paragraph (5) of subsection (d). "(4) Activities to ensure that practices are 17 18 adopted and implemented throughout the Depart-19 ment pursuant to paragraph (6) of subsection (d). "(g) DEFINITIONS.—In this section: 20 21 "(1) ACQUISITION.—The term 'acquisition' has 22 the meaning given such term in section 131 of title 23 41, United States Code. "(2) Acquisition decision authority.—The 24 25 term 'acquisition decision authority' means the au-

| 1  | thority, held by the Secretary acting through the  |
|----|----------------------------------------------------|
| 2  | Deputy Secretary or Under Secretary for Manage-    |
| 3  | ment to—                                           |
| 4  | "(A) ensure compliance with Federal law,           |
| 5  | the Federal Acquisition Regulation, and De-        |
| 6  | partment acquisition management directives;        |
| 7  | "(B) review (including approving, pausing,         |
| 8  | modifying, or cancelling) an acquisition pro-      |
| 9  | gram through the life cycle of such program;       |
| 10 | "(C) ensure that acquisition program man-          |
| 11 | agers have the resources necessary to success-     |
| 12 | fully execute an approved acquisition program;     |
| 13 | "(D) ensure good acquisition program               |
| 14 | management of cost, schedule, risk, and system     |
| 15 | performance of the acquisition program at          |
| 16 | issue, including assessing acquisition program     |
| 17 | baseline breaches and directing any corrective     |
| 18 | action for such breaches; and                      |
| 19 | "(E) ensure that acquisition program man-          |
| 20 | agers, on an ongoing basis, monitor cost, sched-   |
| 21 | ule, and performance against established base-     |
| 22 | lines and use tools to assess risks to an acquisi- |
| 23 | tion program at all phases of the life cycle of    |
| 24 | such program to avoid and mitigate acquisition     |
| 25 | program baseline breaches.                         |

"(3) ACQUISITION DECISION EVENT.—The term
"acquisition decision event', with respect to an acquisition program, means a predetermined point within
each of the acquisition phases at which the acquisition decision authority determines whether such acquisition program shall proceed to the next acquisition phase.

"(4) Acquisition decision memorandum.— 8 9 The term 'acquisition decision memorandum', with 10 respect to an acquisition, means the official acquisi-11 tion decision event record that includes a docu-12 mented record of decisions, exit criteria, and as-13 signed actions for such acquisition, as determined by 14 the person exercising acquisition decision authority 15 for such acquisition.

16 "(5) ACQUISITION PROGRAM.—The term 'acqui17 sition program' means the process by which the De18 partment acquires, with any appropriated amounts,
19 by contract for purchase or lease, property or serv20 ices (including construction) that support the mis21 sions and goals of the Department.

"(6) ACQUISITION PROGRAM BASELINE.—The
term 'acquisition program baseline', with respect to
an acquisition program, means a summary of the
cost, schedule, and performance parameters, ex-

| 1  | pressed in standard, measurable, quantitative terms, |
|----|------------------------------------------------------|
| 2  | which must be met in order to accomplish the goals   |
| 3  | of such program.                                     |
| 4  | "(7) BEST PRACTICES.—The term 'best prac-            |
| 5  | tices', with respect to acquisition, means a knowl-  |
| 6  | edge-based approach to capability development that   |
| 7  | includes—                                            |
| 8  | "(A) identifying and validating needs;               |
| 9  | "(B) assessing alternatives to select the            |
| 10 | most appropriate solution;                           |
| 11 | "(C) clearly establishing well-defined re-           |
| 12 | quirements;                                          |
| 13 | "(D) developing realistic cost assessments           |
| 14 | and schedules;                                       |
| 15 | "(E) securing stable funding that matches            |
| 16 | resources to requirements;                           |
| 17 | "(F) demonstrating technology, design,               |
| 18 | and manufacturing maturity;                          |
| 19 | "(G) using milestones and exit criteria or           |
| 20 | specific accomplishments that demonstrate            |
| 21 | progress;                                            |
| 22 | "(H) adopting and executing standardized             |
| 23 | processes with known success across programs;        |

| 1  | ((I) establishing an adequate workforce                    |
|----|------------------------------------------------------------|
| 2  | that is qualified and sufficient to perform nec-           |
| 3  | essary functions; and                                      |
| 4  | "(J) integrating the capabilities described                |
| 5  | in subparagraphs (A) through (I) into the De-              |
| 6  | partment's mission and business operations.                |
| 7  | "(8) Major acquisition program.—The term                   |
| 8  | 'major acquisition program' means a Department             |
| 9  | acquisition program that is estimated by the Sec-          |
| 10 | retary to require an eventual total expenditure of at      |
| 11 | least \$300 million (based on fiscal year 2019 con-        |
| 12 | stant dollars) over its life cycle cost.".                 |
| 13 | (b) CLERICAL AMENDMENT.—The table of contents              |
| 14 | in section 1(b) of the Homeland Security Act of 2002 (6    |
| 15 | U.S.C. 101 et seq.) is amended by inserting after the item |
| 16 | relating to section 835 the following new item:            |
|    | "Sec. 836. Acquisition Review Board.".                     |
|    | Passed the House of Representatives June 11, 2019.         |

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Passed the House of Representatives June 11, 2019. Attest:

Clerk.

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