AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. 472

OFFERED BY MR. BOST OF ILLINOIS

Strike all after the enacting clause and insert the following:

1	SECTION 1. SHORT TITLE.
2	This Act may be cited as the "Restore Department
3	of Veterans Affairs Accountability Act of 2025" or the
4	"Restore VA Accountability Act of 2025".
5	SEC. 2. SUPERVISORS: REMOVAL, DEMOTION, OR SUSPEN-
6	SION BASED ON PERFORMANCE OR MIS-
7	CONDUCT.
8	(a) Discipline of Supervisors.—
9	(1) In General.—Title 38, United States
10	Code, is amended by inserting after section 711 the
11	following:
12	"§ 712. Supervisors: removal, demotion, or suspension
13	based on performance or misconduct
14	"(a) In General.—The Secretary may remove from
15	civil service, demote, or suspend a covered individual who
16	is an employee of the Department if the Secretary deter-
17	mines by substantial evidence that the performance or
18	misconduct of the covered individual warrants such action.

1	"(b) RIGHTS AND PROCEDURES.—(1)(A) When mak-
2	ing an initial decision under subsection (a) with respect
3	to determining whether a covered individual should be re-
4	moved, demoted, or suspended, the deciding employee of
5	the Department shall consider only the following factors:
6	"(i) The nature and seriousness of the of-
7	fense, and its relation to the covered individ-
8	ual's duties, position, and responsibilities, in-
9	cluding whether the offense was intentional or
10	technical or inadvertent, or was committed ma-
11	liciously or for gain, or was frequently repeated.
12	"(ii) The covered individual's job level and
13	type of employment, including supervisory or fi-
14	duciary role, and prominence of the position.
15	"(iii) Whether such removal, demotion, or
16	suspension is consistent with the treatment of
17	other covered individuals—
18	"(I) for the same or similar offenses;
19	and
20	"(II) by the same supervisor.
21	"(B) The Secretary shall review the initial decision
22	and make a final decision. Such final decision shall—
23	"(i) be in writing;
24	"(ii) include the specific reasons for the final
25	decision; and

1	"(iii) uphold the initial decision if the Secretary
2	determines the initial decision is supported by sub-
3	stantial evidence.
4	"(2) A covered individual subject to an action under
5	subsection (a) is entitled to—
6	"(A) advance notice of the action and a file
7	containing all evidence in support of the proposed
8	action;
9	"(B) be represented by an attorney or other
10	representative of the covered individual's choice; and
11	"(C) grieve the action in accordance with an in-
12	ternal grievance process—
13	"(i) established by the Secretary, in con-
14	sultation with the Assistant Secretary for
15	Human Resources and Administration, for pur-
16	poses of this subsection; and
17	"(ii) pursuant to which the removal, demo-
18	tion, or suspension may be reduced to a suspen-
19	sion of 14 days or fewer.
20	"(3) A final decision by the Secretary under para-
21	graph (1)(B) that is not grieved, and a grievance decision
22	under paragraph (2)(C), shall be final and conclusive.
23	"(4) The procedures under chapter 43 of title 5 shall
24	not apply to a removal, demotion, or suspension under this
25	section, and the Secretary may carry out such a removal,

- 1 demotion, or suspension without first placing a covered in-
- 2 dividual on a performance improvement plan.
- 3 "(c) Timing.—(1) The aggregate period for notice,
- 4 response, and final decision by the Secretary of an action
- 5 under this section may not exceed 15 business days. Fail-
- 6 ure to meet such deadline shall not be grounds to invali-
- 7 date an action taken under this section.
- 8 "(2) The period for the response of a covered indi-
- 9 vidual to a notice under subsection (b)(2)(A) shall be 7
- 10 business days.
- 11 "(3) The Secretary shall ensure that the grievance
- 12 process established under subsection (b)(2)(C) takes fewer
- 13 than 21 business days after the final decision.
- 14 "(d) Judicial Review.—(1) A covered individual
- 15 adversely affected by a final decision under this section
- 16 that is not grieved, or by a grievance decision under sub-
- 17 section (b)(2)(C), may obtain judicial review of such deci-
- 18 sion.
- 19 "(2) Any removal, demotion, or suspension under this
- 20 section is not appealable to the Merit Systems Protection
- 21 Board, or to any administrative judge or other person ap-
- 22 pointed by the Merit Systems Protection Board.
- 23 "(3) In any case in which judicial review is sought
- 24 under paragraph (1), the court shall review the record and
- 25 may set aside any Department action found to be—

