118th CONGRESS 2D Session

To promote defense innovation, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. WICKER introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To promote defense innovation, 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; TABLE OF CONTENTS.

- 4 (a) SHORT TITLE.—This Act may be cited as the
- 5 "Fostering Reform and Government Efficiency in Defense
- 6 Act" or "FoRGED Act".
- 7 (b) TABLE OF CONTENTS.—The table of contents for
- 8 this Act is as follows:

Sec. 1. Short title; table of contents.

- Sec. 101. Repeals of existing law to streamline the defense acquisition process.
- Sec. 102. Modifications to current defense acquisition requirements.
- Sec. 103. Automatic sunset for future statutory reporting requirements.

TITLE II—DEFENSE ACQUISITION ROLES, RESPONSIBILITIES, AND ORGANIZATIONS

- Sec. 201. Transition of program executive officer role to portfolio acquisition executive.
- Sec. 202. Amendments to the Joint Requirements Oversight Council.
- Sec. 203. Matters relating to the Director of Cost Assessment and Program Evaluation.
- Sec. 204. Establishment of Joint Requirements and Programming Board.
- Sec. 205. Capstone requirements.

TITLE III—RAPID ACQUISITION AND COMMERCIAL CONTRACTING

- Sec. 301. Milestone A.
- Sec. 302. Modification to acquisition strategy.
- Sec. 303. Exemptions for nontraditional defense contractors.
- Sec. 304. Modifications to treatment of certain products and services as commercial products and commercial services.
- Sec. 305. Modification to nontraditional defense contractor definitions.
- Sec. 306. Alternative capability based pricing.
- Sec. 307. Modifications to certain procurement thresholds.
- Sec. 308. Modifications to commercial solutions openings.
- Sec. 309. Modifications to other transactions.
- Sec. 310. Modifications to commercial product and commercial service determinations by Department of Defense.
- Sec. 311. Commercially acceptable transaction and payment methods.
- Sec. 312. Transparency and accountability of contract awards.
- Sec. 313. Limitation on required flowdown of contract clauses to subcontractors providing commercial products or commercial services.
- Sec. 314. Modifications to relationship of other provisions of law to procurement of commercial products and commercial services.
- Sec. 315. Nontraditional defense contractor commercial solutions opening.
- Sec. 316. Program management office competition.
- Sec. 317. Middle tier of acquisition for rapid prototyping and rapid fielding.
- Sec. 318. Revision and codification of software acquisition pathways.
- Sec. 319. Modifications to steps to identify and address potential unfair com-
- petitive advantage of technical advisors to acquisition officials. Sec. 320. Modifications to procurement for experimental purposes.
- Sec. 321. Consumption-based solutions.

TITLE IV—PROMOTION OF COMPETITION IN THE DEFENSE INDUSTRIAL BASE

- Sec. 401. Program for enhancing secondary sources and supply chain management for the Department of Defense.
- Sec. 402. Administration of the industrial expansion program.

TITLE V—DEFENSE BUDGETING PROCESSES

- Sec. 501. Review of structure of the budget and appropriations for funding of defense acquisition programs.
- Sec. 502. Modifications to the Defense Modernization Account.
- Sec. 503. Amendments and repeals to budgetary requirements for defense acquisition.

1	SEC. 101. REPEALS OF EXISTING LAW TO STREAMLINE THE
2	DEFENSE ACQUISITION PROCESS.
3	(a) IN GENERAL.—The following provisions are here-
4	by repealed:
5	(1) Section 3067 of title 10, United States
6	Code.
7	(2) Section 3070 of title 10, United States
8	Code.
9	(3) Section 3072 of title 10, United States
10	Code.
11	(4) Section 874 of the National Defense Au-
12	thorization Act for Fiscal Year 2018 (Public Law
13	115–91; 10 U.S.C. note prec. 3101).
14	(5) Section 913 of the National Defense Au-
15	thorization Act for Fiscal Year 2018 (Public Law
16	115–91; 10 U.S.C. note prec. 3101).
17	(6) Section 810 of the National Defense Au-
18	thorization Act for Fiscal Year 2016 (Public Law
19	114–92; 10 U.S.C. note prec. 3101).
20	(7) Chapter 205 of title 10, United States
21	Code.
22	(8) Section 8669b of title 10, United States
23	Code.
24	(9) Section 8669c of title 10, United States
25	Code.

1	(10) Section 8688 of title 10, United States
2	Code.
3	(11) Section 8696 of title 10, United States
4	Code.
5	(12) Section 3135 of title 10, United States
6	Code.
7	(13) Section 3138 of title 10, United States
8	Code.
9	(14) Section 843 of the National Defense Au-
10	thorization Act for Fiscal Year 2013 (Public Law
11	112–239; 10 U.S.C. note prec. 3151).
12	(15) Section 3152 of title 10, United States
13	Code.
14	(16) Section 3153 of title 10, United States
15	Code.
16	(17) Section 3154 of title 10, United States
17	Code.
18	(18) Section 1281 of the National Defense Au-
19	thorization Act for Fiscal Year 2017 (Public Law
20	114–328; 10 U.S.C. 3153 note).
21	(19) Section 153 of the National Defense Au-
22	thorization Act for Fiscal Year 2024 (Public Law
23	118–31; 10 U.S.C. note prec. 3201).
24	(20) Subsections (a)–(c) of section 804 of the
25	Duncan Hunter National Defense Authorization Act

1	for Fiscal Year 2009 (Public Law 110–417; 122
2	Stat. 4356).
3	(21) Section 822 of the National Defense Au-
4	thorization Act for Fiscal Year 1996 (Public Law
5	104–106; 10 U.S.C. note prec. 3201).
6	(22) Section 892 of the National Defense Au-
7	thorization Act for Fiscal Year 2008 (Public Law
8	110–181; 10 U.S.C. 3201 note).
9	(23) Section 805 of the National Defense Au-
10	thorization Act for Fiscal Year 2004 (Public Law
11	108–136; 10 U.S.C. 3201 note).
12	(24) Section 823 of the National Defense Au-
13	thorization Act for Fiscal Year 2020 (Public Law
14	116–92; 10 U.S.C. 3204 note).
15	(25) Section 802 of the National Defense Au-
16	thorization Act for Fiscal Year 2020 (Public Law
17	116–92; 10 U.S.C. 3206 note).
18	(26) Section 3207 of title 10, United States
19	Code.
20	(27) Section 807 of the National Defense Au-
21	thorization Act for Fiscal Year 2018 (Public Law
22	115–91; 10 U.S.C. 3207 note).
23	(28) Section 3208 of title 10, United States
24	Code.

1	(29) Section 3222 of title 10, United States
2	Code.
3	(30) Section 3223 of title 10, United States
4	Code.
5	(31) Section 3224 of title 10, United States
6	Code.
7	(32) Section 3225 of title 10, United States
8	Code.
9	(33) Section 856 of the National Defense Au-
10	thorization Act for Fiscal Year 2024 (Public Law
11	118–31; 10 U.S.C. note prec. 3241).
12	(34) Section 1513 of the National Defense Au-
13	thorization Act for Fiscal Year 2024 (Public Law
14	118–31; 10 U.S.C. note prec. 3241).
15	(35) Section 219 of the James M. Inhofe Na-
16	tional Defense Authorization Act for Fiscal Year
17	2023 (Public Law 117–263; 10 U.S.C. note prec.
18	3241).
19	(36) Section 220 of the James M. Inhofe Na-
20	tional Defense Authorization Act for Fiscal Year
21	2023 (Public Law 117–263; 10 U.S.C. note prec.
22	3241).
23	(37) Section 334 of the National Defense Au-
24	thorization Act for Fiscal Year 2018 (Public Law
25	115–91; 10 U.S.C. note prec. 3241).

	•
1	(38) Section 231 of the National Defense Au-
2	thorization Act for Fiscal Year 2017 (Public Law
3	114–328; 10 U.S.C. note prec. 3241).
4	(39) Section 852 of the Carl Levin and Howard
5	P. "Buck" McKeon National Defense Authorization
6	Act for Fiscal Year 2015 (Public Law 113–291; 10
7	U.S.C. note prec. 3241).
8	(40) Section 127 of the Ike Skelton National
9	Defense Authorization Act for Fiscal Year 2011
10	(Public Law 111–383; 10 U.S.C. note prec. 3241).
11	(41) .—Subsections (a)–(f) of section 866 of
12	the Ike Skelton National Defense Authorization Act
13	for Fiscal Year 2011 (Public Law 111–383; 10
14	U.S.C. note prec. 3241).
15	(42) Section 143 of the Duncan Hunter Na-
16	tional Defense Authorization Act for Fiscal Year
17	2009 (Public Law 110–417; 10 U.S.C. note prec.
18	3241).
19	(43) Section 254 of the Duncan Hunter Na-
20	tional Defense Authorization Act for Fiscal Year
21	2009 (Public Law 110–417; 10 U.S.C. note prec.
22	3241).
23	(44) Section 886 of the National Defense Au-
24	thorization Act for Fiscal Year 2008 (Public Law
25	110–181; 10 U.S.C. note prec. 3241).

	-
1	(45) Section 890 of the National Defense Au-
2	thorization Act for Fiscal Year 2008 (Public Law
3	110–181; 10 U.S.C. note prec. 3241).
4	(46) Subsections (a)–(c) of section 130 of the
5	John Warner National Defense Authorization Act
6	for Fiscal Year 2007 (Public Law 109–364; 10
7	U.S.C. note prec. 3241).
8	(47) Section 851 of the Ronald W. Reagan Na-
9	tional Defense Authorization Act for Fiscal Year
10	2005 (Public Law 108–375; 10 U.S.C. note prec.
11	3241).
12	(48) Subsection (a)–(c) of section 802 of the
13	National Defense Authorization Act for Fiscal Year
14	2004 (Public Law 108–136; 10 U.S.C. note prec.
15	3241).
16	(49) Section 314 of the Bob Stump National
17	Defense Authorization Act for Fiscal Year 2003
18	(Public Law 107–314; 10 U.S.C. note prec. 3241).
19	(50) Section 826 of the Floyd D. Spence Na-
20	tional Defense Authorization Act for Fiscal Year
21	2001 (Public Law 106–398; 10 U.S.C. note prec.
22	3241).
23	(51) Section 806 of the Strom Thurmond Na-
24	tional Defense Authorization Act for Fiscal Year

1	1999 (Public Law 105–261; 10 U.S.C. note prec.
2	3241).
3	(52) Section 797 of the Department of Defense
4	Appropriation Act, 1983 (96 Stat. 1865)(as enacted
5	into law by section 101(c) of the Further Continuing
6	Appropriations Act, 1983 (Public Law 97–377; 96
7	Stat. 1833).
8	(53) Section 3241 of title 10, United States
9	Code.
10	(54) Section 368 of the National Defense Au-
11	thorization Act for Fiscal Year 2012 (Public Law
12	112–81; 10 U.S.C. 3303 note).
13	(55) Section 818(a) of the National Defense
14	Authorization Act for Fiscal Year 2018 (Public Law
15	115–91; 10 U.S.C. 3304 note).
16	(56) Section 3247 of title 10, United States
17	Code.
18	(57) Section 3323 of title 10, United States
19	Code.
20	(58) Section 875 of the National Defense Au-
21	thorization Act for Fiscal Year 2022 (Public Law
22	117–81; 10 U.S.C. note prec. 3344).
23	(59) Section 822 of the John S. McCain Na-
24	tional Defense Authorization Act for Fiscal Year

1	2019 (Public Law 115–232; 10 U.S.C. note prec.
2	3344).
3	(60) Section 816 of the National Defense Au-
4	thorization Act for Fiscal Year 2006 (Public Law
5	109–163; 10 U.S.C. note prec. 3344).
6	(61) Section 809 of the National Defense Au-
7	thorization Act for Fiscal Year 2008 (Public Law
8	110–181; 10 U.S.C. note prec. 3371).
9	(62) Section 3371 of title 10, United States
10	Code.
11	(63) Section 3373 of title 10, United States
12	Code.
13	(64) Section 3374 of title 10, United States
14	Code.
15	(65) Section 883 of the James M. Inhofe Na-
16	tional Defense Authorization Act for Fiscal Year
17	2023 (Public Law 117–263; 10 U.S.C. 3372 note).
18	(66) Section 13004 of the Coronavirus Aid, Re-
19	lief, and Economic Security Act (Public Law 116–
20	136; 10 U.S.C. 3372 note).
21	(67) Section 3375 of title 10, United States
22	Code.
23	(68) Section 3455 of title 10, United States
24	Code.

1	(69) Section $803(a)(3)$ of the National Defense
2	Authorization Act for Fiscal Year 2022 (Public Law
3	117–81; 10 U.S.C. 3458).
4	(70) Section 8008 of the Department of De-
5	fense Appropriations Act, 1998 (Public Law 105–
6	56; 10 U.S.C. 3501).
7	(71) Section 318 of the National Defense Au-
8	thorization Act for Fiscal Year 2002 (Public Law
9	107–107; 10 U.S.C. note prec. 3671).
10	(72) Section 1018 of the John Warner National
11	Defense Authorization Act for Fiscal Year 2007
12	(Public Law 109–364; 10 U.S.C. note prec. 3671).
13	(73) Section 3678 of title 10, United States
14	Code.
15	(74) Section 133 of the Bob Stump National
16	Defense Authorization Act for Fiscal Year 2003
17	(Public Law 107–314; 10 U.S.C. 3678 note).
18	(75) Chapter 258 of title 10, United States
19	Code.
20	(76) Section 308 of the 2002 Supplemental Ap-
21	propriations Act for Further Recovery From and
22	Response To Terrorist Attacks on the United States
23	(Public Law 107–206, 10 U.S.C. 3678 note).

1	(77) Section 831 of the National Defense Au-
2	thorization Act for Fiscal Year 2013 (Public Law
3	112–239; 10 U.S.C. note prec. 3701).
4	(78) Section 817 of the Bob Stump National
5	Defense Authorization Act for Fiscal Year 2003
6	(Public Law 107–314; 10 U.S.C. note prec. 3701).
7	(79) Chapter 273 of title 10, United States
8	Code.
9	(80) Section 891 of the William M. (Mac)
10	Thornberry National Defense Authorization Act for
11	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
12	3804 note).
13	(81) Section 231 of the National Defense Au-
14	thorization Act for Fiscal Year 2024 (Public Law
15	118–31; 10 U.S.C. 4001 note).
16	(82) Section 1544 of the National Defense Au-
17	thorization Act for Fiscal Year 2024 (Public Law
18	118–31; 10 U.S.C. 4001 note).
19	(83) Section 225 of the James M. Inhofe Na-
20	tional Defense Authorization Act for Fiscal Year
21	2023 (Public Law 117–263; 10 U.S.C. 4001 note).
22	(84) Section 233 of the James M. Inhofe Na-
23	tional Defense Authorization Act for Fiscal Year
24	2023 (Public Law 117–263; 10 U.S.C. 4001 note).

1	(85) Section 236 of the James M. Inhofe Na-
2	tional Defense Authorization Act for Fiscal Year
3	2023 (Public Law 117–263; 10 U.S.C. 4001 note).
4	(86) Section 1513 of the James M. Inhofe Na-
5	tional Defense Authorization Act for Fiscal Year
6	2023 (Public Law 117–263; 10 U.S.C. 4001 note).
7	(87) Section 226 of the National Defense Au-
8	thorization Act for Fiscal Year 2022 (Public Law
9	117–81; 10 U.S.C. 4001 note).
10	(88) Section 229 of the National Defense Au-
11	thorization Act for Fiscal Year 2022 (Public Law
12	117–81; 10 U.S.C. 4001 note).
13	(89) Section 380 of the National Defense Au-
14	thorization Act for Fiscal Year 2022 (Public Law
15	117–81; 10 U.S.C. 4001 note).
16	(90) Section 823 of the National Defense Au-
17	thorization Act for Fiscal Year 2022 (Public Law
18	117–81; 10 U.S.C. 4001 note).
19	(91) Section 833 of the National Defense Au-
20	thorization Act for Fiscal Year 2022 (Public Law
21	117–81; 10 U.S.C. 4001 note).
22	(92) Section 220 of the William M. (Mac)
23	Thornberry National Defense Authorization Act for
24	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
25	4001 note).

	11
1	(93) Section 226 of the William M. (Mac)
2	Thornberry National Defense Authorization Act for
3	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
4	4001 note).
5	(94) Section 233 of the William M. (Mac)
6	Thornberry National Defense Authorization Act for
7	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
8	4001 note).
9	(95) Section 236 of the William M. (Mac)
10	Thornberry National Defense Authorization Act for
11	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
12	4001 note).
13	(96) Section 249 of the William M. (Mac)
14	Thornberry National Defense Authorization Act for
15	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
16	4001 note).
17	(97) Section 223 of the National Defense Au-
18	thorization Act for Fiscal Year 2020 (Public Law
19	116–92; 10 U.S.C. 4001 note).
20	(98) Section 228 of the National Defense Au-
21	thorization Act for Fiscal Year 2020 (Public Law
22	116–92; 10 U.S.C. 4001 note).
23	(99) Section 229 of the National Defense Au-
24	thorization Act for Fiscal Year 2020 (Public Law
25	116–92; 10 U.S.C. 4001 note).

1	(100) Section 232 of the National Defense Au-
2	thorization Act for Fiscal Year 2020 (Public Law
3	116–92; 10 U.S.C. 4001 note).
4	(101) Section 227 of the John S. McCain Na-
5	tional Defense Authorization Act for Fiscal Year
6	2019 (Public Law 115–232; 10 U.S.C. 4001 note).
7	(102) Section 217 of the National Defense Au-
8	thorization Act for Fiscal Year 2018 (Public Law
9	115–91; 10 U.S.C. 4001 note).
10	(103) Section 1056 of the National Defense
11	Authorization Act for Fiscal Year 2016 (Public Law
12	114–92; 10 U.S.C. 4001 note).
13	(104) Section 802 of the Cooperative Threat
14	Reduction Act of 1993 (Public Law 103–160; 10
15	U.S.C. 4001 note).
16	(105) Section 231 of the National Defense Au-
17	thorization Act for Fiscal Year 2022 (Public Law
18	117–81; 10 U.S.C. 4007 note).
19	(106) Section 1603 of the National Defense
20	Authorization Act for Fiscal Year 2014 (Public Law
21	113–66; 10 U.S.C. 4007 note).
22	(107) Section 4010 of title 10, United States
23	Code.

1	(108) Section 222 of the John S. McCain Na-
2	tional Defense Authorization Act for Fiscal Year
3	2019 (Public Law 115–232; 10 U.S.C. 4014 note).
4	(109) Section 873 of the John S. McCain Na-
5	tional Defense Authorization Act for Fiscal Year
6	2019 (Public Law 115–232; 10 U.S.C. 4021 note).
7	(110) Section 13006 of the Coronavirus Aid,
8	Relief, and Economic Security Act (Public Law
9	116–136; 10 U.S.C. 4022 note).
10	(111) Section 1543 of the National Defense
11	Authorization Act for Fiscal Year 2024 (Public Law
12	118–31; 10 U.S.C. 4025 note).
13	(112) Section 1089 of the National Defense
14	Authorization Act for Fiscal Year 2018 (Public Law
15	115–91; 10 U.S.C. 4025 note).
16	(113) Section 4027 of title 10, United States
17	Code.
18	(114) Section 220 of the John S. McCain Na-
19	tional Defense Authorization Act for Fiscal Year
20	2019 (Public Law 115–232; 10 U.S.C. note prec.
21	4061).
22	(115) Section 230 of the John S. McCain Na-
23	tional Defense Authorization Act for Fiscal Year
24	2019 (Public Law 115–232; 10 U.S.C. note prec.
25	4061).

1	(116) Section 225 of the National Defense Au-
2	thorization Act for Fiscal Year 2018 (Public Law
3	115–91; 10 U.S.C. note prec. 4061).
4	(117) Section 812 of the National Defense Au-
5	thorization Act for Fiscal Year 2000 (Public Law
6	106–65; 10 U.S.C. note prec. 4061).
7	(118) Section 4066 of title 10, United States
8	Code.
9	(119) Section 4067 of title 10, United States
10	Code.
11	(120) Section 1708(b) of the William M. (Mac)
12	Thornberry National Defense Authorization Act for
13	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
14	4092 note).
15	(121) Section 250 of the William M. (Mac)
16	Thornberry National Defense Authorization Act for
17	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
18	4093 note).
19	(122) Sectional 1104(f) of the National Defense
20	Authorization Act for Fiscal Year 2006 (Public Law
21	109–163; 10 U.S.C. 4093 note).
22	(123) Section 4957 of title 10, United States
23	Code.

