

Department of Homeland Security
Office of Inspector General
Budget Overview



Fiscal Year 2019
Congressional Justification

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Office of Inspector General
Appropriation Organization Structure

Organization Name	Level	Fund Type (* Includes Defense Funding)
Office of Inspector General	Component	
Operations and Support	Appropriation	Discretionary - Appropriation

**Office of Inspector General
Strategic Context**

The Office of the Inspector General does not have performance measures in the DHS Strategic or Management measure sets. Therefore, there is no performance related information to report for a Strategic Context.

**Office of Inspector General
Budget Comparison and Adjustments**

Budget Comparison with FY 2018 Annualized CR

Organization <i>(Dollars in Thousands)</i>	FY 2017 Enacted	FY 2018 Annualized CR	FY 2018 President's Budget	FY 2019 President's Budget
Operations and Support	\$175,000	\$173,812	\$133,974	\$138,369
Total	\$175,000	\$173,812	\$133,974	\$138,369

**Office of Inspector General
Comparison of Budget Authority and Request**

Organization <i>(Dollars in Thousands)</i>	FY 2017 Enacted			FY 2018 President's Budget			FY 2019 President's Budget			FY 2018 to FY 2019 Total Changes		
	Pos.	FTE	Amount	Pos.	FTE	Amount	Pos.	FTE	Amount	Pos.	FTE	Amount
Operations and Support	854	854	\$175,000	720	720	\$133,974	715	715	\$138,369	(5)	(5)	\$4,395
Net Discretionary	854	854	\$175,000	618	618	\$133,974	613	613	\$138,369	(5)	(5)	\$4,395
Transfer from FEMA - DRF	-	-	-	102	102	\$24,000	102	102	\$24,000	-	-	-
Total	854	854	\$175,000	720	720	\$157,974	715	715	\$162,369	(5)	(5)	\$4,395
Subtotal Discretionary - Appropriation	854	854	\$175,000	720	720	\$157,974	715	715	\$162,369	(5)	(5)	\$4,395

Mission:

The Department of Homeland Security (DHS) Office of Inspector General (OIG) conducts and supervises independent audits, inspections, and investigations and recommends ways for DHS to carry out its vital responsibilities in the most effective, efficient, and economical manner possible. The OIG seeks to deter, identify, and address fraud, abuse, mismanagement, and waste of taxpayer funds invested in homeland security.

The OIG is an independent entity to which employees, contractors, and the public can report fraud, waste, and abuse that affects the Department. Results of its findings are reported to the DHS Secretary, Congress, and the public, when appropriate. The OIG seeks to ensure improved transparency, accountability, and efficiency across the Department.

Additional information, including the Inspector General’s congressional testimony, may be accessed through our website at: www.oig.dhs.gov.

**Office of Inspector General
Budget Authority and Obligations**

Budget Authority <i>(Dollars in Thousands)</i>	FY 2017	FY 2018	FY 2019
Enacted/Request	\$175,000	\$133,974	\$138,369
Carryover and/or Recoveries (Actual/Estimates/Projections)	\$3,398	\$2,760	-
Rescissions to Current Year/Budget Year	-	-	-
Net Sequestered Resources	-	-	-
Supplementals	-	\$10,000	-
Total Budget Authority	\$178,398	\$146,734	\$138,369
Transfer from FEMA - DRF		\$24,000	\$24,000
Collections – Reimbursable Resources	\$18,000	\$18,000	\$18,000
Total Budget Resources	\$196,398	\$188,734	\$180,369
Obligations (Actual/Projections/Estimates)	\$189,459	\$188,734	\$180,369
Personnel: Positions and FTE			
Enacted/Request Positions	854	720	715
Enacted/Request FTE	854	720	715
Onboard and Actual FTE; Includes Collections - Reimbursable Resources			
Onboard (Actual/Estimates/Projections)	761	720	715
FTE (Actual/Estimates/Projections)	719	720	715

