

SEC. 1003. MANAGEMENT OF PURCHASE CARDS.

(a) Penalties for Violations- Section 2784(c)(1) of title 10, United States Code, is amended by striking ` (1) provide for' and inserting the following:

 ` (1) provide--

 ` (A) for the reimbursement of charges for unauthorized or erroneous purchases, in appropriate cases; and

 ` (B) for'.

(b) Required Report- Not later than 270 days after the date of the enactment of this Act, the Secretary of Defense shall submit to the Committees on Armed Services of the Senate and the House of Representatives a report detailing actions to be taken by the Department of Defense to implement the recommendations of the Government Accountability Office in its report titled ` Actions Needed to Strengthen Internal Controls to Reduce Fraudulent, Improper, and Abusive Purchases' (GAO-08-333) to improve safeguards and internal controls on the use of agency purchase cards.