1	(124) Section 905 of the John S. McCain Na-
2	tional Defense Authorization Act for Fiscal Year
3	2019 (Public Law 115–232; 10 U.S.C. 4125 note).
4	(125) Section 235 of the National Defense Au-
5	thorization Act for Fiscal Year 2017 (Public Law
6	114–328; 10 U.S.C. 4126 note).
7	(126) Section 227 of the National Defense Au-
8	thorization Act for Fiscal Year 2024 (Public Law
9	118–31; 10 U.S.C. note prec. 4141).
10	(127) Section 252 of the National Defense Au-
11	thorization Act for Fiscal Year 2020 (Public Law
12	116–92; 10 U.S.C. note prec. 4141).
13	(128) Section 233 of the National Defense Au-
14	thorization Act for Fiscal Year 2017 (Public Law
15	114–328; 10 U.S.C. note prec. 4141).
16	(129) Section 4142 of title 10, United States
17	Code.
18	(130) Section 4143 of title 10, United States
19	Code.
20	(131) Section 843 of the John S. McCain Na-
21	tional Defense Authorization Act for Fiscal Year
22	2019 (Public Law 115–232; 10 U.S.C. note prec.
23	4171).

1	(132) Section 839 of the National Defense Au-
2	thorization Act for Fiscal Year 2018 (Public Law
3	115–91; 10 U.S.C. note prec. 4171).
4	(133) Section 242 of the National Defense Au-
5	thorization Act for Fiscal Year 2024 (Public Law
6	118–31; 10 U.S.C. note prec. 4172).
7	(134) Section 223 of the National Defense Au-
8	thorization Act for Fiscal Year 2022 (Public Law
9	117–81; 10 U.S.C. 4172 note).
10	(135) Section 1043 of the National Defense
11	Authorization Act for Fiscal Year 2010 (Public Law
12	111–84; 10 U.S.C. 4174 note).
13	(136) Section 828 of the National Defense Au-
14	thorization Act for Fiscal Year 2016 (Public Law
15	114–92; 10 U.S.C. note prec. 4201).
16	(137) Section 4203 of title 10, United States
17	Code.
18	(138) Section 4204 of title 10, United States
19	Code.
20	(139) Section 1676(b) of the National Defense
21	Authorization Act for Fiscal Year 2018 (Public Law
22	115–91; 10 U.S.C. 4205 note).
23	(140) Section 1683 of the National Defense
24	Authorization Act for Fiscal Year 2018 (Public Law
25	115–91; 10 U.S.C. 4205 note).

1	(141) Section 1685 of the National Defense
2	Authorization Act for Fiscal Year 2018 (Public Law
3	115–91; 10 U.S.C. 4205 note).
4	(142) Section 1686 of the National Defense
5	Authorization Act for Fiscal Year 2018 (Public Law
6	115–91; 10 U.S.C. 4205 note).
7	(143) Section 1688 of the National Defense
8	Authorization Act for Fiscal Year 2018 (Public Law
9	115–91; 10 U.S.C. 4205 note).
10	(144) Section 1681(b) of the National Defense
11	Authorization Act for Fiscal Year 2020 (Public Law
12	116–92; 10 U.S.C. 4205 note).
13	(145) Section 1687 of the National Defense
14	Authorization Act for Fiscal Year 2017 (Public Law
15	114–328; 10 U.S.C. 4205 note).
16	(146) Section 1689 of the National Defense
17	Authorization Act for Fiscal Year 2017 (Public Law
18	114–328; 10 U.S.C. 4205 note).
19	(147) Section 1692 of the National Defense
20	Authorization Act for Fiscal Year 2017 (Public Law
21	114–328; 10 U.S.C. 4205 note).
22	(148) Section 1618 of the National Defense
23	Authorization Act for Fiscal Year 2016 (Public Law
24	114–92; 10 U.S.C. 4205 note).

1	(149) Section 1675 of the National Defense
2	Authorization Act for Fiscal Year 2016 (Public Law
3	114–92; 10 U.S.C. 4205 note).
4	(150) Section 1680 of the National Defense
5	Authorization Act for Fiscal Year 2016 (Public Law
6	114–92; 10 U.S.C. 4205 note).
7	(151) Section 1681 of the National Defense
8	Authorization Act for Fiscal Year 2016 (Public Law
9	114–92; 10 U.S.C. 4205 note).
10	(152) Section 1682 of the National Defense
11	Authorization Act for Fiscal Year 2016 (Public Law
12	114–92; 10 U.S.C. 4205 note).
13	(153) Section 1684 of the National Defense
14	Authorization Act for Fiscal Year 2016 (Public Law
15	114–92; 10 U.S.C. 4205 note).
16	(154) Section 1684 of the National Defense
17	Authorization Act for Fiscal Year 2016 (Public Law
18	114–92; 10 U.S.C. 4205 note).
19	(155) Section 1687 of the National Defense
20	Authorization Act for Fiscal Year 2016 (Public Law
21	114–92; 10 U.S.C. 4205 note).
22	(156) Section 1662 of the Carl Levin and How-
23	ard P. "Buck" McKeon National Defense Authoriza-
24	tion Act for Fiscal Year 2015 (Public Law 113–291;
25	10 U.S.C. 4205 note).

1	(157) Section 1663 of the Carl Levin and How-
2	ard P. "Buck" McKeon National Defense Authoriza-
3	tion Act for Fiscal Year 2015 (Public Law 113–291;
4	10 U.S.C. 4205 note).
5	(158) Section 235 of the National Defense Au-
6	thorization Act for Fiscal Year 2014 (Public Law
7	113–66; 10 U.S.C. 4205 note).
8	(159) Section 237 of the National Defense Au-
9	thorization Act for Fiscal Year 2014 (Public Law
10	113–66; 10 U.S.C. 4205 note).
11	(160) Section 223(a)–(d) of the Ike Skelton
12	National Defense Authorization Act for Fiscal Year
13	2011 (Public Law 111–383; 10 U.S.C. 4205 note).
14	(161) Section 233 of the Duncan Hunter Na-
15	tional Defense Authorization Act for Fiscal Year
16	2009 (Public Law 110–417; 10 U.S.C. 4205 note).
17	(162) Section 223 of the John Warner National
18	Defense Authorization Act for Fiscal Year 2007
19	(Public Law 109–364; 10 U.S.C. 4205 note).
20	(163) Section 234 of the National Defense Au-
21	thorization Act for Fiscal Year 2006 (Public Law
22	109–163; 10 U.S.C. 4205 note).
23	(164) Section 232 of the Ronald W. Reagan
24	National Defense Authorization Act for Fiscal Year
25	2005 (Public Law 108–375; 10 U.S.C. 4205 note).

1	(165) Section 234 of the Ronald W. Reagan
2	National Defense Authorization Act for Fiscal Year
3	2005 (Public Law 108–375; 10 U.S.C. 4205 note).
4	(166) Section 224 of the Bob Stump National
5	Defense Authorization Act for Fiscal Year 2003
6	(Public Law 107–314; 10 U.S.C. 4205 note).
7	(167) Section 234 of the National Defense Au-
8	thorization Act for Fiscal Year 2002 (Public Law
9	107–107; 10 U.S.C. 4205 note).
10	(168) Section 3132 of the Floyd D. Spence Na-
11	tional Defense Authorization Act for Fiscal Year
12	2001 (Public Law 106–398; 10 U.S.C. 4205 note).
13	(169) Section 235 of the Cooperative Threat
14	Reduction Act of 1993 (Public Law 103–160; 10
15	U.S.C. 4205 note).
16	(170) Section 243 of the Cooperative Threat
17	Reduction Act of 1993 (Public Law 103–160; 10
18	U.S.C. 4205 note).
19	(171) Section 231 of the Armament Retooling
20	and Manufacturing Support Act of 1992 (Public
21	Law 102–484; 10 U.S.C. 4205 note).
22	(172) Section 224 of the Department of Energy
23	National Security and Military Applications of Nu-
24	clear Energy Authorization Act of 1988 (Public Law
25	100–180; 10 U.S.C. 4205 note).

1 (173) Section 227 of the Department of Energy 2 National Security and Military Applications of Nu-3 clear Energy Authorization Act of 1988 (Public Law 4 100–180; 10 U.S.C. 4205 note). 5 (174) Section 213 of the Barry Goldwater 6 Scholarship and Excellence in Education Act (Public 7 Law 99–661; 10 U.S.C. 4205 note). 8 (175) Section 1252 of the Defense Procurement 9 Reform Act of 1984 (Public Law 98–525; 10 U.S.C. 10 4205 note). 11 (176) Section 8104 of the Department of De-12 fense Appropriations Act, 1985 (10 U.S.C. 4205 13 note) (as enacted into law by section 101(h) of the 14 Joint Resolution entitled "Joint Resolution con-15 tinuing appropriations for the fiscal year 1985, and 16 for other purposes", approved October 12, 1984 17 (Public Law 98–473; 98 Stat. 1837). 18 (177) Section 208 of the Department of Energy 19 National Security and Military Applications of Nu-20 clear Energy Authorization Act of 1988 (Public Law 21 100–180; 10 U.S.C. 4205 note). 22 (178) Section 802 of the Military Construction 23 Authorization Act, 1981 (Public Law 96–418; 10 24 U.S.C. 4205 note).

	20
1	(179) Section 202 of the Department of De-
2	fense Authorization Act, 1981 (Public Law 96–342;
3	10 U.S.C. 4205 note).
4	(180) Section 202 of the Department of De-
5	fense Supplemental Appropriation Authorization
6	Act, 1979 (Public Law 96–29; 10 U.S.C. 4205
7	note).
8	(181) Section 608 of the Military Construction
9	Authorization Act, 1975 (Public Law 93-552; 10
10	U.S.C. 4205 note).
11	(182) Section 837 of the National Defense Au-
12	thorization Act for Fiscal Year 2018 (Public Law
13	115–91; 10 U.S.C. note prec. 4211).
14	(183) Section 812 of the Ike Skelton National
15	Defense Authorization Act for Fiscal Year 2011
16	(Public Law 111–383; 10 U.S.C. note prec. 4211).
17	(184) Section 806 of the National Defense Au-
18	thorization Act for Fiscal Year 2006 (Public Law
19	109–163; 10 U.S.C. note prec. 4211).
20	(185) Section 4212 of title 10, United States
21	Code.
22	(186) Section 4214 of title 10, United States
23	Code.
24	(187) Section 818(b)–(f) of the John Warner
25	National Defense Authorization Act for Fiscal Year

1	2007 (D 11', L = 100 264 10 U 0 0
1	2007 (Public Law 109–364; 10 U.S.C. note prec.
2	4231).
3	(188) Section 4231 of title 10, United States
4	Code.
5	(189) Section 832 of the National Defense Au-
6	thorization Act for Fiscal Year 2020 (Public Law
7	116–92; 10 U.S.C. 4251 note).
8	(190) Section $802(d)(2)$ of the National De-
9	fense Authorization Act for Fiscal Year 2016 (Pub-
10	lic Law 114–92; 10 U.S.C. 4251 note).
11	(191) Section $838(a)(3)-(4)$ of the National
12	Defense Authorization Act for Fiscal Year 2018
13	(Public Law 115–91; 10 U.S.C. 4252 note).
14	(192) Section $1047(d)$ of the Duncan Hunter
15	National Defense Authorization Act for Fiscal Year
16	2009 (Public Law 110–417; 10 U.S.C. 4252 note).
17	(193) Subchapter IV of chapter 322 of title 10,
18	United States Code.
19	(194) Section 814 of the Duncan Hunter Na-
20	tional Defense Authorization Act for Fiscal Year
21	2009 (Public Law 110–417; 10 U.S.C. 4271 note).
22	(195) Section 925(b) of the National Defense
23	Authorization Act for Fiscal Year 2017 (Public Law
24	114–328; 10 U.S.C. 4271 note).

1	(196) Section 802 of the National Defense Au-
2	thorization Act for Fiscal Year 2008 (Public Law
3	110–181; 10 U.S.C. 4292 note).
4	(197) Section 4321 of title 10, United States
5	Code.
6	(198) Section 4323 of title 10, United States
7	Code.
8	(199) Section 4325 of title 10, United States
9	Code.
10	(200) Section 4328 of title 10, United States
11	Code.
12	(201) Section 812 of the John Warner National
12	
12	Defense Authorization Act for Fiscal Year 2007
13	Defense Authorization Act for Fiscal Year 2007
13 14	Defense Authorization Act for Fiscal Year 2007 (Public Law 109–364; 10 U.S.C. 4325 note).
13 14 15	Defense Authorization Act for Fiscal Year 2007 (Public Law 109–364; 10 U.S.C. 4325 note). (202) Section 4372 of title 10, United States
13 14 15 16	Defense Authorization Act for Fiscal Year 2007 (Public Law 109–364; 10 U.S.C. 4325 note). (202) Section 4372 of title 10, United States Code.
13 14 15 16 17	Defense Authorization Act for Fiscal Year 2007 (Public Law 109–364; 10 U.S.C. 4325 note). (202) Section 4372 of title 10, United States Code. (203) Section 4373 of title 10, United States
 13 14 15 16 17 18 	Defense Authorization Act for Fiscal Year 2007 (Public Law 109–364; 10 U.S.C. 4325 note). (202) Section 4372 of title 10, United States Code. (203) Section 4373 of title 10, United States Code.
 13 14 15 16 17 18 19 	Defense Authorization Act for Fiscal Year 2007 (Public Law 109–364; 10 U.S.C. 4325 note). (202) Section 4372 of title 10, United States Code. (203) Section 4373 of title 10, United States Code. (204) Section 4376 of title 10, United States
 13 14 15 16 17 18 19 20 	 Defense Authorization Act for Fiscal Year 2007 (Public Law 109-364; 10 U.S.C. 4325 note). (202) Section 4372 of title 10, United States Code. (203) Section 4373 of title 10, United States Code. (204) Section 4376 of title 10, United States Code.
 13 14 15 16 17 18 19 20 21 	 Defense Authorization Act for Fiscal Year 2007 (Public Law 109-364; 10 U.S.C. 4325 note). (202) Section 4372 of title 10, United States Code. (203) Section 4373 of title 10, United States Code. (204) Section 4376 of title 10, United States Code. (205) Section 4377 of title 10, United States

1	(207) Subchapter II of chapter 327 of title 10,
2	United States Code.
3	(208) Section 224 of the National Defense Au-
4	thorization Act for Fiscal Year 2020 (Public Law
5	116–92; 10 U.S.C. note prec. 4501).
6	(209) Section 833 of the Ike Skelton National
7	Defense Authorization Act for Fiscal Year 2011
8	(Public Law 111–383; 10 U.S.C. note prec. 4501).
9	(210) Section 831(b) of the Ike Skelton Na-
10	tional Defense Authorization Act for Fiscal Year
11	2011 (Public Law 111–383; 10 U.S.C. note prec.
12	4501).
13	(211) Section 846 of the National Defense Au-
14	thorization Act for Fiscal Year 2013 (Public Law
15	112–239; 10 U.S.C. note prec. 4501).
16	(212) Section $863(a)$ -(h) of the Ike Skelton
17	National Defense Authorization Act for Fiscal Year
18	2011 (Public Law 111–383; 10 U.S.C. note prec.
19	4501).
20	(213) Section 808 of the National Defense Au-
21	thorization Act for Fiscal Year 2008 (Public Law
22	110–181; 10 U.S.C. note prec. 4501).
23	(214) Section 832 of the John Warner National
24	Defense Authorization Act for Fiscal Year 2007
25	(Public Law 109–364; 10 U.S.C. note prec. 4501).

1 (215) Section 4505 of title 10, United States 2 Code. 3 (216) Section 4506 of title 10, United States 4 Code. 5 (217) Section 883(e) of the National Defense 6 Authorization Act for Fiscal Year 2016 (Public Law 7 114–92; 10 U.S.C. note prec. 4571). (218) Section 938 of the National Defense Au-8 9 thorization Act for Fiscal Year 2014 (Public Law 10 113–66; 10 U.S.C. note prec. 4571). 11 (219) Section 1526 of the National Defense 12 Authorization Act for Fiscal Year 2024 (Public Law 13 118–31; 10 U.S.C. 4571 note). 14 (220) Section 221 of the James M. Inhofe Na-15 tional Defense Authorization Act for Fiscal Year 16 2023 (Public Law 117–263; 10 U.S.C. 4571 note). 17 (221) Section 233 of the National Defense Au-18 thorization Act for Fiscal Year 2022 (Public Law 19 117-81; 10 U.S.C. 4571 note). 20 (222) Section 224 of the William M. (Mac) 21 Thornberry National Defense Authorization Act for 22 Fiscal Year 2021(Public Law 116–283;10 U.S.C. 23 4571 note).

24 (223) Section 225 of the William M. (Mac)
25 Thornberry National Defense Authorization Act for

1	Fiscal Year 2021(Public Law 116–283;10 U.S.C.
2	4571 note).
3	(224) Section 835 of the William M. (Mac)
4	Thornberry National Defense Authorization Act for
5	Fiscal Year 2021(Public Law 116–283;10 U.S.C.
6	4571 note).
7	(225) Section 226 of the National Defense Au-
8	thorization Act for Fiscal Year 2020 (Public Law
9	116–92; 10 U.S.C. 4571 note).
10	(226) Section 231 of the National Defense Au-
11	thorization Act for Fiscal Year 2020 (Public Law
12	116–92; 10 U.S.C. 4571 note).
13	(227) Section 254 of the National Defense Au-
14	thorization Act for Fiscal Year 2020 (Public Law
15	116–92; 10 U.S.C. 4571 note).
16	(228) Section 255 of the National Defense Au-
17	thorization Act for Fiscal Year 2020 (Public Law
18	116–92; 10 U.S.C. 4571 note).
19	(229) Section 1651 of the National Defense
20	Authorization Act for Fiscal Year 2020 (Public Law
21	116–92; 10 U.S.C. 4571 note).
22	(230) Section 1755 of the National Defense
23	Authorization Act for Fiscal Year 2020 (Public Law
24	116–92; 10 U.S.C. 4571 note).

1	(231) Section 868 of the John S. McCain Na-
2	tional Defense Authorization Act for Fiscal Year
3	2019 (Public Law 115–232; 10 U.S.C. 4571 note).
4	(232) Section 1064 of the John S. McCain Na-
5	tional Defense Authorization Act for Fiscal Year
6	2019 (Public Law 115–232; 10 U.S.C. 4571 note).
7	(233) Section 1272 of the National Defense
8	Authorization Act for Fiscal Year 2018 (Public Law
9	115–91; 10 U.S.C. 4571 note).
10	(234) Section 854 of the Carl Levin and How-
11	ard P. 'Buck' McKeon National Defense Authoriza-
12	tion Act for Fiscal Year 2015 (Public Law 113–291;
13	10 U.S.C. 4571 note).
14	(235) Section 2867 of the National Defense
15	Authorization Act for Fiscal Year 2012 (Public Law
16	112–81; 10 U.S.C. 4571 note).
17	(236) Section 215 of the Ike Skelton National
18	Defense Authorization Act for Fiscal Year 2011
19	(Public Law 111–383; 10 U.S.C. 4571 note).
20	(237) Section 881 of the National Defense Au-
21	thorization Act for Fiscal Year 2008 (Public Law
22	110–181; 10 U.S.C. 4571 note).
23	(238) Section 804 of the Bob Stump National
24	Defense Authorization Act for Fiscal Year 2003
25	(Public Law 107–314; 10 U.S.C. 4571 note).

1	(239) Chapter 345 of title 10, United States
2	Code.
3	(240) Section 4703 of title 10, United States
4	Code.
5	(241) Section 334 of the National Defense Au-
6	thorization Act for Fiscal Year 2022 (Public Law
7	117–81; 10 U.S.C. 113 note).
8	(242) Section 378 of the National Defense Au-
9	thorization Act for Fiscal Year 2022 (Public Law
10	117–81; 10 U.S.C. 113 note).
11	(243) Section 846(a) of the William M. (Mac)
12	Thornberry National Defense Authorization Act for
13	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
14	4811 note).
15	(244) Section 4813 of title 10, United States
16	Code.
17	(245) Section 4814 of title 10, United States
18	Code.
19	(246) Section 4815 of title 10, United States
20	Code.
21	(247) Section 4816 of title 10, United States
22	Code.
23	(248) Section 4173 of title 10, United States
24	Code.