**Office of Inspector General
Personnel Compensation and Benefits**

Pay Summary

Organization <i>(Dollars in Thousands)</i>	FY 2017 Enacted				FY 2018 President's Budget				FY 2019 President's Budget				FY 2018 to FY 2019 Total			
	Pos.	FTE	Amount	Rate	Pos.	FTE	Amount	Rate	Pos.	FTE	Amount	Rate	Pos.	FTE	Amount	Rate
Operations and Support	854	854	\$117,591	\$137.67	618	618	\$99,803	\$161.49	613	613	\$99,901	\$162.97	(5)	(5)	\$98	\$1.28
Transfer from FEMA - DRF	-	-	-	-	102	102	\$18,000	\$176.47	102	102	\$18,000	\$176.47	-	-	-	-
Total	854	854	\$117,591	\$137.67	720	720	\$117,803	\$163.61	715	715	\$117,901	\$164.89	(5)	(5)	\$98	\$1.28
Discretionary - Appropriation	854	854	\$117,591	\$137.67	720	720	\$117,803	\$163.61	715	715	\$117,901	\$164.89	(5)	(5)	\$98	\$1.28

* The FTE Rate calculation does not include Object Class 11.8-Special Personal Services Payments or 13.0-Benefits for Former Personnel.

Pay by Object Class

Pay Object Classes <i>(Dollars in Thousands)</i>	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget	FY 2018 to FY 2019 Change
11.1 Full-time Permanent	\$76,830	\$78,082	\$78,134	\$52
11.3 Other than Full-Time Permanent	\$1,596	\$1,237	\$1,241	\$4
11.5 Other Personnel Compensation	\$6,140	\$5,768	\$5,775	\$7
12.1 Civilian Personnel Benefits	\$33,007	\$32,709	\$32,731	\$22
13.0 Benefits for Former Personnel	\$18	\$7	\$20	\$13
Total - Personnel Compensation and Benefits	\$117,591	\$117,803	\$117,901	\$98
Positions and FTE				
Positions - Civilian	854	720	715	(5)
FTE - Civilian	854	720	715	(5)

*Includes funding and personnel associated with the Disaster Relief Fund transfer.

**Office of Inspector General
Non Pay Budget Exhibits**

Non Pay Summary

Organization <i>(Dollars in Thousands)</i>	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget	FY 2018 to FY 2019 Total Changes
Operations and Support	\$57,409	\$34,171	\$38,468	\$4,297
Net Discretionary	\$57,409	\$34,171	\$38,468	\$4,297
Transfer from FEMA - DRF	-	\$6,000	\$6,000	-
Total	\$57,409	\$40,171	\$44,468	\$4,297
Discretionary - Appropriation	\$57,409	\$40,171	\$44,468	\$4,297

Non Pay by Object Class

Non-Pay Object Classes <i>(Dollars in Thousands)</i>	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget	FY 2018 to FY 2019 Change
21.0 Travel and Transportation of Persons	\$4,669	\$3,645	\$3,718	\$73
22.0 Transportation of Things	\$63	\$36	\$37	\$1
23.1 Rental Payments to GSA	\$12,480	\$15,097	\$15,399	\$302
23.2 Rental Payments to Others	\$524	\$406	\$414	\$8
23.3 Communications, Utilities, and Misc. Charges	\$4,035	\$3,104	\$3,366	\$262
24.0 Printing and Reproduction	\$5	\$35	\$10	(\$25)
25.1 Advisory and Assistance Services	\$16,649	\$1,095	\$4,033	\$2,938
25.2 Other Services from Non-Federal Sources	\$2,282	\$5,474	\$5,583	\$109
25.3 Other Goods and Services from Federal Sources	\$4,338	\$5,308	\$5,414	\$106
25.4 Operation and Maintenance of Facilities	\$362	\$287	\$693	\$406
25.7 Operation and Maintenance of Equipment	\$6,168	\$1,279	\$1,305	\$26
26.0 Supplies and Materials	\$1,242	\$969	\$988	\$19
31.0 Equipment	\$3,945	\$3,285	\$3,408	\$123
32.0 Land and Structures	\$553	-	-	-
42.0 Insurance Claims and Indemnities	\$6	\$10	\$10	-
91.0 Unvouchered	\$88	\$141	\$90	(\$51)
Total - Non Pay Object Classes	\$57,409	\$40,171	\$44,468	\$4,297

*Includes funding associated with the Disaster Relief Fund transfer.

**Office of Inspector General
Supplemental Budget Justification Exhibits**

Working Capital Fund

Appropriation and PPA <i>(Dollars in Thousands)</i>	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget
Operations and Support	\$830	\$742	\$537
Total Working Capital Fund	\$830	\$742	\$537

**Office of Inspector General
Authorized/Unauthorized Appropriations**

Budget Activity <i>Dollars in Thousands</i>	Last year of Authorization	Authorized Level	Appropriation in Last Year of Authorization	FY 2019 President's Budget
	Fiscal Year	Amount	Amount	Amount
Operations and Support	N/A	N/A	N/A	\$138,369

Office of Inspector General Proposed Legislative Language

For necessary expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978 (5 U.S.C. App.), [\$133,974,000] **\$138,369,000**, of which not to exceed \$300,000 may be used for certain confidential operational expenses, including the payment of informants, to be expended at the direction of the Inspector General.

