

H.R. 9459, PATHS Act As reported by the House Committee	on Homelan	nd Security on September 18, 20	)24		
By Fiscal Year, Millions of Dollars	2024	2024-2029	2024	2024-2034	
Direct Spending (Outlays)	0	0	0		
Revenues	0	0	0		
Increase or Decrease (-) in the Deficit	0	0		0	
Spending Subject to Appropriation (Outlays)	0	*	not estimated		
Increases <i>net direct spending</i> in any of the four consecutive 10-year periods beginning in 2035?	No	Statutory pay-as-you-go procedures apply? No		No	
		Mandate Effects			
Increases <i>on-budget deficits</i> in any of the four consecutive 10-year periods beginning in 2035?	No	Contains intergovernmental mandate?		No	
		Contains private-sector mandate?		No	
* = between zero and \$500,000.		,			

H.R. 9459 would extend through 2027 the authority for the Department of Homeland Security (DHS) to waive the requirements of the Federal Acquisition Regulation (the procedures that guide federal procurement actions) for certain research and development projects. DHS uses that authority, known as "Other Transaction Authority," to participate in research that broadens its knowledge base, test emerging technologies, and work with organizations that have not previously contracted with the federal government. Under current law, that authority expires on September 30, 2024.

H.R. 9459 also would require DHS to notify the Congress within 72 hours of using the authority to procure artificial intelligence technology. Lastly, the bill would expand the requirement for DHS to publicly report information on its awarded contracts to include those valued at more than \$1 million. Under current law, that requirement is for contracts valued at more than \$4 million.

"Other Transaction Authority" is a contracting tool that DHS uses for its procurement of some research and development projects, but CBO does not expect that it significantly affects DHS spending on those activities. Based on the costs of similar activities, CBO estimates that the bill's notification and reporting requirements would cost less than

\$500,000 over the 2024-2029 period. Any related spending would be subject to the availability of appropriated funds.

On May 9, 2024, CBO transmitted a cost estimate for S. 4024, the BEST Technology for the Homeland Act, as ordered reported by the Senate Committee on Homeland Security and Governmental Affairs on April 10, 2024. The two bills are similar, and CBO's estimates of their budgetary effects are the same.

The CBO staff contact for this estimate is Jeremy Crimm. The estimate was reviewed by H. Samuel Papenfuss, Deputy Director of Budget Analysis.

Phillip L. Swagel

Director, Congressional Budget Office