1	"(A) arbitrary, capricious, an abuse of discre-
2	tion, or otherwise not in accordance with a provision
3	of law;
4	"(B) obtained without procedures required by a
5	provision of law having been followed; or
6	"(C) unsupported by substantial evidence.
7	"(4) Except to the extent that an appeal under this
8	subsection presents a constitutional issue, such court may
9	not review a challenge to the penalty imposed against the
10	covered individual or mitigate such penalty.
11	"(e) Demoted Individuals.—(1) A demotion under
12	subsection (a) shall be carried out as a reduction in grade
13	for which the covered individual is qualified, that the Sec-
14	retary determines is appropriate, and that reduces the an-
15	nual rate of pay of the covered individual.
16	"(2) Notwithstanding any other provision of law, any
17	covered individual so demoted—
18	"(A) shall, beginning on the date of such demo-
19	tion, receive the annual rate of pay applicable to
20	such grade;
21	"(B) may not be placed on administrative leave
22	during the period during which an appeal (if any)
23	under this section is ongoing, and may only receive
24	pay if the covered individual reports for duty or is

1	approved to use accrued unused annual, sick, family
2	medical, military, or court leave; and
3	"(C) who does not report for duty or receive ap-
4	proval to use accrued unused leave shall not receive
5	pay or other benefits.
6	"(f) Whistleblower Protection.—(1) In the
7	case of a covered individual seeking corrective action (or
8	on behalf of whom corrective action is sought) from the
9	Office of Special Counsel based on an alleged prohibited
10	personnel practice described in section 2302(b) of title 5,
11	the Secretary may not remove, demote, or suspend such
12	covered individual under subsection (a) without the ap-
13	proval of the Special Counsel.
14	"(2) In the case of a covered individual who has made
15	a whistleblower disclosure to the Assistant Secretary for
16	Accountability and Whistleblower Protection, the Sec-
17	retary may not remove, demote, or suspend such covered
18	individual under subsection (a) until—
19	"(A) in the case in which the Assistant Sec-
20	retary determines to refer the whistleblower disclo-
21	sure under section 323(c)(1)(D) of this title to an
22	office or other investigative entity, a final decision
23	with respect to the whistleblower disclosure has been
24	made by such office or other investigative entity;

1	"(B) in the case in which the Assistant Sec-
2	retary determines not to refer the whistleblower dis-
3	closure under such section, the Assistant Secretary
4	makes such determination; or
5	"(C) the Assistant Secretary otherwise deter-
6	mines the removal, demotion, or suspension may
7	proceed.
8	"(g) Termination of Investigations by Office
9	OF SPECIAL COUNSEL.—(1) Notwithstanding any other
10	provision of law, the Special Counsel (established by sec-
11	tion 1211 of title 5) may terminate an investigation of
12	a prohibited personnel practice alleged by an employee or
13	former employee of the Department after the Special
14	Counsel provides to the employee or former employee a
15	written statement of the reasons for the termination of
16	the investigation.
17	"(2) Such statement may not be admissible as evi-
18	dence in any judicial or administrative proceeding without
19	the consent of such employee or former employee.
20	"(h) APPLICATION.—This section shall apply to any
21	performance or misconduct of a covered individual begin-
22	ning on the date of enactment of the Department of Vet-
23	erans Affairs Accountability and Whistleblower Protection
24	Act of 2017 (Public Law 115–41).
25	"(i) Definitions.—In this section:

1	"(1) The term 'civil service' has the meaning
2	given such term in section 2101 of title 5.
3	"(2) The term 'covered individual' means an
4	employee of the Department who is a supervisor or
5	management official as defined in section 7103(a) of
6	title 5 occupying a position at the Department, in-
7	cluding individuals appointed pursuant to this title,
8	title 5, and employees appointed pursuant to section
9	7401 or 7405 of this title, but does not include—
10	"(A) an individual occupying a senior exec-
11	utive position (as defined in section 713(d) of
12	this title);
13	"(B) an individual appointed pursuant to
14	section 7306, 7401(1), 7401(4), 7405(a)(1)(A),
15	7405(a)(1)(C), 7405(a)(1)(D), or 7405(b) of
16	this title;
17	"(C) an individual who has not completed
18	a probationary or trial period; or
19	"(D) a political appointee.
20	"(3) The term 'grade' has the meaning given
21	such term in section 7511(a) of title 5.
22	"(4) The term 'misconduct' includes neglect of
23	duty, malfeasance, or failure to accept a directed re-
24	assignment or to accompany a position in a transfer
25	of function.