(249) Section 2228 of title 10, United States 1 2 Code. 3 (250) Section 3249 of title 10, United States 4 Code. 5 (251) Section 932 of the Ike Skelton National 6 Defense Authorization Act for Fiscal Year 2011 7 (Public Law 111–383; 10 U.S.C. 2224 note). 8 (252) Section 849 of the National Defense Au-9 thorization Act for Fiscal Year 2018 (Public Law 10 115–91; 131 Stat. 1487). 11 (253) Section 839 of the John S. McCain Na-12 tional Defense Authorization Act for Fiscal Year 13 2019 (Public Law 115–232; 132 Stat. 1876). 14 (254) Section 387(c) of the National Defense 15 Authorization Act for Fiscal Year 1998 (Public Law 16 105–85, 10 U.S.C. 195 note). 17 (255) Section 804 of the National Defense Au-18 thorization Act for Fiscal Year 2010 (Public Law 19 111-84; 123 Stat. 2402). 20 (256) Section 881 of the National Defense Au-21 thorization Act for Fiscal Year 2016 (Public Law 22 114–92; 10 U.S.C. note prec. 4601). 23 (257) Section 802 of the Ronald W. Reagan 24 National Defense Authorization Act for Fiscal Year

1	2005 (Public Law 108–375; 10 U.S.C. note prec.
2	3062).
3	(258) Section 326 of the National Defense Au-
4	thorization Act for Fiscal Year 1993 (Public Law
5	102–484; 10 U.S.C. 3201 note).
6	(259) Section 913 of the Department of De-
7	fense Authorization Act, 1986 (Public Law 99–145;
8	10 U.S.C. note prec. 3201).
9	(260) Section 821 of the National Defense Au-
10	thorization Act for Fiscal Year 2008 (Public Law
11	110–181; 10 U.S.C. note prec. 3451).
12	(261) Section $207(a)$ –(c) of the Weapon Sys-
13	tems Acquisition Reform Act of 2009 (Public Law
14	111–23; 10 U.S.C. note prec. 4292).
15	(262) Section 824(a) of the Ike Skelton Na-
16	tional Defense Authorization Act for Fiscal Year
17	2011 (Public Law 111–383; 10 U.S.C. 3774 note).
18	(263) Section 805 of the National Defense Au-
19	thorization Act for Fiscal Year 2008 (Public Law
20	110–181; 10 U.S.C. note prec. 3451).
21	(264) Section 844(b) of the National Defense
22	Authorization Act for Fiscal Year 2016 (Public Law
23	114–92; 10 U.S.C. 3453 note).

1	(265) Section 328 of the National Defense Au-
2	thorization Act for Fiscal Year 2010 (Public Law
3	111–84; 10 U.S.C. 2458 note).
4	(266) Section 325 of the Ronald W. Reagan
5	National Defense Authorization Act for Fiscal Year
6	2005 (Public Law 108–375; 10 U.S.C. 2461 note).
7	(267) Section 356 of the National Defense Au-
8	thorization Act for Fiscal Year 1996 (Public Law
9	104–106; 10 U.S.C. 2461 note).
10	(268) Section 256 of the Duncan Hunter Na-
11	tional Defense Authorization Act for Fiscal Year
12	2009 (Public Law 110–417; 10 U.S.C. 4811 note).
13	(269) Section 238(b) of the National Defense
14	Authorization Act for Fiscal Year 2008 (Public Law
15	110–181; 10 U.S.C. 4841 note).
16	(270) Subtitle D of title II of the National De-
17	fense Authorization Act for Fiscal Year 2006 (Pub-
18	lic Law 109–163; 119 Stat. 3175).
19	(271) Section 8062 of the Department of De-
20	fense Appropriations Act, 2004 (Public Law 108–
21	87; 10 U.S.C. 4841 note).
22	(272) Section 214 of the National Defense Au-
23	thorization Act for Fiscal Year 2008 (Public Law
24	110–181; 10 U.S.C. 4841 note).

1	(273) Section 227 of the National Defense Au-
2	thorization Act for Fiscal Year 2020 (Public Law
3	116–92; 10 U.S.C. 4841 note).
4	(274) Section 215 of the James M. Inhofe Na-
5	tional Defense Authorization Act for Fiscal Year
6	2023 (Public Law 117–263; 10 U.S.C. 4841 note).
7	(275) Section 223 of the National Defense Au-
8	thorization Act for Fiscal Year 2024 (Public Law
9	118–31; 10 U.S.C. 4841 note).
10	(276) Section 846 of the John S. McCain Na-
11	tional Defense Authorization Act for Fiscal Year
12	2019 (Public Law 115–232; 10 U.S.C. 4811 note).
13	(277) Section 849 of the William M. (Mac)
14	Thornberry National Defense Authorization Act for
15	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
16	4811 note).
17	(278) Section 847 of the National Defense Au-
18	thorization Act for Fiscal Year 2022 (Public Law
19	117–81; 10 U.S.C. 4811 note).
20	(279) Section 844 of the National Defense Au-
21	thorization Act for Fiscal Year 2022 (Public Law
22	117–81; 10 U.S.C. 4811 note).
23	(280) Section 8133 of the Department of De-
24	fense Appropriations Act, 2000 (Public Law 106–
25	79; 113 Stat. 1267).

1	(281) Section 867 of the National Defense Au-
2	thorization Act for Fiscal Year 2022 (Public Law
3	117–81; 10 U.S.C. 221 note).
4	(282) Section 322 of the National Defense Au-
5	thorization Act for Fiscal Year 2017 (Public 114–
6	328; 10 U.S.C. 2228 note).
7	(283) Section 813 of the National Defense Au-
8	thorization Act for Fiscal Year 2024 (Public Law
9	118–31; 10 U.S.C. 3458 note).
10	(284) Section 323 of the National Defense Au-
11	thorization Act for Fiscal Year 2014 (Public Law
12	113–66; 10 U.S.C. 4551).
13	(285) Section 218 of the William M. (Mac)
14	Thornberry National Defense Authorization Act for
15	Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
16	8013 note).
17	(b) Clerical Amendments.—
18	(1) The table of sections at the beginning of
19	chapter 131 of title 10, United States Code, is
20	amended by striking the item related to section
21	2228.
22	(2) The table of sections at the beginning of
23	chapter 203 of title 10, United States Code, is
24	amended by striking the items related to sections
25	3067, 3070, and 3072.

(3) The table of sections at the beginning of
 chapter 207 of title 10, United States Code, is
 amended by striking the items related to sections
 3135 and 3138.

5 (4) The table of sections at the beginning of
6 subchapter I of chapter 209 of title 10, United
7 States Code, is amended by striking the items re8 lated to sections 3152, 3153, and 3154.

9 (5) The table of sections at the beginning of 10 chapter 221 of title 10, United States Code, is 11 amended by striking the items related to sections 12 3207 and 3208.

(6) The table of sections at the beginning of
chapter 222 of title 10, United States Code, is
amended by striking the items related to sections
3222, 3223, 3224, and 3225.

17 (7) The table of sections at the beginning of
18 chapter 223 of title 10, United States Code, is
19 amended by striking the items related to sections
20 3241, 3247, and 3249.

(8) The table of sections at the beginning of
chapter 242 of title 10, United States Code, is
amended by striking the item related to section
3323.

1 (9) The table of sections at the beginning of 2 chapter 244 of title 10, United States Code, is 3 amended by striking the items related to sections 4 3371, 3373, 3374, and 3375. 5 (10) The table of sections at the beginning of 6 chapter 247 of title 10, United States Code, is 7 amended by striking the item related to section 8 3455. 9 (11) The table of sections at the beginning of 10 chapter 257 of title 10, United States Code, is 11 amended by striking the item related to section 12 3678. 13 (12) The table of sections at the beginning of 14 chapter 301 of title 10, United States Code, is 15 amended by striking the items related to sections 16 4010 and 4027. 17 (13) The table of sections at the beginning of 18 chapter 303 of title 10, United States Code, is 19 amended by striking the items related to sections 20 4066, 4067, 4142, and 4143. 21 (14) The table of sections at the beginning of 22 chapter 307 of title 10, United States Code, is 23 amended by striking the item related to section 24 4173.

1 (15) The table of sections at the beginning of 2 chapter 321 of title 10, United States Code, is 3 amended by striking the items related to sections 4 4203 and 4204. 5 (16) The table of sections at the beginning of 6 subchapter I of chapter 322 of title 10, United 7 States Code is amended by striking the item related 8 to section 4231. 9 (17) The table of sections at the beginning of 10 subchapter II of chapter 322 of title 10, United 11 States Code is amended by striking the items related 12 to sections 4212 and 4214. 13 (18) The table of subchapters at the beginning 14 of chapter 322 of title 10. United States Code is 15 amended by striking the item related to subchapter IV. 16 17 (19) The table of sections at the beginning of 18 chapter 323 of title 10, United States Code is 19 amended by striking the item related to sections 20 4321, 4323, 4325, and 4328. 21 (20) The table of sections at the beginning of 22 chapter 325 of title 10, United States Code is

amended by striking the item related to sections

24 4372, 4373, 4376, and 4377.

(21) The table of subchapters at the beginning
 of chapter 327 of title 10, United States Code is
 amended by striking the item related to subchapter
 II.
 (22) The table of sections at the beginning of

subchapter I of chapter 327 of title 10, United
States Code is amended by striking the item related
to section 4402.

9 (23) The table of sections at the beginning of
10 chapter 341 of title 10, United States Code is
11 amended by striking the items related to sections
12 4505 and 4506.

(24) The table of chapters for part V of title
10, United States Code, is amended by striking the
items related to chapters 205, 258, 273, and 345.
(25) The table of sections at the beginning of
chapter 365 of title 10, United States Code is
amended by striking the item related to section
4703.

(26) The table of sections at the beginning of
chapter 382 of title 10, United States Code is
amended by striking the items related to sections
4813, 4814, 4815, and 4816.

24 (27) The table of sections at the beginning of25 chapter 388 of title 10, United States Code, is

1	amended by striking the item related to section
2	4957.
3	(28) The table of sections at the beginning of
4	chapter 863 of title 10, United States Code, is
5	amended by striking the items related to sections
6	8669b, 8669c, 8688, and 8696.
7	SEC. 102. MODIFICATIONS TO CURRENT DEFENSE ACQUISI-
8	TION REQUIREMENTS.
9	(a) Modifications to Title 40.—Section 11101 of
10	title 40, United States Code, is amended by striking para-
11	graph (2) and inserting the following:
12	"(2) EXECUTIVE AGENCY.—The term 'executive
13	agency' means—
14	"(A) an executive department specified in
15	section 101 of title 5, other than the Depart-
16	ment of Defense;
17	"(B) an independent establishment as de-
18	fined in section $104(1)$ of title 5; and
19	"(C) a wholly owned Government corpora-
20	tion fully subject to chapter 91 of title 31.".
21	(b) Modifications to Title 10.—Title 10, United
22	States Code, is amended—
23	(1) in section 2222—
24	(A) by striking subsections (e) through (g);
25	and

	10
1	(B) by redesignating subsections (h) and
2	(i) as subsections (e) and (f), respectively; and
3	(C) in subsection (f), as redesignated by
4	subparagraph (B) by striking paragraphs (9),
5	(10), and (11);
6	(2) in section $3012(3)(B)$, by striking "lowest
7	overall cost alternative" and inserting "best value";
8	(3) in section 3069—
9	(A) in subsection (a), by striking "if that
10	head of an agency' and all that follows through
11	"a complete end item";
12	(B) by striking subsections (b) through
13	(d); and
14	(C) by redesignating subsection (e) as sub-
15	section (b);
16	(4) in section 3204—
17	(A) in subsection (a)—
18	(i) by redesignating paragraphs (2)
19	through (7) as paragraphs (3) through (8) ,
20	respectively;
21	(ii) by inserting after paragraph (1),
22	the following:
23	((2) market research indicates that the prop-
24	erty or service needed by the agency provides dif-

1	ferentiated capabilities, accelerated delivery sched-
2	ules, or continuous improvements;".
3	(B) by striking subsections (b), (c), (d),
4	and (g);
5	(C) by redesignating subsections (e) and
6	(f) as subsections (b) and (c), respectively;
7	(D) in subsection (b), as redesignated by
8	subparagraph (C)—
9	(i) in paragraph (1)—
10	(I) in subparagraph (A), by strik-
11	ing "and certifies the accuracy and
12	completeness of the justification" and
13	inserting "in a manner that provides
14	an accurate and complete justifica-
15	tion"; and
16	(II) in subparagraph (B)—
17	(aa) by striking
18	"\$10,000,000" each place it ap-
19	pears and inserting
20	``\$100,000,000`';
21	(bb) in clause (i), by striking
22	"\$500,000" and inserting
23	"\$10,000,000"; and

1	(cc) in clause (iii), by strik-
2	ing "\$75,000,000" and inserting
3	``\$500,000,000'';
4	(ii) in paragraph (3), by striking "by
5	subsection $(a)(2)$ " and inserting "by para-
6	graphs (3) or $(4)(A)$ of subsection (a)";
7	and
8	(iii) in paragraph (4)—
9	(I) in subparagraph (C), by strik-
10	ing "subsection $(a)(7)$ " and inserting
11	"subsection (a)(8)"; and
12	(II) in subparagraph (E), by
13	striking "subsection $(a)(4)$ " and in-
14	serting "subsection (a)(5)"; and
15	(E) in paragraph (1) of subsection (c), as
16	redesignated by subparagraph (C)—
17	(i) in subparagraph (A), by striking
18	"subsection $(e)(1)$ " and inserting "sub-
19	section $(b)(1)$ "; and
20	(ii) in subparagraph (B), by striking
21	"subsection $(a)(2)$ " and inserting "sub-
22	section (a)(3)";
23	(5) in section 3226—

1	(A) in subsection (a), by striking "and
2	other program purposes conducted pursuant to
3	subsection (b)(6) of such section"; and
4	(B) by striking subsection (d);
5	(6) in section 3243(d)—
6	(A) by striking paragraph (2);
7	(B) by redesignating paragraph (3) as
8	paragraph (2); and
9	(C) in paragraph (1)(B), by striking "sub-
10	ject to paragraph (2),";
11	(7) in section 3374, by inserting "with signifi-
12	cant contract financing" after "undefinitized con-
13	tractual action" each place it appears.;
14	(8) in section $3601(c)(3)$ —
15	
	(A) in subparagraph (A), by striking "Sub-
16	(A) in subparagraph (A), by striking "Sub- ject to subparagraph (C), in any" and inserting
16 17	
	ject to subparagraph (C), in any" and inserting
17	ject to subparagraph (C), in any" and inserting "In any";
17 18	ject to subparagraph (C), in any" and inserting"In any";(B) in subparagraph (B), by striking "ac-
17 18 19	ject to subparagraph (C), in any" and inserting "In any";(B) in subparagraph (B), by striking "acquire capability" and all that follows through
17 18 19 20	 ject to subparagraph (C), in any" and inserting "In any"; (B) in subparagraph (B), by striking "acquire capability" and all that follows through "\$50,000,000 during any fiscal year" and in-
17 18 19 20 21	ject to subparagraph (C), in any" and inserting "In any"; (B) in subparagraph (B), by striking "ac- quire capability" and all that follows through "\$50,000,000 during any fiscal year" and in- serting "acquire capability in an amount aggre-

1	(A) in subsection $(a)(1)(A)$, by striking
2	"that results in at least two or more responsive
3	and viable competing bids";
4	(B) in subsection (c), by striking "or 5
5	percent" and inserting "or 25 percent"; and
6	(C) in subsection (f), by striking "under
7	subsection $(a)(1)$ from such requirement" and
8	inserting "from such requirement under para-
9	graphs (1) or (2) of subsection (a)";
10	(10) in section 3705—
11	(A) by striking subsection (b); and
12	(B) by redesignating subsection (c) as sub-
13	section (b);
14	(11) by amending section 3774 to read as fol-
15	lows:
16	"§3774. Preference for specially negotiated licenses
17	"The Secretary of Defense shall, to the maximum ex-
18	tent practicable, negotiate and enter into a contract with
19	a contractor for a specially negotiated license for technical
20	data to support the product support strategy of a major
21	weapon system or subsystem of a major weapon system.";
22	(12) in the table of sections for subchapter I of
23	chapter 275, by striking the item relating to section
24	3774 and inserting the following new item:
	"3774. Preference for specially negotiated licenses.";

1	(13) in section 3805(c), by striking "15 per-
2	cent" and inserting "50 percent";
3	(14) in section 4201—
4	(A) in subsection $(a)(2)$ —
5	(i) in subparagraph (A), by striking
6	"\$300,000,000 (based on fiscal year 1990
7	constant dollars)" and inserting
8	"\$1,000,000,000 (based on fiscal year
9	2024 constant dollars)"; and
10	(ii) in subparagraph (B), by striking
11	"\$1,800,000,000 (based on fiscal year
12	1990 constant dollars)" and inserting
13	"\$5,000,000,000 (based on fiscal year
14	2024 constant dollars)"; and
15	(B) in subsection (b), by adding at the end
16	the following:
17	"(3) An acquisition program for a defense soft-
18	ware program as described by section 800 of the Na-
19	tional Defense Authorization Act for Fiscal Year
20	2020 (Public Law 116–92; 10 U.S.C. 4571 note).";
21	(15) in section $4202(a)(2)$ —
22	(A) by striking subparagraph (B); and
23	(B) redesignating subparagraphs (C) and
24	(D) as subparagraphs (B) and (C), respectively;

1	(16) in section 4882, by striking "the Presi-
2	dent, through the head of any department" each
3	place it appears and inserting "the Secretary of De-
4	fense'';
5	(17) in section 4884, by striking "The Presi-
6	dent" and inserting "The Secretary of Defense";
7	and
8	(18) in section 8683—
9	(A) in subsection (a)—
10	(i) in paragraph (1), by striking "(1)
11	Appropriations" and inserting "Appropria-
12	tions"; and
13	(ii) by striking paragraph (2); and
14	(B) in subsection (c), by striking
15	"\$10,000,000" and inserting "\$50,000,000".
16	(c) Modifications to National Defense Au-
17	THORIZATION ACTS.—
18	(1) Section 229(c)(2)(A)(ii) of the National De-
19	fense Authorization Act for Fiscal Year 2024 (Pub-
20	lic Law 118–31; 10 U.S.C. 3601 note) is amended
21	by striking "\$100,000,000" and inserting
22	``\$300,000,000''.
23	(2) Section 890 of the John S. McCain Na-
24	tional Defense Authorization Act for Fiscal Year

1	2019 (Public Law 115–232; 10 U.S.C. note prec.
2	3701) is amended—
3	(A) in subsection (b)(2), by striking "mini-
4	mal reporting" and inserting "no unique report-
5	ing"; and
6	(B) by striking subsection (d).
7	(3) Section 873 of the National Defense Au-
8	thorization Act for Fiscal Year 2016 (Public Law
9	114–92; 10 U.S.C. 3702 note) is amended—
10	(A) in subsection (a)—
11	(i) by striking "valued at less than
12	\$7,500,000"; and
13	(ii) by striking "pursuant to" and all
14	that follows through "Transfer Program,";
15	(B) in subsection (b), by striking "pursu-
16	ant to" and all that follows through "Research
17	Program,";
18	(C) by striking subsections (c) and (f); and
19	(D) by redesignating subsections (d), (e),
20	and (g) as subsection (c), (d), and (e), respec-
21	tively.

1SEC. 103. AUTOMATIC SUNSET FOR FUTURE STATUTORY2REPORTING REQUIREMENTS.

3 (a) IN GENERAL.—Chapter 23 of title 10, United
4 States Code, is amended by inserting after section 480 the
5 following new section:

6 "§ 480a. Reports to Congress: Termination of indefi7 nite-duration reports after five years

8 "(a) IN GENERAL.—Any provision of law enacted 9 after the date of the enactment of this section that includes an indefinite-duration report requirement shall 10 11 cease to be effective, with respect to that requirement, five years after the date of the enactment of that provision 12 13 of law unless that provision of law expressly states that this section is inapplicable to that requirement or that pro-14 vision of law. 15

16 "(b) INDEFINITE-DURATION REPORT REQUIREMENT
17 DEFINED.—In this section, the term 'indefinite-duration
18 report requirement' means a requirement in any provision
19 of law for the Secretary of Defense (or any other officer
20 or employee of the Department of Defense) to submit to
21 Congress (or any committee of Congress) a periodic report
22 for which the law does not—

23 "(1) state a specific period of time as the pe24 riod during which that report is required to be sub25 mitted or that provision of law is in effect; or

"(2) state a specific termination date for the re quirement to submit the report or for that provision
 of law.