Language Provision	Explanation
[\$133,974,000] <u>\$138,369,000</u>	Dollar change only. No substantial change proposed.

Collections - Reimbursable Resources

Collections <i>(Dollars in Thousands)</i>	FY 2017 Enacted			FY 2018 President's Budget			FY 2019 President's Budget			FY 2018 to FY 2019 Change		
	Pos.	FTE	Amount	Pos.	FTE	Amount	Pos.	FTE	Amount	Pos.	FTE	Amount
Department of Homeland Security - Departmental Management and Operations Source	-	-	\$18,000	-	-	\$18,000	-	-	\$18,000	-	-	-
Operations and Support Location	-	-	\$18,000	-	-	\$18,000	-	-	\$18,000	-	-	-
Total Collections	-	-	\$18,000	-	-	\$18,000	-	-	\$18,000	-	-	-

Department of Homeland Security

Office of Inspector General

Operations and Support



Fiscal Year 2019 Congressional Justification

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Operations and Support

Budget Comparison and Adjustments

Comparison of Budget Authority and Request

Organization <i>(Dollars in Thousands)</i>	FY 2017 Enacted			FY 2018 President's Budget			FY 2019 President's Budget			FY 2018 to FY 2019 Total Changes		
	Pos.	FTE	Amount	Pos.	FTE	Amount	Pos.	FTE	Amount	Pos.	FTE	Amount
Operations and Support	854	854	\$175,000	618	618	\$133,974	613	613	\$138,369	(5)	(5)	\$4,395
Net Discretionary	854	854	\$175,000	618	618	\$133,974	613	613	\$138,369	(5)	(5)	\$4,395
Transfer from FEMA - DRF	-	-	-	102	102	\$24,000	102	102	\$24,000	-	-	-
Total Gross Discretionary	854	854	\$175,000	720	720	\$157,974	715	715	\$162,369	(5)	(5)	\$4,395

Mission:

The Department of Homeland Security (DHS) Office of Inspector General (OIG) conducts and supervises independent audits, inspections, and investigations and recommends ways for DHS to carry out its vital responsibilities in the most effective, efficient, and economical manner possible. The OIG seeks to deter, identify, and address fraud, abuse, mismanagement, and waste of taxpayer funds invested in homeland security.

The OIG is an independent entity to which employees, contractors, and the public can report fraud, waste, and abuse that affects the Department. Results of its findings are reported to the DHS Secretary, Congress, and the public, when appropriate. The OIG seeks to ensure improved transparency, accountability, and efficiency across the Department.

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Budget Activities:

The OIG is committed to delivering relevant, accurate, timely, and high quality products and services that identify the best use of taxpayer dollars. To accomplish this, we conduct integrated audits, inspections, evaluations, and investigations focused on high-risk and high-impact, vulnerable programs and activities. Our unified, coordinated program of independent and objective audits, inspections, evaluations, and investigations helps the Department fulfill its vital mission to secure our Nation and safeguard its people. The OIG was established through the *Homeland Security Act of 2002* by amendment to the *Inspector General Act of 1978* and proudly serves the men and women of the Department and its Secretary, the President, Congress, and the American people.

As an agent of change, the OIG detects and eliminates fraud, waste, and abuse; identifies risk areas; and recommends corrective actions for Department management to implement. The OIG aligns its work with the Department's five mission areas: 1) preventing terrorism and enhancing security; 2) securing and managing our borders; 3) enforcing and administering immigration laws; 4) safeguarding and securing cyberspace and, 5) strengthening national preparedness and resilience. We conduct legislatively mandated work and requested reviews to address the concerns of

Congress, the Department, and other stakeholders.

Our office reflects the size and complexity of the Department. In a typical year, we issue nearly 200 audit and inspection reports and conduct over 600 investigations. In our audit and inspection reports, we make nearly 400 recommendations in an average year. We receive nearly 24,000 complaints through our hotline and website, and have pending nearly 1,200 investigations at any one time. In fiscal year 2018, due to several severe natural disasters, we expect to receive and process in excess of 55,000 complaints.