1	"(5) The term 'political appointee' means an in-
2	dividual who is—
3	"(A) employed in a position described
4	under sections 5312 through 5316 of title 5
5	(relating to the Executive Schedule);
6	"(B) a limited term appointee, limited
7	emergency appointee, or noncareer appointee in
8	the Senior Executive Service, as defined under
9	paragraphs (5), (6), and (7), respectively, of
10	section 3132(a) of title 5; or
11	"(C) employed in a position of a confiden-
12	tial or policy-determining character under
13	schedule C of subpart C of part 213 of title 5,
14	Code of Federal Regulations, or successor regu-
15	lation.
16	"(6) The term 'substantial evidence' means the
17	amount of relevant evidence that a reasonable per-
18	son might accept as adequate to support a conclu-
19	sion, even though other reasonable persons might
20	disagree.
21	"(7) The term 'suspend' means the placing of
22	an employee, for disciplinary reasons, in a temporary
23	status without duties and pay for a period in excess
24	of 14 days.

1	"(8) The term 'whistleblower disclosure' has the
2	meaning given such term in section 323(g) of this
3	title.".
4	(2) CLERICAL AMENDMENT.—The table of con-
5	tents for title 38, United States Code, is amended
6	by inserting after the item relating to section 711
7	the following:
	"712. Supervisors: removal, demotion, or suspension based on performance or misconduct.".
8	SEC. 3. SENIOR EXECUTIVES: MODIFICATION OF PROCE-
9	DURES TO REMOVE, DEMOTE, OR SUSPEND
10	BASED ON PERFORMANCE OR MISCONDUCT.
11	Section 713 of title 38, United States Code, is
12	amended—
13	(1) in subsection (a)—
14	(A) after "determines", insert "by sub-
15	stantial evidence"; and
16	(B) by adding at the end the following:
17	"(3) When making an initial decision under this sub-
18	section with respect to determining whether a covered in-
19	dividual should be reprimanded or suspended, involun-
20	tarily reassigned, demoted, or removed, the deciding em-
21	ployee of the Department shall consider only the following
22	factors:
23	"(A) The nature and seriousness of the offense,
24	and its relation to the covered individual's duties,

1	position, and responsibilities, including whether the
2	offense was intentional or technical or inadvertent,
3	or was committed maliciously or for gain, or was fre-
4	quently repeated.
5	"(B) The covered individual's job level and type
6	of employment, including supervisory or fiduciary
7	role, and prominence of the position.
8	"(C) Whether such action is consistent with the
9	treatment of other covered individuals—
10	"(i) for the same or similar offenses; and
11	"(ii) by the same supervisor.
12	"(4) The Secretary shall review the initial decision
13	and uphold such decision if it is supported by substantial
14	evidence.";
15	(2) in subsection (b)—
16	(A) in paragraph (1)(C), by striking "Ac-
17	countability and Whistleblower Protection" and
18	inserting "Human Resources and Administra-
19	tion"
20	(B) in paragraph (3), by striking "21
21	days" and inserting "21 business days after the
22	final decision"; and
23	(C) by adding at the end the following:
24	"(7) Except to the extent that an appeal under this
25	subsection presents a constitutional issue, such court may

1	not review a challenge to the penalty imposed against the
2	covered individual or mitigate such penalty.";
3	(3) in subsection (d), by adding at the end the
4	following new paragraph:
5	"(4) The term 'substantial evidence' has the
6	meaning given such term in section 712 of this
7	title.".
8	(4) by inserting after subsection (c) the fol-
9	lowing (and redesignate subsection (d) as subsection
10	(e)):
11	"(d) Application.—This section shall apply to any
12	misconduct or performance of a covered individual begin-
13	ning on the date of enactment of the Department of Vet-
14	erans Affairs Accountability and Whistleblower Protection
15	Act of 2017 (Public Law 115–41).".
16	SEC. 4. MODIFICATION OF DISCIPLINARY PROCEDURES
17	FOR EMPLOYEES OF THE DEPARTMENT OF
18	VETERANS AFFAIRS.
19	(a) Department of Veterans Affairs Em-
20	PLOYEE DISCIPLINE MODIFICATIONS.—Section 714 of
21	title 38, United States Code, is amended—
22	(1) in subsection (a),
23	(A) in paragraph (1), by inserting "by sub-
24	stantial evidence" after "the Secretary deter-
25	mines"; and