4 "(c) PERIODIC REPORT DEFINED.—In this section,
5 the term 'periodic report' means a report required to be
6 submitted on an annual, semiannual, or other regular peri7 odic basis.".

8 (b) CLERICAL AMENDMENT.—The table of sections
9 at the beginning of such chapter is amended by inserting
10 after the item relating to section 480 the following new
11 item:

"480a. Reports to Congress: Termination of indefinite-duration reports after five years.".

12 TITLE II—DEFENSE ACQUISI 13 TION ROLES, RESPONSIBIL 14 ITIES, AND ORGANIZATIONS

15 SEC. 201. TRANSITION OF PROGRAM EXECUTIVE OFFICER

16ROLE TO PORTFOLIO ACQUISITION EXECU-17TIVE.

(a) DEFINITION.—Section 1737(a) of title 10, United
States Code, is amended by striking paragraph (4) and
inserting the following:

"(4) The term 'portfolio acquisition executive'
means the primary stakeholder and member of the
acquisition workforce with overall management of requirements, programming, and acquisition of defense

DAV24K79 19M

53

1 acquisition programs assigned by the service acquisi-2 tion executive or component acquisition executive 3 and shall have all the necessary officials and functional support directly under the control portfolio ac-4 5 quisition executive, including responsibility for per-6 formance evaluations, to the maximum extent prac-7 ticable to develop, procure, and transition programs 8 into an operational capability.". 9 (b) CRITICAL ACQUISITION POSITIONS.—Section 1731(a)(1)(B)(i) of title 10, United States Code, is 10 11 amended by striking "Program executive officer" and in-12 serting "Portfolio acquisition executive". 13 (c) Position Qualifications.—Section 1735(c) of 14 title 10, United States Code, is amended— 15 (1) in the subsection heading, by striking "PRO-16 GRAM EXECUTIVE OFFICERS" and inserting "PORT-17 FOLIO ACQUISITION EXECUTIVE"; and

18 (2) by striking "program executive officer" and19 inserting "portfolio acquisition executive".

20 (d) GOVERNMENT PERFORMANCE OF CERTAIN AC21 QUISITION FUNCTIONS.—Section 1706(a) of title 10,
22 United States Code, is amended—

(1) in paragraph (1), by striking "Program executive officer" and inserting "Portfolio acquisition
executive"; and

(2) in paragraph (2), by striking "Deputy pro gram executive officer" and inserting "Deputy port folio acquisition executive".

4 (e) DUTIES RELATED TO CADRE OF INTELLECTUAL
5 PROPERTY EXPERTS.—Section 1707(c) of title 10, United
6 States Code, is amended by striking "program executive
7 officer" and inserting "portfolio acquisition executive".

8 (f) PORTFOLIO ACQUISITION EXECUTIVE OFFICE .—
9 Section 1509 of the James M. Inhofe National Defense
10 Authorization Act for Fiscal Year 2023 (Public Law 117–
11 263; 10 U.S.C. 167b) is amended—

(1) by striking "program executive office" each
place that it appears and inserting "portfolio acquisition executive office"; and

(2) in subsection (c), by striking "PROGRAM
EXECUTIVE OFFICE" in the subsection heading and
inserting "PORTFOLIO ACQUISITION EXECUTIVE OFFICE".

(g) TECHNOLOGY RELEASE AND FOREIGN DISCLOSURE REFORM INITIATIVE.—Section 918(a)(2)(D)(ii) of
the National Defense Authorization Act for Fiscal Year
2024 (Public Law 118–31; 10 U.S.C. 301 note) is amended by striking "program executive officer" and inserting
"portfolio acquisition executive".

1 (h) Software Development and Software Ac-QUISITION TRAINING AND MANAGEMENT PROGRAMS.-2 Section 862 of the National Defense Authorization Act for 3 4 Fiscal Year 2020 (Public Law 116–92; 10 U.S.C. 1741 5 note) is amended— 6 (1) in subsection (a)(2)(A), by striking "pro-7 gram executive officers" and inserting "portfolio ac-8 quisition executives"; and 9 (2) in subsection (c)(1)— 10 (A) in the paragraph heading, by striking 11 "PROGRAM EXECUTIVE OFFICER" and inserting 12 "PORTFOLIO ACQUISITION EXECUTIVE"; and 13 (B) by striking "program executive officer" 14 and inserting "portfolio acquisition executive". 15 (i) Authority to Establish Different Minimum 16 REQUIREMENTS.—Section 1764(b)(2) of title 10, United 17 States Code, is amended by striking "Program executive officer" and inserting "Portfolio acquisition executive". 18 19 (i) PRIZES FOR ADVANCED TECHNOLOGY ACHIEVE-MENTS.—Section 4025(g)(2)(C) of title 10, United States 20 21 Code, is amended by striking "program executive11 offi-22 cer" both places it appears and inserting "portfolio acqui-23 sition executive". 24 (k) RATING CHAINS FOR SYSTEM PROGRAM MAN-

25 AGERS.—Section 323 of the National Defense Authoriza-

DAV24K79 19M

1	tion Act for Fiscal Year 2013 (Public Law 112–239; 126
2	Stat. 1696) is amended by striking "program executive
3	officer" and inserting "portfolio acquisition executive".
4	(1) Space System Acquisition and the Adaptive
5	Acquisition Framework.—Section 807 of the William
6	M. (Mac) Thornberry National Defense Authorization Act
7	for Fiscal Year 2021 (Public Law 116–283; 10 U.S.C.
8	9081 note) is amended—
9	(1) in subsection $(b)(1)$ —
10	(A) in the paragraph heading, by striking
11	"PROGRAM EXECUTIVE OFFICER" and inserting
12	"PORTFOLIO ACQUISITION EXECUTIVE"; and
13	(B) by striking "program executive officer"
14	and inserting "portfolio acquisition executive";
15	and
16	(2) in subsection $(e)(6)$ —
17	(A) in the paragraph heading, by striking
18	"PROGRAM EXECUTIVE OFFICER" and inserting
19	"PORTFOLIO ACQUISITION EXECUTIVE"; and
20	(B) by striking "program executive officer"
21	and inserting "portfolio acquisition executive".
22	SEC. 202. AMENDMENTS TO THE JOINT REQUIREMENTS
23	OVERSIGHT COUNCIL.
24	(a) Modified Responsibilities.—Section 181 of
25	title 10, United States Code, is amended—

1	(1) in subsection (b)—
2	(A) in paragraph (1), by striking ", ap-
3	proving, and prioritizing";
4	(B) in paragraph (2), by striking "validate
5	joint requirements" and inserting "review joint
6	requirements";
7	(C) in paragraph (3), by striking "and
8	validating";
9	(D) in paragraph (4), by striking "and ap-
10	proving";
11	(E) in paragraph (5), by striking the semi-
12	colon at the end and inserting "; and";
13	(F) in paragraph (6), by striking "; and"
14	and inserting a period; and
15	(G) by striking paragraph (7);
16	(2) in subsection $(c)(3)$, by striking "provide
17	the chairman any dissenting view of members of the
18	council under paragraph (1) with respect to such
19	recommendation" and inserting "first seek concur-
20	rence from the Joint Requirements and Program-
21	ming Board of the Department of Defense".
22	(2) in subsection (e), by striking ", except for
23	performance requirements specified in subsections
24	(b)(4) and $(b)(5)$,".

1 (b) TECHNICAL AND CONFORMING AMENDMENTS.— 2 (1) Section 225(b)(2)(C)(ii) of title 10, United States Code, is amended by striking "approved" and inserting 3 "reviewed". 4 5 (2) Section 3136(e)(1)(A) of title 10, United States 6 Code, is amended— (A) by striking "in excess of—" and all that 7 8 follows through "(i) a specific limitation" and insert-9 ing "in excess of a specific limitation"; and 10 (B) by striking clause (ii). 11 SEC. 203. MATTERS RELATING TO THE DIRECTOR OF COST 12 ASSESSMENT AND PROGRAM EVALUATION. 13 (a) ROLE.—Section 139a of title 10, United States 14 Code, is amended— 15 (1) in subsection (b)(2), by striking "without 16 obtaining the approval or concurrence of any other 17 official within the Department of Defense" and in-18 serting "only with concurrence from the Joint Re-19 quirements and Programming Board of the Depart-

20 ment of Defense"; and

(2) in subsection (d)(4), by striking " and performance of such analyses, as directed by the Secretary of Defense".

24 (b) FUNCTIONS.—Section 3221(b) of title 10, United
25 States Code, is amended—

	00
1	(1) by striking paragraph (6) ; and
2	(2) by redesignating paragraphs (7) and (8) as
3	paragraphs (6) and (7), respectively.
4	(c) Annual Aircraft Procurement Plan.—Sec-
5	tion 231a(c)(2) of title 10, United States Code, is amend-
6	ed—
7	(1) by striking subparagraph (E); and
8	(2) by redesignating subparagraph (F) as sub-
9	paragraph (E).
10	SEC. 204. ESTABLISHMENT OF JOINT REQUIREMENTS AND
11	PROGRAMMING BOARD.
12	(a) IN GENERAL.—Chapter 7 of title 10, United
13	States Code, is amended by inserting after section 185 the
14	following new section:
15	"§186. Joint Requirements and Programming Board
16	"(a) ESTABLISHMENT.—There is established in the
17	Department of Defense a Joint Requirements and Pro-
18	gramming Board (in this section referred to as the
19	'Board').
20	"(b) Leadership.—The Director of Cost Assess-
21	ment and Program Evaluation and the Chairman of the
22	Joint Requirements Oversight Council shall serve as co-
23	chairpersons of the Board.
24	"(c) RESPONSIBILITIES.—The Board shall—

1	((1) be the forum through which shall be exer-
2	cised all duties and responsibilities of—
3	"(A) the Joint Requirements Oversight
4	Council with respect to joint military capabili-
5	ties requirements; and
6	"(B) the Director of Cost Assessment and
7	Program Evaluation with respect to program
8	evaluation;
9	((2)) be the forum for the review for rec-
10	ommendation of—
11	"(A) all requirements documents referred
12	to the Joint Requirements Oversight Council;
13	and
14	"(B) all program issue papers referred to
15	the Director of Cost Assessment and Program
16	Evaluation; and
17	"(3) be the single point of interface—
18	"(A) between the Chairman of the Joint
19	Requirements Oversight Council and the Chair-
20	man of the Joint Chiefs of Staff with respect to
21	recommendations relating to joint military ca-
22	pabilities requirements under section 181 of
23	this title; and
24	"(B) between the Director of Cost Assess-
25	ment and Program Evaluation and the Deputy

	01
1	Secretary of Defense and the Secretary of De-
2	fense with respect to functions described in sec-
3	tion 139a of this title.
4	"(d) Recommendations.—
5	"(1) Majority vote required.—The Board
6	shall make a recommendation with respect to an
7	issue only if the recommendation is agreed to by a
8	majority vote of the members of the functional com-
9	mittees established under subsection $(e)(2)$.
10	"(2) Status of recommendations.—A rec-
11	ommendation agreed to as described in paragraph
12	(1) shall be treated as an official policy rec-
13	ommendation of the Board unless the executive com-
14	mittee established under subsection $(e)(1)$ unani-
15	mously votes to reject the recommendation.
16	"(3) DISSENTING OPINIONS.—The co-chair-
17	persons of the Board may write dissenting opinions
18	to accompany a recommendation of the Board
19	agreed to as described in paragraph (1) for consider-
20	ation by the Deputy Secretary of Defense or the
21	Secretary of Defense.
22	"(e) Organization.—The Board shall be composed

23 of—

1 "(1) an executive committee that supports the 2 co-chairpersons in carrying out their responsibilities; 3 and "(2) functional committees established by the 4 5 co-chairpersons to consider portfolios of joint mili-6 tary capabilities, mission areas, or functions in 7 terms of their requirements, programs, and 8 resourcing. "(f) MEMBERSHIP.— 9 "(1) EXECUTIVE COMMITTEE.—The executive 10 11 committee established under subsection (e)(1) shall 12 be composed of the co-chairpersons of the Board and all other members of the Joint Requirements Over-13 14 sight Council. "(2) FUNCTIONAL COMMITTEES.—Each func-15 16 tional committee established under subsection (e)(2)17 shall be composed of— "(A) one member designated by each port-18 19 folio acquisition executive or similar portfolio 20 manager who is likely to execute a rec-21 ommendation made by the functional com-22 mittee;

23 "(B) one member designated by each com24 mander of a combatant command, if matters re25 lated to the area of responsibility or functions

1	of that command are likely to be considered by
2	the functional committee;
3	"(C) one member designated by the Direc-
4	tor of Cost Assessment and Program Evalua-
5	tion; and
6	"(D) one member designated by the Chair-
7	man of the Joint Requirements Oversight
8	Council.
9	"(g) Procedures.—
10	"(1) Identification and prioritization of
11	ISSUES.—
12	"(A) IN GENERAL.—The co-chairpersons
13	of the Board are responsible for identifying and
14	prioritizing issues to be considered by each of
15	the functional committees established under
16	subsection $(e)(2)$.
17	"(B) Nomination of issues.—Any mem-
18	ber of the executive committee or a functional
19	committee established under subsection (e) may
20	nominate an issue for consideration by the co-
21	chairpersons under subparagraph (A).
22	"(2) QUORUM FOR FUNCTIONAL COMMIT-
23	TEES.—

	04
1	"(A) IN GENERAL.—For a meeting of a
2	functional committee established under sub-
3	section $(e)(2)$ to have a quorum—
4	"(i) two-thirds of the members of the
5	functional committee are required to be
6	present or voting by proxy; and
7	"(ii) both members identified in sub-
8	paragraphs (C) and (D) of subsection
9	(f)(2), and any member described in sub-
10	section $(f)(2)(A)$ with responsibility for
11	execution related to the issue under consid-
12	eration, are required to be present or vot-
13	ing by proxy.
14	"(B) QUORUM AND VOTES BY PROXY
15	Any member described in subsection $(f)(2)$ may
16	establish a quorum or vote by proxy.
17	"(h) SUPPORT.—The Secretary of Defense shall en-
18	sure that the executive committee established under sub-
19	section $(e)(1)$ has adequate staff directly responsible to the
20	co-chairpersons of the Board to assist in identifying, re-
21	viewing, coordinating, and analyzing all matters brought
22	before the Board.".
23	(b) Clerical Amendment.—The table of sections
24	for such title is amended by inserting after the item relat-
25	ing to section 185 the following new item:
	"186. Joint Requirements and Programming Board.".

1	(c) Technical and Conforming Amendments.—
2	(1) JOINT REQUIREMENTS OVERSIGHT COUN-
3	CIL.—Section 181(b) of such title is amended, in the
4	matter preceding paragraph (1) , by inserting ", sub-
5	ject to section 186 of this title," after "shall assist".
6	(2) Director of cost assessment and pro-
7	GRAM EVALUATION.—Section 139a of such title is
8	amended—
9	(A) in subsection (b)—
10	(i) in paragraph (1)—
11	(I) in the matter preceding sub-
12	paragraph (A), by inserting ", subject
13	to section 186 of this title," after
14	"shall provide"; and
15	(II) in subparagraph (A), by
16	striking "section 2334" and inserting
17	"section 3221"; and
18	(ii) in paragraph (2), by striking "The
19	Director" and inserting "Subject to section
20	186 of this title, the Director''; and
21	(B) in subsection (d)—
22	(i) in paragraph (1), by striking "sec-
23	tion 2334" and inserting "section 3221";
24	and
25	(ii) by striking paragraph (9).

1 SEC. 205. CAPSTONE REQUIREMENTS.

2 (a) IN GENERAL.—Chapter 221 of title 10, United
3 States Code, is amended by adding at the end the fol4 lowing new section:

5 "§ 3209. Capstone requirements

6 "(a) IN GENERAL.—The Secretary of each military 7 department and the Director of one more defense agencies 8 designated by the Secretary of Defense for purposes of 9 this section shall establish a capstone requirement ap-10 proach for each portfolio acquisition executive for which 11 that official has responsibility to enable greater speed, 12 agility, and innovation in fielding military capabilities. 13 Each such capstone requirement shall be established in consultation with the Joint Requirements and Program-14 15 ming Board.

16 "(b) ELEMENTS.—Under the capstone requirements
17 for an acquisition portfolio, the Secretary of the military
18 department, or Director of the defense agency shall—

"(1) develop a general set of requirements for
the acquisition portfolio in accordance with subsection (c) under which programs or projects may be
initiated;

23 "(2) authorize the portfolio acquisition execu24 tive or similar portfolio manager for the portfolio to
25 change the scope and requirements for programs
26 within the portfolio, subject to subsection (d);

1	"(3) assign representatives of operational forces
2	to the acquisition portfolio and authorize them to
3	perform the functions specified in subsection (e);
4	"(4) maximize the use of prototyping, experi-
5	mentation, and minimum viable products to shape
6	capability scope and requirements;
7	"(5) authorize the portfolio acquisition execu-
8	tive or similar portfolio manager to resource and ac-
9	quire commercial or nondevelopmental items under
10	the capstone requirement by validating the need with
11	the representatives assigned under paragraph (3);
12	"(6) manage information technology require-
13	ments using dynamically prioritized lists of user
14	needs rather than large static requirements docu-
15	ments; and
16	"(7) iteratively define, prioritize, and refine re-
17	quirements at the portfolio, program, and iteration
18	levels based on user input and previous deliveries.
19	"(c) Capstone Set of Requirements.—The cap-
20	stone set of requirements for an acquisition portfolio de-
21	veloped under subsection (b)(1) shall be designed—
22	((1) to guide the iterative delivery of an inte-
23	grated suite of capabilities to maximize operational
24	impact;

1	"(2) to provide enduring themes based on stra-
2	tegic needs and relevant concepts of operation, not
3	system-specific;
4	"(3) to include measures of force effectiveness
5	for a force mix of capabilities to be measured
6	against; and
7	"(4) to include kill chains, effects chains, vi-
8	gnettes of operational scenarios, and related mission
9	engineering initiatives across the Department of De-
10	fense.
11	"(d) Authority to Revise Programs Within a
12	PORTFOLIO.—The authority under subsection (b)(2)—
13	"(1) shall be carried out in consultation with
14	operational commands and the Joint Requirements
15	and Programming Board; and
16	"(2) does not include authority to change key
17	performance parameters for a major defense acquisi-
18	tion program.
19	"(e) Functions of Operational Representa-
20	TIVES.—An operational representative assigned to an ac-
21	quisition portfolio under subsection (b)(3) shall be pro-
22	vided authority—
23	((1) to shape the vision and priorities for key
24	capability areas;

69

1	"(2) to provide the acquisition community and
2	developers insights into operations;
3	"(3) to provide feedback on interim develop-
4	ments;
5	"(4) to validate the need for commercial or non-
6	developmental items;
7	"(5) to foster collaboration among the acquisi-
8	tion community, developers, and users of the capa-
9	bility to be fielded; and
10	"(6) to provide advice to the portfolio acquisi-
11	tion executive or similar portfolio manager.".
12	(b) Clerical Amendment.—The table of sections
13	at the beginning of chapter 221 of title 10, United States
14	Code, is amended by inserting after the item relating to
15	section 3208 the following new item:
	"3209. Capstone requirements.".
16	TITLE III—RAPID ACQUISITION
17	AND COMMERCIAL CON-
18	TRACTING
19	SEC. 301. MILESTONE A.
20	(a) Elimination of Requirement for Deter-
21	MINATION PRIOR TO MILESTONE A APPROVAL.—
22	(1) IN GENERAL.—Section 4251 of title 10,
23	United States Code, is hereby repealed.
24	(2) CLERICAL AMENDMENT.—The table of sec-

tions at the beginning of subchapter III of chapter

322 of title 10, United States Code, is amended by
 striking the item relating to section 4251.

3 (b) DIRECTOR OF COST ASSESSMENT AND PROGRAM
4 EVALUATION FUNCTIONS.—Section 3221(b)(6)(A)(i) of
5 title 10, United States Code, is amended by striking
6 "4251 or".