The OIG conveys to the Department and its stakeholders impartial, timely information about the performance of programs and operations, and objectively assesses emerging concerns. Our recommendations are designed to promote good governance, informed decision making, and accountability.

The OIG is committed to helping the Department achieve its critical missions and ensuring the proper stewardship and integrity of Departmental programs and resources.

Budget Request Summary:

For the FY 2019 Budget, the OIG requests \$162.369 million, 715 full-time positions (FTP), and 715 full-time equivalents (FTE), which includes \$138.369 million in appropriated funding and a transfer of \$24 million from the FEMA Disaster Relief Fund (DRF). Requested resources will enable the OIG to perform its oversight responsibilities as an independent and objective audit, inspection, and investigative entity promoting economy, effectiveness, and efficiency in DHS programs and operations.

Included in the FY 2019 request is \$2.211 million for training and \$0.347 million to support the Council of the Inspector General on Integrity and Efficiency (CIGIE).

Mission Support Program:

The Mission Support program provides funding and personnel for the OIG to perform its oversight responsibilities to assess the Department's risks and weaknesses and to promote the efficient and effective use of limited resources.

Specifically, the OIG's resources support the following key legislated responsibilities:

- Promote economy, efficiency, and effectiveness in managing the Department's programs and supporting operations;
- Conduct and supervise audits, investigations, and inspections of the Department's programs and support operations;
- Detect and prevent fraud, waste, and abuse;
- Inform the DHS Secretary and Congress about problems and deficiencies, as well as recommended corrective actions and implementation strategies;
- Review existing and proposed legislation and regulations and make appropriate recommendations;
- Maintain effective working relationships with other Federal, state, and local government agencies, and non-governmental entities;
- Comply with the audit standards of the Comptroller General of the United States and avoid duplication of Government Accountability Office activities; and

- Report violations of Federal criminal law to the U.S. Attorney General.

Inspector General's Comments:

The fiscal year (FY) 2019 President's Budget request (President's Budget) reduces the Department of Homeland Security Office of Inspector General's (DHS OIG) requested \$184.4 million appropriation by over \$22 million, to \$162 million. This represents a \$13 million reduction from the enacted FY 2017 appropriation of \$175 million. As it calls for a major reduction in the DHS OIG's funding, the President's Budget also requests major growth in the Department's budget. The FY 2019 funding level requested for DHS would increase the Department's budget total budget authority by \$4.6 billion over FY 2017 levels, and result in significant surges in the Department's activities in critical areas of law enforcement, border protection, disaster response, and cybersecurity. Substantially reducing the budget of DHS OIG while increasing the budget and activities of DHS, critically impairs the DHS OIG's ability to carry out its statutory oversight responsibilities. Accordingly, pursuant to Sections 6(f)(3)(E) and 4(a)(5) of the *Inspector General Act*, I submit this separate message requesting Congress to fund the DHS OIG at the requested level of \$184.4 million, which will allow the OIG to perform the necessary oversight functions.

The President clearly recognizes the threats that face our country and the critical role DHS plays in addressing those threats. That recognition is evident in the President's request to increase the DHS total budget authority from \$68.4 billion in FY 2017 to \$72.9 billion in FY 2019, a 6.7 percent increase. When compared to FY 2017, the FY 2019 President's Budget contains a \$2.6 billion (18 percent) increase for CBP and a \$1.8 billion (26.6 percent) increase for ICE. By contrast, the President's Budget proposes a \$12.6 million (7.2 percent) decrease for OIG. Since OIG's statutory role is preventing fraud, waste, and abuse in DHS programs and activities, and these programs and activities are most vulnerable to fraud, waste, and abuse in times of significant funding increases, DHS OIG's budget should increase, not decrease, when the Department's budget significantly increases. The disparity in funding levels requested by the President will cause attendant shortfalls in DHS OIG's capacity to perform its critical oversight functions and to prevent fraud, waste, and abuse in the Administration's most expensive and visible DHS program initiatives.

DHS OIG has determined that the correlation of the OIG's budget to the overall Department's budget is a meaningful benchmark for the adequacy of OIG funding. As requested by the President for FY 2019, the OIG's budget is 0.22 percent of DHS's total budget. This represents a 13 percent decrease from the FY 2017 ratio, which is 0.26 percent of DHS's budget. At the OIG requested level of \$184.4 million, the ratio is 0.25 percent of the total DHS budget; essentially the same as in FY 2017, which will prevent a significant decrease in the OIG's oversight capacity.

