

**From the House Version of the FY2020 National
Defense Authorization Act (NDAA)**

H.R.2500

Passed by the House on July 12, 2019

Subtitle D—Defense Resale Matters

SEC. 631. GAO REVIEW OF DEFENSE RESALE OPTIMIZATION STUDY.

(a) Review.--The Comptroller General of the United States shall conduct a review of the business case analysis performed as part of the defense resale optimization study conducted by the Reform Management Group, titled "Study to Determine the Feasibility of Consolidation of the Defense Resale Entities" and dated December 4, 2018.

(b) Report Required; Elements.--Not later than April 1, 2020, the Comptroller General shall submit to the Committees on Armed Services of the Senate and the House of Representatives a report regarding the review performed under this section. The report shall include evaluations of the following:

(1) The descriptions and justifications for the assumptions, analytical choices and data used by the Reform Management Group to calculate:

(A) Pricing.

(B) Sales assumptions.

(C) Accuracy of methods employed to measure patron savings levels.

(2) The timetable for consolidation of military exchanges and commissaries.

(3) The recommendations for consolidation developed as part of the business case analysis, including the overall cost of consolidation.

(4) The budget and oversight implications of merging non-appropriated funds and appropriated funds to implement the recommended reforms.

(5) The extent to which the Reform Management Group coordinated with the Secretaries of the military departments and the chiefs of the Armed Forces in preparing the study.

(6) The extent to which the Reform Management Group addressed concerns of the Secretaries of the military departments and the chiefs of the Armed Forces in the study.

(7) If the recommendations in the business case analysis were implemented--

(A) the ability of military exchanges and

commissaries to provide earnings to support on-base morale, welfare, and recreation programs; and

(B) the financial viability of the military exchanges and commissaries.

(c) Delay on Consolidation.--The Secretary of Defense may not take any action to consolidate military exchanges and commissaries until the Committees on Armed Services of the Senate and the House of Representatives notify the Secretary in writing of receipt and acceptance of the findings of the Comptroller General in the report required under this section.

SEC. 632. REPORT REGARDING MANAGEMENT OF MILITARY COMMISSARIES AND EXCHANGES.

(a) Report Required.--Not later than 180 days after the enactment of this Act, the Secretary of Defense shall submit to the congressional defense committees a report regarding management practices of military commissaries and exchanges.

(b) Elements.--The report required under this section shall include a cost-benefit analysis with the goals of--

(1) reducing the costs of operating military commissaries and exchanges by \$2,000,000,000 during fiscal years 2020 through 2024; and

(2) not raising costs for patrons of military commissaries and exchanges.

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SEC. 634. EXTENSION OF CERTAIN MORALE, WELFARE, AND RECREATION PRIVILEGES TO FOREIGN SERVICE OFFICERS ON MANDATORY HOME LEAVE.

(a) In General.--Section 1065 of title 10, United States Code, as added by section 621 of the John S. McCain National Defense Authorization Act for Fiscal Year 2019 (Public Law 115-232), is amended--

(1) in the heading, by striking ``veterans and caregivers for veterans" and inserting ``veterans, caregivers for veterans, and Foreign Service officers";

(2) by redesignating subsections (f) and (g) as subsections (g) and (h), respectively;

(3) by inserting after subsection (e) the following new subsection (f):

``(f) Eligibility of Foreign Service Officers on Mandatory Home Leave.--A Foreign Service officer on mandatory home leave may be permitted to use military lodging referred to in subsection (h)."; and

(4) in subsection (h), as redesignated by paragraph (2), by adding at the end the following new paragraphs:

“(5) The term ‘Foreign Service officer’ has the meaning given that term in section 103 of the Foreign Service Act of 1980 (22 U.S.C. 3903).

“(6) The term ‘mandatory home leave’ means leave under section 903 of the Foreign Service Act of 1980 (22 U.S.C. 4083).”.

(b) Effective Date.--The amendments made by this section shall take effect on January 1, 2020, as if originally incorporated in section 621 of Public Law 115-232.