7 (c) INDEPENDENT COST ESTIMATE REQUIRED BE8 FORE APPROVAL.—Section 3222(a) of title 10, United
9 States Code, is amended—

(1) by striking "a milestone phase" and inserting "the engineering and manufacturing development phase, or production and deployment phase,";
and

(2) by striking "authority that—" and all that
follows through "(2) for the engineering and manufacturing development phase, or production and deployment phase, includes a cost estimate" and inserting "authority that includes a cost estimate".

19 SEC. 302. MODIFICATION TO ACQUISITION STRATEGY.

20 Section 4211 of title 10, United States Code, is21 amended—

(1) in subsection (a), by striking ", each major
automated information system,";

24 (2) in subsection (b), by striking "the Under
25 Secretary of Defense for Acquisition and

1	Sustainment, or the milestone decision authority,
2	when the milestone decision authority is the service
3	acquisition executive of the military department that
4	is managing the program," and inserting "the port-
5	folio acquisition executive, or the decision authority,
6	when the decision authority is the service acquisition
7	executive of the military department or the Under
8	Secretary of Defense for Acquisition and
9	Sustainment,";
10	(3) in subsection (c)—
11	(A) in paragraph (1)—
12	(i) by striking ", each major auto-
13	mated information system,";
14	(ii) by striking "the Under Secretary,
15	or the milestone decision authority, when
16	the milestone decision authority is the
17	service acquisition executive of the military
18	department that is managing the pro-
19	gram," and inserting "the portfolio acqui-
20	sition executive, or the decision authority,
21	when the decision authority is the service
22	acquisition executive of the military depart-
23	ment or the Under Secretary of Defense
24	for Acquisition and Sustainment,";

DAV24K79 19M

S.L.C.

1	(iii) by amending subparagraph (A) to
2	read as follows:
3	"(A) the strategy clearly describes the proposed
4	top-level business and capability management ap-
5	proach for the program or system, and to the max-
6	imum extent practicable, describes how a portfolio of
7	capabilities within an enduring set of requirements
8	will be developed, procured, and fielded rather than
9	detailing a specific end-item;"; and
10	(iv) in subparagraph (B), by striking
11	"with available resources" and inserting
12	"within a general set of resources"; and
13	(B) by amending paragraph (2) to read as
14	follows:
15	"(2) Each strategy shall, where appropriate, consider
16	the following:
17	"(A) An approach that delivers required capa-
18	bilities in increments, each depending on available
19	mature technology, and that recognizes up front the
20	need for future capability improvements or transi-
21	tions to alternative end-items through use of contin-
22	uous competition.
23	"(B) Requirements related to logistics, mainte-
24	nance, and sustainment in accordance with sections
25	2464 and 2466 of this title, and the acquisition of

technical data and computer software data to enable
 such requirements in accordance with sections 3771
 through 3775 of this title.

"(C) A process for collaborative interaction and 4 5 market research with the science and technology 6 community, including Department of Defense 7 science and technology reinvention laboratories, gov-8 ernment innovation cells, academia, small busi-9 nesses, nontraditional defense contractors, and other 10 contractors.

11 "(D) Identification of enterprise-wide designs 12 and standards in support of an architecture that 13 provides for an integrated suite of capabilities that 14 focuses on simplicity of implementation and speed of 15 delivery.

"(E) Overarching roadmaps that created integrated strategic schedules of legacy systems and new
capabilities and a mapping of enduring requirements
to elements of the portfolio of capabilities.

"(F) A contracting strategy that develops longterm partnerships with multiple companies to actively contribute to architectures, development, production, and sustainment across the portfolio of capabilities by decomposing large systems into smaller

sets of projects across time and technical compo nent.

"(G) An assignment of roles and responsibilities
to the acquisition workforce within the portfolio acquisition executive, identification of external stakeholder dependencies, and the need for subject matter
expert inputs at critical points in the program, including the need for special hiring authority or advisory and assistance services.

"(H) A process of testing and experimentation
with the test community and end users to ensure
continuous user feedback, acceptance, and development of concepts of operations."; and

14 (4) by striking subsections (d) and (e) and in-15 serting the following:

16 "(d) REVIEW.—The decision authority shall review 17 and approve, as appropriate, the acquisition strategy for 18 a major defense acquisition program or major system 19 prior to the acquisition decision memorandum and ensure 20 that the strategy is updated at regular intervals to incor-21 porate significant changes to program requirements, 22 resourcing, or acquisition decisions.

23 "(e) DECISION AUTHORITY DEFINED.—In this sec24 tion, the term 'decision authority', with respect to a major
25 defense acquisition program or major system, means the

75

official within the Department of Defense designated with
 the overall responsibility and authority for acquisition de cisions for the program or system, including authority to
 approve entry of the program or system into the next
 phase of the acquisition process.".

6 SEC. 303. EXEMPTIONS FOR NONTRADITIONAL DEFENSE 7 CONTRACTORS.

8 Nontraditional defense contractors, as defined by sec9 tion 3014 of title 10, United States Code, shall not be
10 subject to any of the following requirements:

(1) Defense Federal Acquisition Regulation
 Supplement 252.242–7006.

13 (2) Defense Federal Acquisition Regulation
14 Supplement 252.234–7002.

15 (3) Defense Federal Acquisition Regulation
16 Supplement 252.242–7002.

17 (4) Defense Federal Acquisition Regulation18 Supplement 252.242–7004.

19 (5) Defense Federal Acquisition Regulation
20 Supplement 252.242–7003.

21 (6) Defense Federal Acquisition Regulation
22 Supplement 252.242–7001.

23 (7) Defense Federal Acquisition Regulation
24 Supplement 252.242–7005.

	10
1	(8) Defense Federal Acquisition Regulation
2	Supplement 215.407.
3	(9) Section 3702 of title 10, United States
4	Code.
5	(10) Part 31 of the Federal Acquisition Regula-
6	tion.
7	SEC. 304. MODIFICATIONS TO TREATMENT OF CERTAIN
8	PRODUCTS AND SERVICES AS COMMERCIAL
9	PRODUCTS AND COMMERCIAL SERVICES.
10	Section 3457 of title 10, United States Code, is
11	amended—
12	(1) in subsection (a)—
13	(A) by inserting "(1)" before
14	"Nothwithstanding";
15	(A) by striking "may be treated" and in-
16	serting "shall be treated"; and
17	(B) by adding at the end the following new
18	paragraph:
19	((2) The requirement under paragraph (1) may be
20	waived with a written determination approved by the head
21	of contracting activity, including an explanation of why
22	commercial procedures should not be used or tailored and
23	market research demonstrating that no other supplier
24	could provide the required product or services under com-
25	mercial procedures.";

1	(2) by striking subsection (b); and
2	(3) by redesignating subsection (c) as sub-
3	section (b).
4	SEC. 305. MODIFICATION TO NONTRADITIONAL DEFENSE
5	CONTRACTOR DEFINITIONS.
6	Section 3014 of title 10, United States Code, is
7	amended—
8	(1) by striking "means an entity that is not
9	currently performing" and inserting the following:
10	"means an entity that—
11	"(1) is not currently performing"; and
12	(2) by striking "such section." and inserting
13	the following: "such section;
14	((2) certifies that, for the ultimate parent com-
15	pany's three audited annual financial statements
16	preceding the solicitation of sources by the Depart-
17	ment of Defense for the procurement or transaction,
18	has—
19	"(A) achieved more than 30 percent year-
20	over-year revenue growth; or
21	"(B) has reinvested back into the business
22	more than 10 percent of its revenue through
23	non-reimbursable research and development; or
24	"(3) certifies that it has raised funding through
25	third-party sources in exchange for equity amount-

ing to a minimum of 5 percent of the value of the
 company's total outstanding shares within the last
 two years.".

4 SEC. 306. ALTERNATIVE CAPABILITY BASED PRICING.

5 (a) PROGRAM.—The head of an agency (as that term 6 is defined in section 3004 of title 10, United States Code) 7 may use alternative capability-based analysis to determine 8 whether the proposed price or fee for a commercial prod-9 uct or commercial service offered by a nontraditional de-10 fense contractor (as that term is defined in section 3014 11 of such title) is fair and reasonable.

12 (b) ALTERNATIVE CAPACITY-BASED ANALYSIS DE-13 FINED.—In this section, the term "alternative capability-14 based analysis" means an analysis of the value to the Fed-15 eral Government of a commercial product or commercial 16 service that considers one or more of the following ele-17 ments:

18 (1) The fitness of the product or service for the
19 particular purpose such product or service is being
20 procured.

(2) The unique nature of technical expertise required to produce or provide and the non-Federal resources expended to develop such product or service.

24 (3) The business model or financial projections
25 of the nontraditional defense contractor, commensu-

1	rate with the scale of the potential investment by the
2	Secretary of Defense, which may include cost infor-
3	mation, self-funded risk, financial projections, ex-
4	penditure rates, estimates of total sales market, and
5	other financial, technical, or management data.
6	(4) The estimated total cost avoidance or in-
7	creased capacity afforded by the offered product or
8	service in relation to current and future costs of pro-
9	grams and operations that provide the same or simi-
10	lar capabilities.
11	(5) Input from the military user on the poten-
12	tial value added by the improved capabilities or pro-
13	duction processes.
14	(6) An analysis of competitive capabilities of-
15	fered within a fixed budget or price set by the gov-
16	ernment in a solicitation.
17	SEC. 307. MODIFICATIONS TO CERTAIN PROCUREMENT
18	THRESHOLDS.
19	(a) Simplified Procedures for Small Pur-
20	CHASES.—Section 3205(a) of title 10, United States Code,
21	is amended—
22	(1) in paragraph (1) , by striking "simplified ac-
23	quisition threshold" and inserting "threshold speci-
24	fied in section 3571(a) of this title"; and

1	(2) in paragraph (2), by striking "\$5,000,000"
2	and inserting "\$50,000,000".
3	(b) SIMPLIFIED ACQUISITION THRESHOLD.—Section
4	3571 of title 10, United States Code, is amended—
5	(1) in subsection (a), by striking "as specified
6	in section 134 of title 41" and inserting
7	"\$10,000,000"; and
8	(2) in subsection (b)—
9	(A) by inserting "(1)" before "No law";
10	and
11	(B) by adding at the end the following new
12	paragraph:
13	"(2) For purposes of acquisitions by agencies named
14	in section 3063 of this title, the small business reservation
15	established in section 15(j) of the Small Business Act (15
16	U.S.C. 644(j)) shall be \$500,000.''.
17	(c) MICRO-PURCHASE THRESHOLD.—Section 3573 of
18	title 10, United States Code, is amended by striking
19	"\$10,000" and inserting "\$100,000".
20	(d) Deductions From Amounts Due Carriers.—
21	Section 2636(b)(1) of title 10, United States Code, is
22	amended by striking "simplified acquisition threshold"
23	and inserting "threshold specified in section 3571(a) of
24	this title".

(e) PLANNING AND SOLICITATION REQUIRE MENTS.—Section 3206(b) of title 10, United States Code,
 is amended in subsection (b) by striking "simplified acqui sition threshold" and inserting "threshold specified in sec tion 3205(a)(2) of this title".

6 (f)CONTRACTS AWARDED USING Procedures 7 OTHER THAN SEALED-BID PROCEDURES.—Section 8 3321(b)(3) of title 10, United States Code, is amended 9 by striking "simplified acquisition threshold" and insert-10 ing "threshold specified in section 3571(a) of this title". 11 (g) COST CONTRACTS.—Section 3322(c)(1)(B) of 12 title 10, United States Code, is amended by striking "simplified acquisition threshold" and inserting "threshold 13 14 specified in section 3571(a) of this title".

(h) PREFERENCE FOR COMMERCIAL PRODUCTS AND
COMMERCIAL SERVICES.—Section 3453(c)(1) of title 10,
United States Code, is amended by striking "simplified
acquisition threshold" each place it appears and inserting
"threshold specified in section 3571(a) of this title".

20 (i) PREFERENCE FOR COMMERCIAL SERVICES.—Sec21 tion 876 of the National Defense Authorization Act for
22 Fiscal Year 2017 (Public Law 114–328; 10 U.S.C. 3453
23 note) is amended—

24 (1) by striking "\$10,000,000" each place it ap25 pears and inserting "\$50,000,000"; and

(2) in paragraph (2), by striking "simplified ac quisition threshold" and inserting "threshold speci fied in section 3571(a) of this title".

4 (j) MARKET RESEARCH AND PREFERENCE FOR COM5 MERCIAL ITEMS.—Section 855(a)(1) of the National De6 fense Authorization Act for Fiscal Year 2016 (Public Law
7 116–92; 10 U.S.C.3453 note) is amended by striking
8 "simplified acquisition threshold" and inserting "thresh9 old specified in section 3571(a) of this title".

10 (k) EXAMINATION OF RECORDS OF CONTRACTORS.—
11 Section 3841(g)(2) of title 10, United States Code, is
12 amended by striking "simplified acquisition threshold"
13 and inserting "threshold specified in section 3571(a) of
14 this title".

(1) CONTRACTORS INVENTORY ACCOUNTING SYS16 TEMS: STANDARDS.—Section 3845(b) of title 10, United
17 States Code, is amended by striking "simplified acquisi18 tion threshold" and inserting "threshold specified in sec19 tion 3571(a) of this title".

20 (m) REQUESTS FOR EQUITABLE ADJUSTMENT OR
21 OTHER RELIEF.—Section 3862 of title 10, United States
22 Code, is amended—

(1) in subsection (a), by striking "simplified acquisition threshold" and inserting "threshold specified in section 3571(a) of this title"; and

S.L.C.

1	(2) in subsection (d)—
2	(A) by striking paragraph (1); and
3	(B) by redesignating paragraphs (2) and
4	(3) as paragraphs (1) and (2) , respectively.
5	(n) Expenditure of Appropriations: Limita-
6	TION.—Section 4651(b) of title 10, United States Code,
7	is amended by striking "as defined in section 134 of title
8	41" and inserting "as defined in section 3571(a) of this
9	title".
10	(o) Prohibition Against Doing Business With
11	CERTAIN OFFERORS OR CONTRACTORS.—Section 4654(d)
12	of title 10, United States Code, is amended by striking
13	"as defined in section 134 of title 41" and inserting "as
14	defined in section 3571(a) of this title".
15	(p) Prohibition of Contractors Limiting Sub-
16	CONTRACTOR SALES DIRECTLY TO THE UNITED
17	STATES.—Section 4655(c) of title 10, United States Code,
18	is amended by striking "as defined in section 134 of title
19	41" and inserting "as defined in section 3571(a) of this
20	title".
21	(q) Prohibition on Persons Convicted of De-
22	FENSE-CONTRACT RELATED FELONIES AND RELATED
23	CRIMINAL PENALTY ON DEFENSE CONTRACTORS.—Sec-
24	tion 4656(a)(4)(A) of title 10, United States Code, is
25	amended by striking "as defined in section 134 of title

41" and inserting "as defined in section 3571(a) of this
 title".

3 (r) PROHIBITION ON CONTRACTING WITH ENTITIES
4 THAT COMPLY WITH THE SECONDARY ARAB BOYCOTT
5 OF ISRAEL.—Section 4659(b) of title 10, United States
6 Code, is amended by striking "as defined in section 134
7 of title 41" and inserting "as defined in section 3571(a)
8 of this title".

9 (s) SUPPLIES: IDENTIFICATION OF SUPPLIER AND 10 SOURCES.—Section 4753(b)(3) of title 10, United States 11 Code, is amended striking "as defined in section 134 of 12 title 41" and inserting "as defined in section 3571(a) of 13 this title".

(t) MISCELLANEOUS LIMITATIONS ON THE PRO15 CUREMENT OF GOODS OTHER THAN UNITED STATES
16 GOODS.—Section 4864 of title 10, United States Code,
17 is amended in paragraph by striking "simplified acquisi18 tion threshold" each place it appears and inserting
19 "threshold specified in section 3571(a) of this title".

20 SEC. 308. MODIFICATIONS TO COMMERCIAL SOLUTIONS 21 OPENINGS.

22 Section 3458 of title 10, United States Code, is23 amended—

24 (1) by amending subsection (a) to read as fol-25 lows:

1	"(a) AUTHORITY.—The Secretary of Defense and the
2	Secretaries of the military departments may acquire com-
3	mercial products, commercial services, and nondevelop-
4	mental items through a competitive selection of proposals
5	resulting from a general solicitation and the peer review,
6	technical review, or operational review (as appropriate) of
7	such proposals, and may issue, without further justifica-
8	tion, follow-on contract awards or agreements, including
9	sole source awards or agreements, to the recipient.";
10	(2) by redesignating subsection (c), (d), and (e)
11	as subsections (d), (e), and (h), respectively;
12	(3) by inserting after subsection (b) the fol-
13	lowing new subsection:
14	"(c) Sole-source Follow-on.—The Secretary of
15	Defense and the Secretaries of the military departments
16	may issue, without further justification, follow-on contract
17	awards or agreements, including sole source awards or
18	agreements, to a recipient competitively selected under
19	subsection (a).";
20	(3) in paragraph (1) of subsection (d), as redes-
21	ignated by paragraph (2) of this section, by striking
22	"the Under Secretary of Defense for Acquisition and
23	Sustainment or the relevant service acquisition exec-
24	utive" and inserting "the head of the contracting ac-

1	tivity (or the head of the contracting activity's des-
2	ignated delegate)";
3	(4) in subsection (e), as so redesignated—
4	(A) by striking "(1)"; and
5	(B) by striking paragraph (2); and
6	(5) by inserting after such subsection, as so re-
7	designated, the following new subsections:
8	"(f) Limitation on Delegations of Author-
9	ITY.—The authority of the head of the contracting activity
10	under subsection $(d)(1)$ may be delegated only to an offi-
11	cer or employee who—
12	"(1) if a member of the Armed Forces, is a
13	general, or flag officer; or
14	((2) if a civilian, is serving in a position with
15	a grade under the General Schedule (or any other
16	schedule for civilian officers or employees) that is
17	comparable to or higher than the grade of brigadier
18	general or rear admiral (lower half).
19	"(g) Nontraditional Vehicle.—(1) The Sec-
20	retary of Defense shall establish an open topic and endur-
21	ing general solicitation described in subsection (a) for each
22	systems command, science and technology reinvention lab-
23	oratory, and portfolio acquisition executive.
24	((2) Only nontraditional defense contractors (as de-
25	fined in section 3014 of this title) may submit proposals

87

1 and be eligible for an award or agreement under the gen-2 eral solicitations established pursuant to paragraph (1). 3 "(3) The preferred model for developing and pro-4 ducing operational military capabilities using general so-5 licitations in paragraph (1) shall be the urgent capability acquisition, middle tier of acquisition, software acquisi-6 7 tion, or services acquisition pathways of the Department 8 of Defense Adaptive Acquisition Framework described in 9 Department of Defense Instructions 5000.85 and 5000.2.". 10

11 SEC. 309. MODIFICATIONS TO OTHER TRANSACTIONS.

12 (a) IN GENERAL.—Section 4022 of title 10, United
13 States Code, is amended—

14 (1) in subsection (a)—

15 (A) by amending paragraph (2) to read as16 follows:

17 "(2) The authority of this section may be exercised 18 for a transaction for a prototype project, or for a trans-19 action for a follow-on production contract or transaction 20 that is awarded pursuant to subsection (f) or (g), that is 21 expected to cost the Department of Defense in excess of 22 \$100,000,000 (including all options) only upon a written 23 determination that the requirements of subsection (d) will 24 be met by a head of the contracting activity, or, for the 25 Defense Advanced Research Projects Agency, the Defense

Innovation Unit, or the Missile Defense Agency, the direc tor of the agency."; and

3 (B) by amending paragraph (3) to read as4 follows:

5 "(3) The authority of the head of the contracting ac-6 tivity, the director of the Defense Advanced Research 7 Projects Agency, the director of the Defense Innovation 8 Unit, the director of the Missile Defense Agency, or the 9 senior procurement executive, as applicable, under para-10 graph (2), may not be delegated.";

11 (2) in subsection (e)—

12 (A) by amending paragraph (1) to read as13 follows:

"(1) The term 'head of the contracting activity'
means those officials within the organization who
have responsibility for and manage an acquisition
organization and usually hold unlimited procurement
authority."; and

19 (B) by adding at the end the following new20 paragraph:

"(6) The term 'follow-on production' means a
contract or transaction that is intended to further
develop, test, produce, deploy, operate, or sustain a
capability that was successfully prototyped under the
authority established in subsection (a).";

1 (3) by redesignating subsections (h) and (i) as 2 subsections (i) and (j), respectively; and 3 (4) by inserting after subsection (g) the fol-4 lowing new subsection: 5 "(h) AUTHORITY TO AWARD A PRODUCTION TRANS-ACTION TO RAPIDLY FIELD AN EXISTING CAPABILITY.-6 7 A production transaction may be awarded, with or without 8 the use of competitive procedures, to acquire emergent and 9 proven technologies and field production quantities of new 10 or upgraded systems that do not require additional development and have been demonstrated in a relevant environ-11 12 ment when the appropriate service or component acquisi-13 tion executive determines in writing that exceptional circumstances justify the use of such a transaction to address 14 15 a high priority warfighter need.". 16 SEC. 310. MODIFICATIONS TO COMMERCIAL PRODUCT AND 17 **COMMERCIAL SERVICE DETERMINATIONS BY** 18 **DEPARTMENT OF DEFENSE.**

19 Section 3456 of title 10, United States Code, is
20 amended by striking subsections (a) through (c) and in21 serting the following new subsections:

"(a) IN GENERAL.—The Secretary of Defense shall
create a default determination that products and services
acquired by the Department of Defense are commercial
and shall be acquired using commercial procedures, and,

90

to the maximum extent practicable, general solicitation
 procedures under section 3458 of this title, unless deter mined to be non-commercial by the Department of De fense contracting officer.

