AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. 7734

OFFERED BY Mr. Bergman

Strike all after the enacting clause and insert the following:

1	SECTION 1. SHORT TITLE.
2	This Act may be cited as the "Personnel Integrity
3	in Veterans Affairs Act of 2024".
4	SEC. 2. SUBMISSION TO CONGRESS OF ANNUAL PERFORM-
5	ANCE PLANS FOR DEPARTMENT OF VET-
6	ERANS AFFAIRS POLITICAL APPOINTEES.
7	Section 725 of title 38, United States Code, is
8	amended—
9	(1) by redesignating subsection (c) as sub-
10.	section (d); and
11	(2) by inserting after subsection (b) the fol-
12	lowing new subsection (c):
13	"(c) Submission to Congress.—Not later than 30
14	days after the date of the completion of an annual per-
15	formance under subsection (a), the Secretary shall submit
16	the plan to the Committees on Veterans' Affairs of the
17	Senate and House of Representatives.".

1	SEC. 3. NOTATION IN DEPARTMENT OF VETERANS AFFAIRS
2	EMPLOYEE PERSONNEL RECORD FILE OF
3	PERSONNEL INVESTIGATION REQUIRED.
4	(a) In General.—Subchapter I of chapter 7 of title
5	38, United States Code, is amended by adding at the end
6	the following new section:
7	"§ 729. Notation in Department of Veterans Affairs
8	employee personnel record file of eligible
9	personnel investigation
10	"(a) NOTATION REQUIRED.—Notwithstanding sec-
11	tion 3322 of title 5 or chapter 74 of this title, with respect
12	to a covered employee who is the subject of an eligible
13	personnel investigation and who resigns, retires, transfers,
14	or otherwise separates from employment with the Depart-
15	ment prior to the resolution of such eligible personnel in-
16	vestigation, the Secretary shall—
17	"(1) continue such eligible personnel investiga-
18	tion until it is completed; and
19	"(2) not later than 40 days after the date such
20	eligible personnel investigation is completed, make a
21	permanent notation of such eligible personnel inves-
22	tigation in the official personnel record file of such
23	covered employee.
24	"(b) Certain Consideration Prohibited.—In
25	carrying out an eligible personnel investigation, the Sec-
26	retary may not consider the resignation, retirement, trans-

fer, or any other separation from employment with the De-2 partment of the covered employee subject to such eligible 3 personnel investigation. "(c) NOTIFICATION REQUIRED.—Prior to making a 4 5 permanent notation in the official personnel record of a 6 covered employee under subsection (a), the Secretary 7 shall-8 "(1) notify the employee in writing within 5 9 days of the resolution of the eligible personnel inves-10 tigation and provide such covered employee a copy of the adverse finding and any supporting docu-11 12 mentation; 13 "(2) provide the covered employee with a reasonable time, but not less than 30 days, to respond 14 15 in writing and to furnish affidavits and other docu-16 mentary evidence to show why the adverse finding 17 was unfounded (a summary of which shall be in-18 cluded in any notation made to the personnel file of 19 such employee under subsection (e)); and 20 "(3) provide a written decision and the specific 21 reasons therefore to the employee at the earliest 22 practicable date. 23 "(d) RIGHT TO APPEAL.—A covered employee is entitled to appeal the decision of the Secretary to make a permanent notation under subsection (a) to—

1	"(1) the Merit Systems Protection Board under
2	section 7701 of title 5; and
3	"(2) a Disciplinary Appeals Board under sec-
4	tion 7464 of this title.
5	"(e) NOTATION OF APPEAL.—(1) If a covered em-
6	ployee files an appeal with the Merit Systems Protection
7	Board pursuant to subsection (c), the Secretary shall
8	make a notation in the official personnel record file of the
9	covered employee indicating that an appeal disputing the
10	notation is pending not later than 2 weeks after the date
11	on which such appeal was filed.
12	"(2) If the Secretary is the prevailing party on ap-
13	peal, not later than 2 weeks after the date that the Board
14	issues the appeal decision, the Secretary shall remove the
15	notation made under paragraph (1) from the official per-
16	sonnel record file of the covered employee.
17	"(3) If the covered employee is the prevailing party
18	on appeal, not later than 2 weeks after the date that the
19	Board issues the appeal decision, the Secretary shall re-
20	move the notation made under paragraph (1) and the no-
21	tation of an adverse finding made under subsection (a)
22	from the official personnel record file of the covered em-
23	ployee.
24	"(f) Definitions.—In this section:

1	"(1) The term 'covered employee' means an em-
2	ployee in the competitive service, the excepted serv-
3	ice, or the Senior Executive Service within the De-
4	partment.
5	"(2) The term 'eligible personnel investiga-
6	tion'—
7	"(A) means a personnel investigation that
8	commences not later than 60 days after the
9	date on which the covered employee subject to
10	such personnel investigation resigns, retires,
11	transfers, or otherwise separates from employ-
12	ment with the Department; and
13	"(B) includes—
14	"(i) an investigation by an Inspector
15	General; and
16	"(ii) a prospective investigation that
17	may recommend an adverse personnel ac-
18	tion as a result of alleged performance,
19	misconduct, or for such cause as will pro-
20	mote the efficiency of the service under-
21	"(I) chapter 43 of title 5;
22	"(II) chapter 75 of such title;
23	"(III) chapter 74 of this title; or
24	"(IV) section 501 of this title;

1	"(iii) an adverse personnel action as a
2	result of performance, misconduct, or for
3	such cause as will promote the efficiency of
4	the service under the provisions specified
5	in subclauses (I) through (IV) of clause
6	(ii);
7	"(iv) an internal investigation carried
8 .	out by the Secretary, including through—
9	"(I) the Office of Accountability
10	and Whistleblower Protection of the
11	Department;
12	"(II) the Office of the Medical
13	Inspector of the Veterans Health Ad-
14 .	ministration; and
15	"(III) the General Counsel of the
16	Department; and
17	"(v) an investigation carried out by
18	the head of any other Federal agency re-
19	sponsible for investigation allegations of
20	employee misconduct, including the head
21	of—
22	"(I) the Office of the Special
23	Counsel; and
24	"(II) the Equal Employment Op-
25	portunity Commission.".

- 1 (b) CLERICAL AMENDMENT.—The table of sections
- 2 at the beginning of such chapter is amended by inserting
- 3 after the item relating to section 728 the following new
- 4 item:

"729. Notation in Department of Veterans Affairs employee personnel record file of personnel investigation.".

5 SEC. 4. MODIFICATION OF CERTAIN HOUSING LOAN FEES.

- 6 The loan fee table in section 3729(b)(2) of title 38,
- 7 United States Code, is amended by striking "November
- 8 15, 2031" each place it appears and inserting "November
- 9 29, 2031".