1	(B) by adding at the end the following:
2	"(3)(A) When making an initial decision under this
3	subsection with respect to determining whether a covered
4	individual should be removed, demoted, or suspended, the
5	deciding employee of the Department shall consider only
6	the following factors:
7	"(i) The nature and seriousness of the offense,
8	and its relation to the covered individual's duties,
9	position, and responsibilities, including whether the
10	offense was intentional or technical or inadvertent,
11	or was committed maliciously or for gain, or was fre-
12	quently repeated.
13	"(ii) The covered individual's job level and type
14	of employment, including supervisory or fiduciary
15	role, and prominence of the position.
16	"(iii) The covered individual's past disciplinary
17	record.
18	"(iv) The covered individual's past work record,
19	including length of service, performance on the job,
20	ability to get along with fellow workers, and depend-
21	ability.
22	"(v) Mitigating circumstances surrounding the
23	offense such as unusual job tensions, personality
24	problems, mental impairment, harassment, or bad

1	faith, malice, or provocation on the part of others in-
2	volved in the matter.
3	"(vi) Whether such action is consistent with the
4	treatment of other covered individuals—
5	"(I) for the same or similar offenses; and
6	"(II) by the same supervisor.
7	"(B) The Secretary shall review the initial decision
8	and uphold such decision if it is supported by substantial
9	evidence.".
10	(2) in subsection (e)—
11	(A) by striking paragraph (1)(D); and
12	(B) in paragraph (3), by inserting before
13	the period the following: ", and the Secretary
14	may carry out such a removal, demotion, or
15	suspension without first placing a covered indi-
16	vidual on a performance improvement plan";
17	(3) in subsection (d)—
18	(A) in paragraph (2), by adding at the end
19	the following:
20	"(C) Except to the extent that an appeal under this
21	subsection presents a constitutional issue, the administra-
22	tive judge may not review a challenge to the penalty im-
23	posed against the covered individual.";
24	(B) in paragraph (3), by adding at the end
25	the following:

1	"(D) Except to the extent that an appeal under this
2	subsection presents a constitutional issue, the Merit Sys-
3	tems Protection Board may not review a challenge to the
4	penalty imposed against the covered individual.";
5	(C) in paragraph (5), by adding at the end
6	the following:
7	"(C) Except to the extent that an appeal under this
8	subsection presents a constitutional issue, such Court may
9	not review a challenge to the penalty imposed against the
10	covered individual or mitigate such penalty."; and
11	(D) by striking paragraph (10);
12	(4) by redesignating subsection (h) as sub-
13	section (j);
14	(5) by inserting after subsection (g) the fol-
15	lowing:
16	"(h) Collective Bargaining Agreements.—This
17	section shall supersede any collective bargaining agree-
18	ment and shall be implemented notwithstanding any other
19	provision of law.
20	"(i) Application.—This section shall apply to any
21	performance or misconduct of a covered individual begin-
22	ning on the date of enactment of the Department of Vet-
23	erans Affairs Accountability and Whistleblower Protection
24	Act of 2017 (Public Law 115–41)."; and

1	(6) in subsection (j), as redesignated by para-
2	graph (4)—
3	(A) in paragraph (1)—
4	(i) by inserting "including individuals
5	appointed pursuant to this title, title 5,
6	and hybrid employees appointed pursuant
7	to section 7401 or 7405 of this title" after
8	"Department";
9	(ii) in subparagraph (B), by striking
10	"or 7405" and inserting "7405(a)(1)(A),
11	$7405(a)(1)(C), \qquad 7405(a)(1)(D), \qquad \text{or}$
12	7405(b)";
13	(iii) in subparagraph (D), by striking
14	the period and inserting "; or"; and
15	(iv) by adding after subparagraph (D)
16	the following:
17	"(E) a supervisor or management official
18	as defined in section 7103(a) of title 5.";
19	(B) by adding at the end the following new
20	paragraph:
21	"(6) The term 'substantial evidence' has the
22	meaning given such term in section 712 of this
23	title".
24	(b) VHA EMPLOYEE DISCIPLINE MODIFICATIONS.—
25	Section 7403(f)(3) of such title is amended—

1	(1) by striking "Notwithstanding any other pro-
2	vision of this title or other law," and inserting "(A)
3	Notwithstanding any other provision of this title or
4	other law, and consistent with subparagraph (B),";
5	and
6	(2) by adding at the end the following:
7	"(B) With respect to any covered individual (as that
8	term is defined in section 712 or 714) appointed to such
9	positions, such matters shall be resolved, at the Sec-
10	retary's sole discretion, under—
11	"(i) section 712;
12	"(ii) section 714; or
13	"(iii) title 5 as though such individuals had
14	been appointed under that title.".