5 "(b) DETERMINATIONS REGARDING THE NON-COM-MERCIAL NATURE OF PRODUCTS OR SERVICES.—A de-6 7 fense-unique development product or service may not be 8 procured if there is a commercial product or service, with 9 or without customization, that meets the minimum re-10 quirements of the Department of Defense. In making a 11 determination whether a particular product or service of-12 fered by a contractor is non-commercial and does not meet 13 any definition for commercial products or commercial 14 services, a contracting officer of the Department of De-15 fense shall submit a written memorandum summarizing the determination for approval by the head of contracting 16 17 activity, prior to awarding the contract, and provide it to 18 the contractor or subcontractor offering the product or 19 service for which such determination is summarized in 20 such memorandum. The memorandum shall include—

"(1) a detailed justification why the product or
commercial service was determined to be noncommercial including the results of market research;
and

"(2) a signed determination by the program
 manager that the requirement could not be reason ably changed to accommodate a commercial product
 or commercial service.

5 "(c) DEFINITION.—The term 'defense-unique devel6 opment' means a Department of Defense-financed devel7 opment, either to repurpose a commercial product or solu8 tion or to develop a new product or solution, to provide
9 a defense-unique capability.".

SEC. 311. COMMERCIALLY ACCEPTABLE TRANSACTION AND PAYMENT METHODS.

(a) IN GENERAL.—In the case contracts using commercial procedures or other transactions, procurement officials of the Department of Defense shall use the most
efficient, expeditious, and commercially acceptable transaction and payment methods practicable.

(b) GOVERNMENT PURCHASE CARD.—In the case of
an acquisition of commercial products, commercial services, nondevelopmental items, or other transactions agreements up to \$25,000,000, a procurement official—

(1) may use the Government purchase card as
a transaction and payment method subject to the
limitations of the contracting officer's warrant and
Department of Defense purchase card procedures
and limitations;

(2) may not use flexibly priced contracts that
 require the application of the Government's cost ac counting standards or cost principles; and

4 (3) may not provide for advance payments or5 contract financing greater than 15 percent.

6 (c) MICRO-PURCHASE PROCEDURES.—Nothing in
7 this section shall affect the ability of the Department of
8 Defense to use micro-purchase procedures for acquisitions
9 below the micro-purchase threshold.

10SEC. 312. TRANSPARENCY AND ACCOUNTABILITY OF CON-11TRACT AWARDS.

12 Notice of all contract awards or other agreements 13 shall be publicly posted within a reasonable period of time 14 after the award or agreement is made, taking into consid-15 eration operational security. The notice of award or agree-16 ment shall include the purchase order or other record of 17 the transaction that includes quantities and prices of the 18 individual products or services being acquired.

19 SEC. 313. LIMITATION ON REQUIRED FLOWDOWN OF CON20 TRACT CLAUSES TO SUBCONTRACTORS PRO21 VIDING COMMERCIAL PRODUCTS OR COM22 MERCIAL SERVICES.

23 (a) CONTRACT CLAUSES REQUIRED IN THE FED-24 ERAL ACQUISITION REGULATION.—

(1) IN GENERAL.—Chapter 247 of title 10,
 United States Code, is amended by adding at the
 end the following new section:

4 "§ 3459. Limitation on required flowdown of contract
5 clauses to subcontractors providing com6 mercial products or commercial services

7 "(a) IN GENERAL.—The Secretary of Defense may
8 not require that a clause be included in a subcontract for
9 commercial products and services other than a clause re10 quired by a provision of law that is on the list required
11 by section 3452 of this title.

12 "(b) SINGLE CLAUSE REQUIREMENT.—The Sec13 retary of Defense shall provide for implementation of all
14 provisions of law applicable to subcontracts for commercial
15 products and services through—

16 "(1) a single clause applicable to contracts for17 commercial products and services; and

18 "(2) a single clause applicable to contracts for19 noncommercial products and services.".

20 (2) CLERICAL AMENDMENT.—The table of sec21 tions at the beginning of chapter 247 of title 10,
22 United States Code, is amended by inserting after
23 the item relating to section 3458 the following new
24 item:

[&]quot;3459. Limitation on required flowdown of contract clauses to subcontractors providing commercial products or commercial services.".

1 (b) Effective Dates.—

(1) IN GENERAL.—The requirements under section 3459 of title 10, United States Code, as added
by subsection (a), shall apply with respect to solicitations issued by the Department of Defense after the
end of the 120-day period beginning on the date of
the enactment of this Act.

8 (2) REGULATIONS.—Not later than 180 days 9 after the date of the enactment of this Act, the Sec-10 retary of Defense shall amend the Defense Federal 11 Acquisition Regulation Supplement to implement 12 section 3459 of title 10, United States Code, as 13 added by subsection (a).

14SEC. 314. MODIFICATIONS TO RELATIONSHIP OF OTHER15PROVISIONS OF LAW TO PROCUREMENT OF16COMMERCIAL PRODUCTS AND COMMERCIAL17SERVICES.

18 Section 3452 of title 10, United States Code, is
19 amended by striking subsections (b) through (f) and in20 serting the following new subsections:

21 "(b) APPLICABILITY OF DEFENSE-UNIQUE STAT22 UTES TO CONTRACTS FOR COMMERCIAL PRODUCTS AND
23 COMMERCIAL SERVICES.—(1) The Defense Federal Ac24 quisition Regulation Supplement shall include a list of de25 fense-unique provisions of law and of contract clause re-

95

quirements based on government-wide acquisition regula tions, policies, or executive orders expressly required in
 law that are applicable to contracts for the procurement
 of commercial products and commercial services by the
 Department of Defense.

6 "(2) A provision of law or contract clause require-7 ment described in subsection (e) that is enacted after Oc-8 tober 13, 1994, shall not be included on the list of applica-9 ble provisions of law and contract clause requirements re-10 quired by paragraph (1) unless the Under Secretary of Defense for Acquisition and Sustainment makes a written 11 12 determination that it would be in the best interest of the 13 Department of Defense to apply the provision or contract clause requirement to the contract for the procurement of 14 commercial products and commercial services. 15

16 "(c) Applicability of Defense-Unique Stat-17 UTES TO SUBCONTRACTS FOR COMMERCIAL PRODUCTS AND COMMERCIAL SERVICES.—(1) The Defense Federal 18 19 Acquisition Regulation Supplement shall include a list of 20 defense-unique provisions of law and of contract clause re-21 quirements based on government-wide acquisition regula-22 tions, policies, or executive orders expressly required in 23 law that are applicable to subcontracts for the procure-24 ment of commercial products and commercial services. A 25 provision of law or contract clause requirement properly

96

included on the list pursuant to paragraph (2) must apply
 to purchases of commercial products and commercial serv ices by the Department of Defense.

4 "(2) A provision of law or contract clause require-5 ment described in subsection (e) that is enacted after October 13, 1994, shall not be included on the list of applica-6 7 ble provisions of law and contract clause requirements re-8 quired by paragraph (1) unless the Under Secretary of 9 Defense for Acquisition and Sustainment makes a written 10 determination that it would be in the best interest of the 11 Department of Defense to apply the provision or contract 12 clause requirement to the subcontract for the procurement 13 of commercial products and commercial services.

14 "(3) In this subsection, the term 'subcontract'—

"(A) includes a transfer of commercial products
and commercial services between divisions, subsidiaries, or affiliates of a contractor or subcontractor;
and

"(B) does not include agreements entered into
by a contractor for the supply of commodities that
are intended for use in the performance of multiple
contracts with the Department of Defense and other
parties and are not identifiable to any particular
contract.

1 "(4) This subsection does not authorize the waiver 2 of the applicability of any provision of law or contract 3 clause requirement with respect to any first-tier sub-4 contract under a contract with a prime contractor reselling 5 or distributing commercial products and commercial serv-6 ices of another contractor without adding value.

7 "(d) Applicability of Defense-Unique Stat-8 UTES TO CONTRACTS FOR COMMERCIALLY AVAILABLE, 9 OFF-THE-SHELF ITEMS.—(1) The Defense Federal Acqui-10 sition Regulation Supplement shall include a list of defense-unique provisions of law and of contract clause re-11 12 quirements based on government-wide acquisition regula-13 tions, policies, or executive orders expressly required in 14 law that are applicable to subcontracts for the procure-15 ment of commercially available off-the-shelf items by the Department of Defense. 16

17 "(2) A provision of law or contract clause requirement described in subsection (e) that is enacted after Oc-18 19 tober 13, 1994, shall not be included on the list of applica-20 ble provisions of law and contract clause requirements re-21 quired by paragraph (1) unless the Under Secretary of 22 Defense for Acquisition and Sustainment makes a written 23 determination that it would be in the best interest of the 24 Department of Defense to apply the provision or contract

98

clause requirement to the procurement of commercially
 available off-the-shelf items.

3 "(e) COVERED PROVISION OF LAW OR CONTRACT 4 CLAUSE REQUIREMENT.—A provision of law or contract 5 clause requirement referred to in subsections (b)(2), 6 (c)(2), and (d)(2) is a provision of law or contract clause 7 requirement that the Under Secretary of Defense for Ac-8 quisition and Sustainment determines sets forth policies, 9 procedures, requirements, or restrictions for the procure-10 ment of property or services by the Federal Government, 11 except for a provision of law or contract clause require-12 ment that—

13 "(1) provides for criminal or civil penalties;

"(2) requires that certain articles be bought
from United States sources pursuant to section
4862 of this title, or requires that strategic materials critical to national security be bought from
United States sources pursuant to section 4863 of
this title; or

"(3) specifically refers to this section and provides that, notwithstanding this section, it shall be
applicable to contracts for the procurement of commercial products and commercial services.".

1SEC. 315. NONTRADITIONAL DEFENSE CONTRACTOR COM-2MERCIAL SOLUTIONS OPENING.

3 Section 3458 of title 10, United States Code, is 4 amended by adding at the end the following new sub-5 section:

6 "(j) NONTRADITIONAL VEHICLE.—(1) The Secretary 7 of Defense shall establish consortia to conduct prototype 8 projects and follow-on production under the authority of 9 section 4022 of this title for each systems command and 10 each portfolio acquisition executive.

"(2) Of the consortia established pursuant to paragraph (1), the membership of the consortia shall be limited
to nontraditional defense contractors (as defined in section
3014 of this title).

"(3) The preferred model for developing and producing operational military capabilities using the consortia
in paragraph (1) shall be the urgent capability acquisition,
middle tier of acquisition, software acquisition, or services
acquisition pathways of the Department of Defense
Adaptive Acquisition Framework described in Department
of Defense Instruction 5000.2.".

22 SEC. 316. PROGRAM MANAGEMENT OFFICE COMPETITION.

(a) AUTHORIZATION.—Not later than April 1, 2025,
the service and component acquisition executives shall establish guidance requiring separate program managers
and contracting officers within the Department of Defense

to compete alternative prototypes for a program with an
 independent down-select to determine the winner.

3 (b) SELECTION OF PROGRAMS.—Each service and
4 component acquisition executive shall designate not less
5 than three programs annually for use of the procedures
6 established under subsection (a).

7 (c) SELECTION OF PERSONNEL.—For each program
8 selected under subsection (b), the service or component ac9 quisition executive shall select not less than two separate
10 program managers and contracting officers who shall—

(1) assume management of distinct prime contractors that do not share ownership from the same
ultimate parent company;

14 (2) sign a tenure agreement through the end of
15 the competitive down-select under subsection (e);
16 and

17 (3) be selected from existing personnel of the18 Department of Defense.

(d) PROTOTYPE PHASE.—Each program manager
and contracting officer selected under subsection (c) for
a specific program shall be provided equal funding and
scheduling constraints to deliver a prototype demonstration for the program requirement.

24 (e) COMPETITIVE DOWN-SELECT.—The service or25 component acquisition executives, in coordination with

operational test and evaluation activities and the com-1 2 manders of the combatant commands, shall— 3 (1) evaluate the prototypes delivered under sub-4 section (d) with direct input from military users; 5 (2) regard any program manager-approved de-6 viation from the program requirement under sub-7 section (f)(2) to be valid; and 8 (3) select a winner eligible for a sole source fol-9 low-on contract or other agreement under subsection 10 (f)(1).11 (f) EXEMPTIONS AND SPECIAL PROCEDURES.— 12 (1) Competitive procedures exemption.— 13 Contracts awarded under the procedures established 14 in subsection (a) shall be considered use of competi-15 tive procedures established for the purposes of chap-16 ter 221 of this title. 17 (2) Joint capabilities integration and de-18 VELOPMENT SYSTEM EXEMPTION.—The requirement 19 for the program under subsection (b) shall be ex-20 empt from the Joint Capabilities Integration and

21 Development System and a program manager may 22 deviate from the requirement without additional ap-23 proval.

24 (3) Test and evaluation master plan.— 25 The program under subsection (b) shall utilize a

streamlined Test and Evaluation Master Plan that
 must be submitted prior to the competitive down-se lect phrase described in subsection (e).

4 (4) ACQUISITION STRATEGY.—Each program
5 manager and contracting officer shall submit a
6 streamlined acquisition strategy of no more than 20
7 pages prior to the start of the prototype phase under
8 subsection (d).

9 (g) DELEGATION.—The service or component acqui-10 sition executive may delegate the down-selection described 11 in subsection (e) to personnel other than personnel se-12 lected under subsection (c) or personnel that may have 13 a conflict of interest.

14 SEC. 317. MIDDLE TIER OF ACQUISITION FOR RAPID15PROTOTYPING AND RAPID FIELDING.

16 (a) IN GENERAL.—Chapter 253 of title 10, United
17 States Code, is amended by adding at the end the fol18 lowing new section:

19 "§3602. Middle tier of acquisition for rapid proto20 typing and rapid fielding

21 "(a) GUIDANCE REQUIRED.—The Under Secretary of
22 Defense for Acquisition and Sustainment shall establish
23 pathways as described under subsection (b) to establish
24 a process for conducting middle tier acquisitions for pro-

grams or projects that are intended to be completed in
 a period of two to five years.

3 "(b) ACQUISITION PATHWAYS.—The Under Sec4 retary of Defense for Acquisition and Sustainment shall
5 establish the following two acquisition pathways:

6 "(1) RAPID PROTOTYPING.—The rapid proto-7 typing pathway shall provide for the use of innova-8 tive technologies to rapidly develop fieldable proto-9 types to demonstrate new capabilities and meet 10 emerging military needs. The objective of an acquisi-11 tion program or project under this pathway shall be 12 to field a prototype that can be demonstrated in an 13 operational environment and provide for a residual 14 operational capability within five years of initiation.

15 "(2) RAPID FIELDING.—The rapid fielding 16 pathway shall provide for the use of proven tech-17 nologies to field production quantities of new or up-18 graded systems with minimal development required. 19 The objective of an acquisition program or project 20 under this pathway shall be to begin production 21 within six months and complete fielding within five 22 years of initiation.

23 "(c) EXPEDITED PROCESS.—

24 "(1) IN GENERAL.—Before using the authority25 under this section, the Under Secretary shall develop

1	a streamlined and coordinated requirements, budget,
2	and acquisition process that results in the develop-
3	ment of an approved requirement for each acquisi-
4	tion program or project in a period of not more than
5	six months from the time that process is initiated.
6	Programs of projects carried out under the authority
7	of this section shall not be subject to the Joint Ca-
8	pabilities Integration and Development System Man-
9	ual and Department of Defense Directive 5000.01.
10	"(2) RAPID PROTOTYPING.—With respect to
11	the rapid prototyping pathway, the process described
12	in paragraph (1) shall include—
13	"(A) a merit-based process for considering
14	innovative technologies and new capabilities to
15	meet needs communicated the Joint Chiefs of
16	Staff or the combatant commanders;
17	"(B) a process for developing and imple-
18	menting acquisition and funding strategies for
19	a program or project to be carried out under
20	such pathway;
21	"(C) a process for demonstrating and eval-
22	uating the performance of fieldable prototypes
23	developed pursuant to such program or project
24	in an operational environment;

	100
1	"(D) a process for transitioning successful
2	prototypes into new or existing acquisition pro-
3	grams for production and fielding under the
4	rapid fielding or major capability acquisition
5	pathway (as defined under Department of De-
6	fense Instruction 5000.85 or successor instruc-
7	tion); and
8	"(E) a process for iterating prototyping
9	and fielding within the rapid prototyping path-
10	way that may use a process described in para-
11	graph $(4)(E)$.
12	"(3) RAPID FIELDING.—With respect to the
13	rapid fielding pathway, the process described in
14	paragraph (1) shall include—
15	"(A) a merit-based process for considering
16	innovative technologies and new capabilities to
17	meet needs communicated the Joint Chiefs of
18	Staff or the combatant commanders;
19	"(B) a process for developing and imple-
20	menting acquisition and funding strategies for
21	a program or project to be carried out under
22	such pathway;
23	"(C) a process for demonstrating perform-
24	ance and evaluating for current operational

1	purposes and the proposed products and tech-
2	nologies;
3	"(D) a process for considering lifecycle
4	costs and addressing issues of logistics support
5	and system interoperability; and
6	"(E) a process for identifying and exploit-
7	ing opportunities to use the rapid fielding path-
8	way to reduce total ownership costs.
9	"(4) Streamlined procedures.—The proc-
10	ess described in paragraph (1) shall provide for all
11	of the following streamlined procedures:
12	"(A) A program manager shall be provided
13	staff positions for a technical staff, including
14	experts in business management, cost esti-
15	mation, contracting, auditing, engineering, cer-
16	tification, testing, cyber, and logistics, to enable
17	the program manager to manage the program
18	or project without the technical assistance of
19	another element of the Department of Defense
20	to the maximum extent practicable.
21	"(B) A program manager shall, in coordi-
22	nation with the users of the good or service to
23	be acquired under such a program or project
24	and the test community, have the authority to
25	make trade-offs among lifecycle costs, require-

2

107

ments, and schedules to meet the goals of the program or project.

"(C) Each service acquisition executive,
acting in coordination with the defense acquisition executive, may serve as the decision authority for a program or project for which the
authority under this section is used or shall delegate such decision authority.

9 "(D) A program manager may seek an ex-10 pedited waiver from any regulatory require-11 ment, or in the case of a statutory requirement, 12 a waiver from Congress, that the program man-13 ager determines adds cost, schedule, or per-14 formance delays with little or no value to the 15 management of such program or project.

16 "(E) If an operational capability is dem-17 onstrated for a program or project for which 18 the authority under this section is used, the ap-19 propriate service acquisition executive may per-20 mit continuous iterative prototyping and field-21 ing under the same program or project for an 22 unlimited number of subsequent periods, where 23 each period is intended to be five years.".

24 (b) CLERICAL AMENDMENT.—The table of sections25 at the beginning of chapter 253 of title 10, United States

1	Code, is amended by inserting after the item relating to
2	section 3601 the following new item:
	"3602. Middle tier of acquisition for rapid prototyping and rapid fielding.".
3	(c) Repeal of Superseded Authority.—Section
4	804 of the National Defense Authorization Act for Fiscal
5	Year 2016 (Public Law 114–92; 10 U.S.C. 3201 note
6	prec.) is repealed.
7	(d) Conforming Amendments.—
8	(1) Section 3601 of title 10, United States
9	Code, is amended—
10	(A) in subsection (a)—
11	(i) in paragraph (1)(B), by striking
12	"section 804 rapid acquisition pathway"
13	and inserting "rapid acquisition pathway";
14	and
15	(ii) by amending paragraph (2) to
16	read as follows:
17	"(2) Rapid acquisition pathway defined.—
18	In this section, the term 'rapid acquisition pathway'
19	means the rapid prototyping or the rapid fielding ac-
20	quisition pathway authorized under section 3602 of
21	this title.";
22	(B) in subsection (b)(4), by striking "the
23	guidance developed under section 804(a) of the
24	National Defense Authorization Act for Fiscal
25	Year 2016 (Public Law 114–92; 10 U.S.C.

	100
1	3201 note prec.)" and inserting "section 3602
2	of this title"; and
3	(C) in subsection (c), by striking "section
4	804 rapid acquisition pathway" each place it
5	appears and inserting "rapid acquisition path-
6	way''.
7	(2) Section $4201(b)(1)$ of title 10, United
8	States Code, is amended by striking "section 804 of
9	the National Defense Authorization Act for Fiscal
10	Year 2016 (Public Law 114–92; 10 U.S.C. 3201
11	note prec.)" and inserting "section 3602 of this
12	title".
13	(3) Section $4324(d)(5)(B)$ of title 10, United
14	States Code, is amended by striking "section 804 of
15	the National Defense Authorization Act for Fiscal
16	Year 2016 (Public Law 114–92; 10 U.S.C. 2302
17	note)" and inserting "section 3602 of this title".
18	(4) Section 4423(e) of title 10, United States
19	Code, is amended by striking "section 804 of the
20	National Defense Authorization Act for Fiscal Year
21	2016 (Public Law 114–92; 10 U.S.C. 2302 note)"
22	and inserting "section 3602 of this title".
23	(5) Section 810(a) of the National Defense Au-
24	thorization Act for Fiscal Year 2024 (Public Law
25	118–31; 10 U.S.C. 4067 note) is amended by strik-

ing "section 804 of the National Defense Authoriza tion Act for Fiscal Year 2016 (Public Law 114–92;
 10 U.S.C. 3201 note prec.)" and inserting "section
 3602 of title 10, United States Code".

5 (6) Section 1608(e) of the National Defense
6 Authorization Act for Fiscal Year 2024 (Public Law
7 118–31; 10 U.S.C. 2271 note) is amended by strik8 ing "section 804 of the National Defense Authoriza9 tion Act for Fiscal Year 2016 (Public Law 114–92;
10 U.S.C. 3201 note prec.)" and inserting "section
11 3602 of title 10, United States Code".

12 (7) Section 807(e)(4) of the William M. (Mac) 13 Thornberry National Defense Authorization Act for 14 Fiscal Year 2021 (Public Law 116–283; 10 U.S.C. 15 9081 note) is amended by striking "section 804 of 16 the National Defense Authorization Act for Fiscal 17 Year 2016 (Public Law 114–92; 10 U.S.C. 2302 18 note)" and inserting "section 3602 of title 10, 19 United States Code".

20 (8) Section 884(c)(2)(E) of the National De21 fense Authorization Act for Fiscal Year 2017 (Pub22 lic Law 114–328; 10 U.S.C. 4291 note prec.) is
23 amended by striking "section 804 of the National
24 Defense Authorization Act for Fiscal Year 2016
25 (Public Law 114–92; 10 U.S.C. 2302 note)" and in-

serting "section 3602 of title 10, United States
 Code".

3 SEC. 318. REVISION AND CODIFICATION OF SOFTWARE AC4 QUISITION PATHWAYS.

5 (a) IN GENERAL.—Chapter 253 of title 10, United
6 States Code, as amended by section 318, is further amend7 ed by adding at the end the following new section:

8 "§ 3603. Software acquisition pathways

9 "(a) SOFTWARE ACQUISITION AND DEVELOPMENT 10 PATHWAYS.—The Secretary of Defense shall establish 11 pathways as described under subsection (b) to provide for 12 the efficient and effective acquisition, development, inte-13 gration, and timely delivery of software and covered hard-14 ware.

15 "(b) PATHWAYS.—The Secretary of Defense may es16 tablish as many pathways under this section as the Sec17 retary determines appropriate and shall establish the fol18 lowing pathways:

"(1) APPLICATIONS.—The applications pathway
shall provide for the use of rapid development and
implementation of applications and other software or
software improvements operated by the Department
of Defense, which may include applications and associated procurement of covered hardware (including
modifications of a type not customarily available in

the commercial marketplace to meet Department re quirements), commercially available cloud computing
 platforms, and other nondevelopmental items.

4 "(2) EMBEDDED SYSTEMS.—The embedded
5 systems pathway shall provide for the rapid develop6 ment and insertion of upgrades and improvements
7 for software and covered hardware embedded in
8 weapon systems and other hardware systems unique
9 to the Department of Defense.

"(c) REQUIREMENTS FOR PATHWAYS.—A pathway
established under this section shall provide for the use of
proven technologies and solutions to continuously engineer
and deliver capabilities for software and covered hardware.
"(d) CONSIDERATIONS FOR USE OF AUTHORITY.—
In using the authority under this section, the Secretary
shall consider how such use will—

17 "(1) initiate the engineering of new software ca18 pabilities quickly, and, if applicable, the integration
19 of such capabilities into covered hardware;

"(2) demonstrate the viability and effectiveness
of such capabilities for operational use not later than
one year after the date on which funds are first obligated to acquire or develop software; and

"(3) allow for the continuous updating and de-1 2 livery of new capabilities not less frequently than an-3 nually to iteratively meet a user need.

"(e) TREATMENT NOT AS MAJOR DEFENSE ACQUISI-4 TION PROGRAM.—Software and covered hardware ac-5 quired or developed using the authority under this section 6 7 shall not be treated as a major defense acquisition pro-8 gram for purposes of section 4201 of this title.

9 "(f) RISK-BASED APPROACH.—The Secretary of De-10 fense shall use a risk-based approach for the consideration 11 of innovative technologies and new capabilities for soft-12 ware and covered hardware to be acquired or developed 13 under this authority to meet needs communicated by the 14 Joint Chiefs of Staff or the combatant commanders.

15 "(g) Expedited Process.—

16 "(1) IN GENERAL.—A pathway established 17 under this section shall provide for—

18 "(A) a streamlined and coordinated re-19 quirements, budget, and acquisition process to 20 support rapid fielding of software applications 21 and of software upgrades to embedded systems 22 for operational use in a period of not more than 23 one year from the time that the process is initi-24 ated; and

1	"(B) continuous engagement with the
2	users of software and covered hardware to sup-
3	port—
4	"(i) engineering activities of the De-
5	partment of Defense; and
6	"(ii) delivery of software and covered
7	hardware for operational use in periods of
8	not more than one year.
9	"(2) Expedited software requirements
10	PROCESS.—
11	"(A) INAPPLICABILITY OF JOINT CAPABILI-
12	TIES INTEGRATION AND DEVELOPMENT SYSTEM
13	MANUAL.—Software and covered hardware ac-
14	quisition or development conducted under the
15	authority of this section shall not be subject to
16	the Joint Capabilities Integration and Develop-
17	ment System Manual.
18	"(B) INAPPLICABILITY OF DEFENSE AC-
19	QUISITION SYSTEM DIRECTIVE.—Software and
20	covered hardware acquisition or development
21	conducted under the authority of this section
22	shall not be subject to Department of Defense
23	Directive 5000.01.
24	"(h) ELEMENTS.—In implementing a pathway estab-
25	lished under the authority of this section, the Secretary

1	shall tailor streamlined policies and processes relating
2	to—
3	((1) approval initial user needs statements and
4	user agreements;
5	"(2) establishing and maintaining a prioritized
6	list of work for development;
7	"(3) engaging with product users on a regular
8	basis;
9	"(4) approving acquisition strategies;
10	"(5) awarding contracts;
11	"(6) iteratively developing, integrating, testing,
12	and fielding capability; and
13	"(7) ensuring the delivery of cyber secure sys-
14	tems.
15	"(i) DEFINITIONS.—In this section:
16	"(1) COVERED HARDWARE.—The term 'covered
17	hardware' means hardware—
18	"(A) that is a commercial product (as de-
19	fined in section 103 of title 41) or a non-
20	developmental item; and
21	"(B) in which software acquired under this
22	section is embedded.
23	"(2) Nondevelopmental item.—The term
24	'nondevelopmental item' has the meaning given the
25	term in section 110 of title 41.".

(b) CLERICAL AMENDMENT.—The table of sections
 at the beginning of chapter 253 of title 10, United States
 Code, as amended by section 318, is further amended by
 inserting after the item relating to section 3602 the fol lowing new item:

"3603. Software acquisition pathways.".

6 (c) Repeal of Superseded Authority.—

7 (1) REPEAL.—Section 800 of the National De-8 fense Authorization Act for Fiscal Year 2020 (Pub-9 lic Law 116–92; 10 U.S.C. 4571 note) is repealed. 10 (2)AMENDMENT.—Section CONFORMING 11 807(e)(1) of the William M. (Mac) Thornberry Na-12 tional Defense Authorization Act for Fiscal Year 13 2021 (Public Law 116–283; 10 U.S.C. 9081 note) 14 is amended by striking "section 800 of the National 15 Defense Authorization Act for Fiscal Year 2020 16 (Public Law 116–92; 133 Stat. 1478; 10 U.S.C. 17 2223a note)" and inserting "section 3603 of title 18 10, United States Code".

19 SEC. 319. MODIFICATIONS TO STEPS TO IDENTIFY AND AD-

- 20 DRESS POTENTIAL UNFAIR COMPETITIVE AD-21 VANTAGE OF TECHNICAL ADVISORS TO AC-
- 22 **QUISITION OFFICIALS.**

(a) GUIDANCE REQUIRED.—Not later than 180 days
after the date of the enactment of this Act, the Secretary
of Defense shall issue guidance on steps to identify and

prevent the potentially unfair competitive advantage of en tities providing technical advice to acquisition officials in
 the award of research and development work by such offi cials.

5 (b) DEFINITIONS.—For the purposes of this sec-6 tion—

7 (1) the term "potentially unfair competitive ad8 vantage" means unequal access to acquisition offi9 cials responsible for award decisions or allocation of
10 resources or to acquisition information relevant to
11 award decisions or allocation of resources; and

12 (2) the term "entity providing technical advice 13 to acquisition officials" means a science and tech-14 nology reinvention laboratory or a federally funded 15 research and development center or another non-16 profit entity that provides systems engineering and 17 technical direction, participates in technical evalua-18 tions, helps prepare specifications or work state-19 ments, or otherwise provides technical advice to ac-20 quisition officials on the conduct of defense acquisi-21 tion programs.

(c) REPORT.—Not later than one year after the date
of the enactment of this Act, the Secretary of Defense
shall submit to the Committee on Armed Services of the
Senate and the Committee on Armed Services of the

1	House of Representatives a report on the policies estab-
2	lished under this section. The report shall—
3	(1) describe how any employee or assigned per-
4	sonnel of an entity defined in subsection $(b)(2)$ will
5	be—
6	(A) prevented from performing acquisition
7	functions, including the development, award, or
8	administration of contracts of the program of-
9	fices;
10	(B) prevented from formulating, over-
11	seeing, or evaluating performance on develop-
12	mental or operational testing, or experimen-
13	tation; and
14	(C) allowed to request a waiver to provide
15	technical advice to acquisition officials if—
16	(i) the individual has never supported
17	a product, service, or development of a
18	modular open system architecture that
19	may compete or be required by the acquisi-
20	tion effort of the acquisition official;
21	(ii) a process is established to report
22	any potentially unfair competitive advan-
23	tage violations by such an employee or as-
24	signed personnel to the program manager

DAV24K79 19M

1	or contracting officer as soon as it is iden-
2	tified;
3	(iii) a process is established to main-
4	tain effective oversight to verify compliance
5	with this section; and
6	(iv) appropriate disciplinary actions
7	are established in the case of employees or
8	assigned personnel who fail to comply with
9	policies established pursuant to this sec-
10	tion; and
11	(2) provide information on pass-through
12	charges that the science and technology reinvention
13	laboratories charge acquisition officials when receiv-
14	ing funded work from Department of Defense pro-
15	gram offices, including the values charged by each
16	science and technology reinvention laboratory and
17	the ultimate uses of the funds.
18	(d) REPEAL OF OBSOLETE AUTHORITY.—The Na-
19	tional Defense Authorization Act for Fiscal Year 2016
20	(Public Law 114–92; 129 Stat. 942) is amended by strik-
21	ing section 881.
22	SEC. 320. MODIFICATIONS TO PROCUREMENT FOR EXPERI-
23	MENTAL PURPOSES.
24	Section 4023 of title 10, United States Code, is
25	amended—

1	(1) in subsection (a), by striking "ordnance,
2	signal, chemical activity, transportation, energy,
3	medical, space flight, telecommunications, and aero-
4	nautical supplies, including parts and accessories,
5	and designs thereof," and inserting "demonstrations,
6	prototypes, products, supplies, parts, accessories,
7	auxiliary services, and design for defense-related ar-
8	ticles'';
9	(2) in subsection (b)—
10	(A) by inserting "or modified" after "may
11	be made"; and
12	(B) by inserting "prototyping," after
13	"greater than necessary for"; and
13 14	"greater than necessary for"; and (3) by adding at the end the following new sub-
14	(3) by adding at the end the following new sub-
14 15	(3) by adding at the end the following new sub- section:
14 15 16	(3) by adding at the end the following new subsection:"(c) FOLLOW-ON PRODUCTION CONTRACTS OR
14 15 16 17	 (3) by adding at the end the following new subsection: "(c) FOLLOW-ON PRODUCTION CONTRACTS OR TRANSACTIONS.—Purchases under this section may allow
14 15 16 17 18	 (3) by adding at the end the following new subsection: "(c) FOLLOW-ON PRODUCTION CONTRACTS OR TRANSACTIONS.—Purchases under this section may allow for follow-on production contracts or transactions without
14 15 16 17 18 19	 (3) by adding at the end the following new subsection: "(c) FOLLOW-ON PRODUCTION CONTRACTS OR TRANSACTIONS.—Purchases under this section may allow for follow-on production contracts or transactions without the use of competitive procedures or further justification,
 14 15 16 17 18 19 20 	 (3) by adding at the end the following new subsection: "(c) FOLLOW-ON PRODUCTION CONTRACTS OR TRANSACTIONS.—Purchases under this section may allow for follow-on production contracts or transactions without the use of competitive procedures or further justification, even if explicit notification was not provided, if a combat-

1 SEC. 321. CONSUMPTION-BASED SOLUTIONS.

2 (a) AUTHORITY.—Chapter 247 of title 10, United
3 States Code, is amended by adding at the end the fol4 lowing new section:

5 "§3459. Authority to acquire consumption-based so6 lutions

7 "(a) AUTHORITY.—The Secretary of Defense and the
8 Secretaries of the military departments may acquire tech9 nology-supported capabilities through consumption-based
10 solutions.

11 "(b) GUIDANCE REQUIRED.—The Secretary of De12 fense shall amend the Defense Federal Acquisition Regu13 lation Supplement to implement the authority under sub14 section (a), including—

15 "(1) creating a new subcategory of services
16 under part 37 of the Federal Acquisition Regulation,
17 entitled 'Consumption-based solutions' that—

18 "(A) is any combination of hardware,
19 equipment, software, labor, or services that to20 gether provides a seamless capability;

21 "(B) has the ability to be metered and22 billed based on actual usage;

23 "(C) has predetermined pricing at fixed24 price units;

25 "(D) requires the awardee to notify the26 Department of Defense contracting officer when

1 consumption under the contract reaches 75 per-2 cent and 90 percent of the funded amount, re-3 spectively, of the contract; and "(E) treats modifications to a contract en-4 5 tered into under the authority established in 6 subsection (a) to add new features or capabili-7 ties in an amount less than or equal to 25 per-8 cent of the total value of such contract as com-9 petitive procurements under chapter 221 of this 10 title; and "(2) creating a new contract type under part 16 11 12 of the Federal Acquisition Regulation, entitled 13 'Fixed-price resource units' that establishes fixed 14 price per unit of measure as the preferred contract 15 type for the authority established under subsection 16 (a). 17 "(c) FUNDING.—Amounts authorized to be appro-18 priated for acquisitions using the authority under sub-19 section (a)— 20 "(1) may be used for expenses for— "(A) research, development, test and eval-21 22 uation; "(B) procurement; 23 "(C) production: 24 "(D) modification; and 25

"(E) operation and maintenance; and
 "(2) may be used to enter into incrementally
 funded contracts or other agreements.

4 "(d) Consumption-based Solution Defined.—In 5 this section, the term 'consumption-based solution' means 6 a model under which a technology-supported capability is 7 provided to the Department of Defense and may utilize 8 any combination of software, hardware or equipment, 9 data, and labor or services that provides a capability that 10 is metered and billed based on actual usage at fixed price 11 units.".

(b) CLERICAL AMENDMENT.—The table of sections
at the beginning of chapter 247 of title 10, United States
Code, is amended by inserting after the item relating to
section 3458 the following new item:

"3459. Authority to acquire consumption-based solutions.".

16 TITLE IV—PROMOTION OF COM-

17 PETITION IN THE DEFENSE 18 INDUSTRIAL BASE

19 SEC. 401. PROGRAM FOR ENHANCING SECONDARY20SOURCES AND SUPPLY CHAIN MANAGEMENT21FOR THE DEPARTMENT OF DEFENSE.

(a) PROGRAM ESTABLISHED.—The Secretary of Defense shall establish policy, regulations, and guidance to
enhance the creation and utilization of secondary sources
for Department of Defense systems. The program shall—

1	(1) define qualification, testing, evaluation, and
2	airworthiness determinations for secondary sources;
3	(2) create prepackaged templates, including
4	Source Approval Request (SAR) and Parts Manu-
5	facturer Approval (PMA), for various categories of
6	parts and systems; and
7	(3) address part availability problems, obsoles-
8	cence management, and supply chain cost inflation.
9	(b) Objectives.—The objectives of the program es-
10	tablished under subsection (a) are—
11	(1) to develop a streamlined process for sec-
12	ondary source qualification that can be rapidly de-
13	ployed in both wartime and peacetime conditions;
14	(2) to ensure that the qualification process dur-
15	ing wartime can be completed within weeks, rather
16	than months or years, to maintain operational readi-
17	ness and support rapid deployment; and
18	(3) to maintain a robust and flexible supply
19	chain that adopt advanced manufacturing techniques
20	and can quickly adapt to changing conditions and
21	requirements.
22	(c) TEMPLATES.—[<i>The language in the specs for this</i>
23	subsection was a bit confusing, so I made extensive edits—
24	please make sure it looks right.] The Secretary of Defense
25	shall develop a process and detailed templates for quali-

 $DAV24K79\ 19M$

125

1 fication, testing, certification, and airworthiness deter-2 minations as follows:

3 (1) Not later than 180 days after the date of 4 the enactment of this Act, the establishment of poli-5 cies implementing the process to encourage and sup-6 port the delegation of material review board authori-7 ties, processes, and approvals to the contractor or 8 subcontractor (at any tier) with respect to non-safe-9 ty critical items for industrial capabilities described 10 in subsection (b).

11 (2) The implementation, where feasible and ad-12 visable, of commercial processes and procedures, in-13 cluding forms and templates such as Sources Ap-14 proval Requests and Alternative Offers, for the eval-15 uation and qualification of vendors, including manu-16 facturers and distributors, that are part of the pro-17 gram established under subsection (a).

(3) The implementation of processes and, if
necessary, the development of military specifications
or other similar requirements documents to pre-qualify vendors to supply safety critical items or mission
critical items for industrial capabilities based on—

23 (A) an assessment of the vendor's material
24 and process controls to assure conformance to
25 specification and contractual requirements; and

S.L.C.

126

1 (B) audit and inspection requirements of 2 the Department of Defense. 3 (4) The review of test reports and, not later 4 than 45 days after a test is completed, notification 5 of approval decisions to requesting member of the 6 acquisition workforce (as defined in section 101 of 7 title 10, United States Code). 8 (5) The establishment of processes for qualifica-9 tion of safety critical or flight critical end items pro-10 duced through advanced processes and technologies, 11 such as additive manufacturing. 12 (6) The consideration for evaluation and quali-13 fication of alternative material types that could be 14 viable replacements or interchangeable sources of 15 material using streamlined requirements; Where appropriate, the development of 16 (7)17 processes for qualification of a system or subsystem 18 by a designated approval authority within a military 19 department in order to avoid the need for qualifica-20 tion of individual parts while ensuring the perform-21 ance of parts and the interactions of the parts in the 22 system or subsystem. 23 (8) The development of pathways to streamline 24 and consolidate the approval authority of the process 25

established pursuant to subsection (a).

1	(9) Minimization of the need for military-unique
2	specifications and test procedures, and when re-
3	quired, the use of procedures that—
4	(A) detail the performance or functions re-
5	quired by the item requiring qualification and
6	do not constrain implementation of such proc-
7	ess; and
8	(B) is completed [what is completed?],
9	upon request by a member of the acquisition
10	workforce
11	(i) not later than 30 days after the
12	date of such request, for unmanned items,
13	non-safety critical items, or non-mission
14	critical items; and
15	(ii) not later than 180 days after the
16	date of such request, for safety critical
17	items or mission critical items.
18	(d) TRANSITION PLANNING.—The program estab-
19	lished under subsection (a) shall incorporate ASME
20	Y.14.24 Original Design Activity (ODA) and Current De-
21	sign Activity (CDA) transition planning and templates, in-
22	cluding-
23	(1) standardized templates for transitioning
24	from ODA to CDA; and

1	(2) comprehensive guidelines for planning and
2	executing transitions between ODA and CDA.
3	(e) Part Availability and Obsolescence Man-
4	AGEMENT.—The pilot program shall include strategies—
5	(1) to implement improved inventory tracking
6	systems;
7	(2) to identify and pre-qualify alternative
8	sources for critical parts, including Federal Aviation
9	Administration-certified parts; and
10	(3) to develop proactive obsolescence manage-
11	ment strategies.
12	(f) Cost Management.—The program established
13	under subsection (a) shall include measures—
14	(1) to conduct regular benchmarking of Depart-
15	ment of Defense part costs against commercial sec-
16	tor costs; and
17	(2) to perform cost-benefit analyses to identify
18	inefficiencies and areas for cost reduction.
19	(g) Business Rules and Waiver Procedures.—
20	The program established under subsection (a) shall estab-
21	lish more effective exception or waiver procedures for busi-
22	ness rules. These procedures shall—
23	(1) allow for alternative design reviews; and

(2) designate activities and roles in decision making processes to ensure accountability and best
 value outcomes.

4 (h) LICENSING ROYALTY PLAN.—The program es5 tablished under subsection (a) shall establish a licensing
6 royalty plan similar to the intellectual property (IP) rights
7 royalty payments made during World War II by the prede8 cessors to the Department of Defense, including—

9 (1) fair and reasonable royalty payments to
10 ODAs and CDAs for the use of intellectual property
11 necessary for secondary source development; and

12 (2) mechanisms to ensure timely and equitable13 distribution of royalty payments.

(i) WORKFORCE DEVELOPMENT.—The Secretary of
Defense shall establish an engineering workforce development program to provide hands-on exposure for government engineers, manufacturing or repair staff, and software developers. The program shall—

(1) equip participants with the skills necessary
to effectively plan and execute secondary sourcing
initiatives;

(2) include training on qualification, testing,evaluation, and airworthiness determinations; and

(3) provide opportunities for practical experi ence in working with secondary sources and supply
 chain management.

4 (j) COST SAVINGS EXEMPTION.—Activities under the 5 program established under subsection (a) shall not require 6 a determination of cost savings be met before creating an 7 alternative source and obtaining technical data or software 8 needed for replenishment parts or software, including by 9 reverse engineering. The purpose of the exemption is to 10 enable wartime logistics, point-of-use manufacturing at 11 operating locations, alternative sourcing for suppliers or 12 original equipment manufacturers (OEMs) unable to meet 13 demand within accelerated wartime or contingency logistics demand schedules, or when mission readiness rates 14 15 are adversely impacted, or when value engineering determines that alternative sourcing is a better option than 16 17 OEM or current supplier value.

(k) LEVEL OF REPAIR ANALYSIS.—The program established under subsection (a) shall include Level of Repair Analysis (LORA) that considers non-economic factors
such as battle damage repair, logistics under attack, and
supply chain disruption factors in determining repair or
replacement decisions.

24 (1) EXEMPTIONS FROM CERTAIN INVESTIGATIONS.—
25 Items approved under the process developed pursuant to

subsection (a) that do not present a safety risk to human
 life—

3 (1) shall be exempt from Class A and Class B
4 mishap investigations, as defined by the Secretary of
5 Defense; and

6 (2) shall be subject to streamlined investigation
7 procedures, as determined by the Secretary of De8 fense, with respect to a mishap.

9 (m) LIABILITY PROTECTIONS.—Approval authorities 10 responsible for the process developed pursuant to sub-11 section (a) shall not be held liable by the Department of 12 Defense for mishaps with respect to items approved pursu-13 ant to the process, absent evidence of willful misconduct, 14 gross negligence, or intentional fraud.

15 SEC. 402. ADMINISTRATION OF THE INDUSTRIAL EXPAN16 SION PROGRAM.

(a) REQUIREMENT.—The Secretary of Defense shall
establish an industrial expansion program that funds activities under subsection (b) according to the prioritization
of property or services under subsection (c).

(b) ACTIVITIES PERMITTED.—The industrial expansion program established under subsection (a) shall include the following activities:

24 (1) The development, updating, or refinement25 of military specifications, to include military details,

1	military performance specifications, and technical
2	publications, and test procedures.
3	(2) Activities associated with the mitigation of
4	diminishing manufacturing sources and material
5	shortages.
6	(3) Reverse engineering or re-engineering prop-
7	erty to create a technical data package or manufac-
8	turing capabilities.
9	(4) Review and validation of technical data
10	rights, ordering, inspection, and enforcement, includ-
11	ing the challenge of improper markings and rights
12	assertions.
13	(5) Qualification, certification, testing, and as-
14	sociated oversight.
15	(6) Advertising, loaning, or transferring re-
16	quired replenishment parts or data to potential
17	sources of supply.
18	(7) Procurement of organic equipment and de-
19	velopment of organic information systems associated
20	with activities described in paragraphs (1) through
21	(6) that support capabilities described under section
22	2464 of title 10, United States Code.
23	(8) Life-of-type buys if there is reasonable ex-
24	pectation that a manufacturing source will have to
25	be created and qualified within the next three years.

1	(c) PRIORITIZATION.—The Secretary of Defense shall
2	ensure that funding for activities under subsection (b)
3	shall be prioritized for the following needs:
4	(1) Shortages in sustainment impacting a sys-
5	tem's mission capable rates below required objec-
6	tives.
7	(2) Items that are sequence critical or on the
8	driving path for production schedules.
9	(3) Items that have no qualified sources of sup-
10	ply.
11	(4) Items for which a contracting officer cannot
12	ascertain a fair and reasonable price, or for which
13	a contractor has refused to provide cost or pricing
14	data.
15	(5) Items required to retain core logistics capa-
16	bilities.
17	(6) Items identified by combatant commanders
18	as critical for point-of-use manufacturing under con-
19	ditions of contested logistics.
20	(d) Expenditure Amounts.—The Department of
21	Defense shall expend in connection with the program re-
22	quired under subsection (a)—
23	

1	(A) not less than 2 percent of its extra-
2	mural procurement and sustainment budget in
3	each of fiscal years 2026 and 2027; and
4	(B) not less than 3 percent of its extra-
5	mural procurement and sustainment budget in
6	fiscal year 2028 and each fiscal year thereafter.
7	(e) EXEMPTIONS.—[The requirements, approvals,
8	and order of preference in subpart 217.75 of the Defense
9	Federal Acquisition Regulation Supplement and related
10	procedures and guidance shall not apply.] [I heavily edit-
11	ed the language in the specs, which was confusing to me.]
12	(f) PREFERENCE.—The prototype authority under
13	section 4022 of title 10, United States Code, shall be the
14	preferred mechanism for procuring activities under the
15	program required under subsection (a), including with re-
16	spect to a transition to production.
17	(g) DEFINITIONS.—In this section:
18	(1) EXTRAMURAL BUDGET.—The term "extra-
19	mural budget" means the sum of the total obliga-
20	tions minus amounts obligated for such activities by
21	employees of the agency in or through Government-
22	owned, Government-operated facilities, except that
23	for the Department of Energy it shall not include
24	amounts obligated for atomic energy defense pro-

grams solely for weapons activities or for naval reac tor programs.

3 (2) REVERSE ENGINEERING.—The term "re4 verse engineering" means a process by which parts
5 are examined and analyzed to determine how they
6 were manufactured, for the purpose of developing a
7 complete technical data package, typically for pur8 poses of enabling manufacture of an item by new
9 sources.

10 TITLE V—DEFENSE BUDGETING 11 PROCESSES

12 SEC. 501. REVIEW OF STRUCTURE OF THE BUDGET AND AP-

13 PROPRIATIONS FOR FUNDING OF DEFENSE 14 ACQUISITION PROGRAMS.

(a) REVIEW REQUIRED.—The Secretary of Defense
shall conduct a comprehensive review of the appropriation
account, budget line item, and program element structure
for the budget of the Department of Defense, with the
objectives of—

(1) identifying cases in which management of a
program or system has been made more difficult due
to the program or system having been subdivided
into multiple budget line items or program elements;
(2) identifying cases in which the budget line
items or program elements for multiple programs or

systems intended to provide a common set of capa bilities, missions, or functions could be combined
 into a single budget line item or a single program
 element;

5 (3) identifying steps that could be taken to ad-6 dress the cases identified under paragraphs (1) and 7 (2) including a cross-walk of the existing budget 8 structure to the new structure;

9 (4) alignment, to the maximum extent possible,
10 of budget line items or program elements to portfolio
11 acquisition executives or similar portfolio managers;
12 and

(5) removal of appropriation titles for research,
development, test and evaluation; procurement; and
operation and maintenance, and reorganization
based on military service and major capability and
activity areas as recommended by the final report of
the Commission on Planning, Programming, Budgeting, and Execution Reform.

(b) REPORT.—Not later than one year after the date
of the enactment of this Act, the Secretary of Defense
shall submit to the congressional defense committees a report providing the results of the review under subsection
(a), together with the Secretary's plan for any changes
to be made within the Department of Defense resulting

from the review and such recommendations for legislative 1 2 action as the Secretary considers appropriate as a result 3 of the review. SEC. 502. MODIFICATIONS TO THE DEFENSE MODERNIZA-4 5 TION ACCOUNT. 6 Section 3136 of title 10, United States Code, is 7 amended-(1) in subsection (b)(1), by striking "out of sav-8 9 ings derived from such projects"; 10 (2) in subsection (e)— 11 (A) by striking paragraphs (1) and (2); 12 and (B) by striking "(3) Funds" and inserting 13 14 "Funds"; 15 (3) in subsection (f), by striking paragraph (3); 16 and 17 (4) in subsection (h)(2)— 18 (A) in subparagraph (A), by inserting the 19 semicolon and inserting "; and"; 20 (B) in subparagraph (B), by striking the 21 semicolon and inserting a period; and 22 (B) by striking subparagraphs (C) and (D). 23

1	SEC. 503. AMENDMENTS AND REPEALS TO BUDGETARY RE-
2	QUIREMENTS FOR DEFENSE ACQUISITION.
3	(a) Amendments to Existing Law.—
4	(1) Defense intelligence business man-
5	AGEMENT SYSTEMS.—Section 1624 of the John S.
6	McCain National Defense Authorization Act for Fis-
7	cal Year 2019 (Public Law 115–232; 132 Stat.
8	2120) is amended by striking subsection (b).
9	(2) Assignment of certain budget con-
10	TROL RESPONSIBILITIES TO COMMANDER OF UNITED
11	STATES CYBER COMMAND.—Section $1507(c)(2)$ of
12	the National Defense Authorization Act for Fiscal
13	Year 2022 (Public Law 117–81; 10 U.S.C. 167b
14	note) is amended—
15	(A) by striking subparagraphs (C) and
16	(D); and
17	(B) by redesignating subparagraph (E) as
18	subparagraph (C).
19	(3) LIMITATION AND REPORTING REQUIRE-
20	MENTS FOR UNMANNED CARRIER-LAUNCHED SUR-
21	VEILLANCE AND STRIKE SYSTEM PROGRAM.—Sec-
22	tion 213 of the National Defense Authorization Act
23	for Fiscal Year 2014 (Public Law 113–66; 10
24	U.S.C. 22 note) is amended—
25	(A) by striking subsection (c); and

(B) by redesignating subsection (d) as sub section (c).

3 (4) BODY ARMOR PROCUREMENT.—Section 141
4 of the National Defense Authorization Act for Fiscal
5 Year 2010 (Public Law 111–84; 10 U.S.C. 221
6 note) is amended to read as follows:

7 "SEC. 141. BODY ARMOR PROCUREMENT.

8 "The Secretary of Defense shall ensure that body9 armor is procured using funds authorized to be appro-10 priated by this title.".

(5) RAPID RESPONSE TO EMERGENT TECHNOLOGY ADVANCEMENTS OR THREATS.—Section
229(c)(2) of the National Defense Authorization Act
for Fiscal Year 2024 (Public Law 118–31; 10
U.S.C. 3601 note) is amended by striking subparagraph (C).

17 (6) ANNUAL PRIMARY PREVENTION RESEARCH
18 AGENDA.—Section 549A of the National Defense
19 Authorization Act for Fiscal Year 2022 (Public Law
20 117–81; 10 U.S.C. 1561 note) is amended by strik21 ing subsection (d).

(7) EXPLOSIVE ORDNANCE DISPOSAL DEFENSE
PROGRAM.—Section 2284 of title 10, United States
Code, is amended—

25 (8) by striking subsection (c); and

1	(9) by redesignating subsection (d) as sub-
2	section (c).
3	(b) Repeals of Existing Law.—
4	(1) IN GENERAL.—The following provisions are
5	hereby repealed:
6	(A) EVALUATION AND ASSESSMENT OF
7	THE DISTRIBUTED COMMON GROUND SYS-
8	TEM.—Section 219 of the National Defense Au-
9	thorization Act for Fiscal Year 2013 (Public
10	Law 113–66; 10 U.S.C. 221 note).
11	(B) WEAPON SYSTEM COMPONENT OR
12	TECHNOLOGY PROTOTYPE PROJECTS: DISPLAY
13	OF BUDGET INFORMATION.—Section 4421 of
14	title 10, United States Code.
15	(C) Assessing capabilities to counter
16	ADVERSARY USE OF RANSOMWARE, CAPABILI-
17	TIES, AND INFRASTRUCTURE.—Section 1510 of
18	the National Defense Authorization Act for Fis-
19	cal Year 2022 (117–81; 135 Stat. 2036).
20	(D) SEPARATE PROGRAM ELEMENTS RE-
21	QUIRED FOR RESEARCH AND DEVELOPMENT OF
22	JOINT LIGHT TACTICAL VEHICLE—Section 213
23	of the Ike Skelton National Defense Authoriza-
24	tion Act for Fiscal Year 2011 (Public Law
25	111–383; 10 U.S.C. 221 note).

1	(E) SEPARATE PROGRAM ELEMENTS RE-
2	QUIRED FOR RESEARCH AND DEVELOPMENT OF
3	INDIVIDUAL BODY ARMOR AND ASSOCIATED
4	COMPONENTS.—Section 216 of the National
5	Defense Authorization Act for Fiscal Year 2010
6	(Public Law 111–84; 10 U.S.C. 221 note).
7	(F) SEPARATE PROCUREMENT AND RE-
8	SEARCH, DEVELOPMENT, TEST, AND EVALUA-
9	TION LINE ITEMS AND PROGRAM ELEMENTS
10	FOR THE F-35B AND F-35C JOINT STRIKE
11	FIGHTER AIRCRAFT.—Section 217 of the Na-
12	tional Defense Authorization Act for Fiscal
13	Year 2010 (Public Law 111–84; 10 U.S.C. 221
14	note).
15	(G) SEPARATE PROGRAM ELEMENTS RE-
16	QUIRED FOR SIGNIFICANT SYSTEMS DEVELOP-
17	MENT AND DEMONSTRATION PROJECTS FOR AR-
18	MORED SYSTEMS MODERNIZATION PROGRAM
19	Section 214 of the National Defense Authoriza-
20	tion Act for Fiscal Year 2006 (Public Law
21	109–163; 10 U.S.C. 221 note).
22	(H) BALLISTIC MISSILE DEFENSE PRO-
23	GRAMS: PROGRAM ELEMENTS.—Section 223 of

24 title 10, United States Code.

1	(I) ACQUISITION ACCOUNTABILITY RE-
2	PORTS ON THE BALLISTIC MISSILE DEFENSE
3	SYSTEM.—Section 225 of title 10, United
4	States Code.
5	(J) PROGRAMS FOR COMBATING TER-
6	RORISM: DISPLAY OF BUDGET INFORMATION.—
7	Section 229 of title 10, United States Code.
8	(K) POW/MIA ACTIVITIES: DISPLAY OF
9	BUDGET INFORMATION.—Section 234 of title
10	10, United States Code.
11	(L) PERSONAL PROTECTION EQUIPMENT
12	PROCUREMENT: DISPLAY OF BUDGET INFORMA-
13	TION.—Section 236 of title 10, United States
14	Code.
15	(M) Embedded mental health pro-
16	VIDERS OF THE RESERVE COMPONENTS: DIS-
17	PLAY OF BUDGET INFORMATION.—Section 237
18	of title 10, United States Code.
19	(N) Cyber mission forces: program
20	ELEMENTS.—Section 238 of title 10, United
21	States Code.
22	(O) CERTAIN INTELLIGENCE-RELATED
23	PROGRAMS: BUDGET JUSTIFICATION MATE-
24	RIALS.—Section 239b of title 10, United States
25	Code.

1	(P) Cooperative Ballistic missile de-
2	FENSE PROGRAM.—Section 233 of the National
3	Defense Authorization Act for Fiscal Year 1998
4	(Public Law 105–85; 10 U.S.C. 221 note).
5	(Q) BUDGETING OF DEPARTMENT OF DE-
6	FENSE RELATING TO OPERATIONAL ENERGY IM-
7	PROVEMENT.—Section 322 of the William M.
8	(Mac) Thornberry National Defense Authoriza-
9	tion Act for Fiscal Year 2021 (Public Law
10	116–283; 10 U.S.C. 221 note).
11	(R) BUDGETING OF DEPARTMENT OF DE-
12	FENSE RELATING TO EXTREME WEATHER
13	Section 328 of the National Defense Authoriza-
14	tion Act for Fiscal Year 2020 (Public Law
15	116–92; 10 U.S.C. 221 note).
16	(S) System management plan and ma-
17	TRIX FOR THE F-35 JOINT STRIKE FIGHTER
18	AIRCRAFT PROGRAM.—Section 122 of the Ike
19	Skelton National Defense Authorization Act for
20	Fiscal Year 2011 (Public Law 111–383; 124
21	Stat. 4157).
22	(T) Separate procurement line items
23	FOR FUTURE COMBAT SYSTEMS PROGRAM
24	Section 111 of the Duncan Hunter National

1	Defense Authorization Act for Fiscal Year 2009
2	(Public Law 110–417; 10 U.S.C. 221 note).
3	(U) SEPARATE PROCUREMENT AND RE-
4	SEARCH, DEVELOPMENT, TEST, AND EVALUA-
5	TION LINE ITEMS AND PROGRAM ELEMENTS
6	FOR SKY WARRIOR UNMANNED AERIAL SYSTEMS
7	PROJECT.—Section 214 of the Duncan Hunter
8	National Defense Authorization Act for Fiscal
9	Year 2009 (Public Law 110–417; 10 U.S.C.
10	221 note).
11	(V) REQUIREMENT FOR SEPARATE DIS-
12	PLAY OF BUDGETS FOR AFGHANISTAN AND
13	IRAQ.—Section 1502 of the Duncan Hunter
14	National Defense Authorization Act for Fiscal
15	Year 2009 (Public Law 110–417; 10 U.S.C.
16	221 note).
17	(2) CLERICAL AMENDMENTS.—(A) The table of
18	sections at the beginning of subchapter II of chapter
19	327 of title 10, United States Code, is amended by
20	striking the item related to section 4421.
21	(B) The table of sections at the beginning of
22	chapter 9 of title 10, United States Code, is amend-
23	ed by striking the items related to sections 223, 225,
24	229, 234, 236, 237, 238, and 239b.