Finally, the Brookings Institution Center for Effective Public Management, an independent research organization, has analyzed the financial impact on government when OIG budgets are cut. This analysis found that cuts to OIG budgets actually *cost* the government money and contribute to the Federal deficit.¹ History has shown that DHS OIG offers the federal government and American taxpayers an impressive return on investment. With the requested investment of \$184.4 million, DHS OIG will be able to adequately address the increased risk of fraud, waste, and abuse in DHS programs and operations, help DHS meet its public safety and national security mission, and undertake critical audits, inspections, and investigations, particularly when requested by Congress. This is especially important given that the DHS OIG will oversee the Administration's most expensive and visible initiatives, and proactively monitor and protect those initiatives from fraud, waste, and abuse.

¹ Hudak, J., Wallack, G. (2015). *Brookings Institution Center for Effective Public Management*, Website: <https://www.brookings.edu/wp-content/uploads/2016/06/CEPMHudakWallackOIG.pdf>

Operations and Support Budget Authority and Obligations

Budget Authority <i>(Dollars in Thousands)</i>	FY 2017	FY 2018	FY 2019
Enacted/Request	\$175,000	\$133,974	\$138,369
Carryover and/or Recoveries (Actual/Estimates/Projections)	\$3,398	\$2,760	-
Rescissions to Current Year/Budget Year	-	-	-
Net Sequestered Resources	-	-	-
Supplementals	-	\$10,000	-
Total Budget Authority	\$178,398	\$146,734	\$138,369
Transfer from FEMA – DRF	-	\$24,000	\$24,000
Collections – Reimbursable Resources	\$18,000	\$18,000	\$18,000
Total Budget Resources	\$196,398	\$188,734	\$180,369
Obligations (Actual/Projections/Estimates)	\$189,459	\$188,734	\$180,369
Personnel: Positions and FTE			
Enacted/Request Positions	854	720	715
Enacted/Request FTE	854	720	715
Onboard and Actual FTE; Includes Collections - Reimbursable Resources			
Onboard (Actual/Estimates/Projections)	761	720	715
FTE (Actual/Estimates/Projections)	719	720	715

*The FY 2018 and FY 2019 projections for Onboard and FTE include 102 positions and 102 FTE associated with the \$24M transfer from the DRF Base Funds.

Operations and Support Summary of Budget Changes

Budget Formulation Activity <i>(Dollars in Thousands)</i>	Positions	FTE	Amount
FY 2017 Enacted	854	854	\$175,000
FY 2018 President's Budget	618	618	\$133,974
FY 2019 Base Budget	618	618	\$133,974
Transfer to DHS/OCHCO from OIG due to CHCO WCF Activity Cost Removal	-	-	(\$104)
Transfer to DHS/OCIO from OIG due to CIO WCF Activity Cost Removal	-	-	(\$88)
Total Transfers	-	-	(\$192)
Annualization of 2018 Pay Raise	-	-	\$847
Office Space Relocation/Reconfiguration	-	-	\$4,489
Total, Pricing Increases	-	-	\$5,336
Personnel Reduction	(5)	(5)	(\$749)
Total, Pricing Decreases	(5)	(5)	(\$749)
Total Adjustments-to-Base	(5)	(5)	\$4,395
FY 2019 Current Services	613	613	\$138,369
FY 2019 Request	613	613	\$138,369
FY 2018 TO FY 2019 Change	(5)	(5)	\$4,395

* The FY 2018 President's Budget and FY 2019 Request do not include the \$24 million transfer from the FEMA DRF Base Funds.

Operations and Support Justification of Pricing Changes

Pricing Changes <i>(Dollars in Thousands)</i>	FY 2019 President's Budget		
	Positions	FTE	Amount
Pricing Change 1 – Annualization of 2018 Pay Raise	-	-	\$847
Pricing Change 2 - Office Space Relocation/Reconfiguration	-	-	\$4,489
Pricing Change 3 - Personnel Reduction	(5)	(5)	(\$749)
Total Pricing Changes	(5)	(5)	\$4,587

Annualization of 2018 Pay Raise: This pricing change reflects an increase of \$0.8M for the annualization of the 2018 pay increase.

Office Relocations/Reconfigurations: This pricing change reflects an increase of \$4.5 million to support the relocation/reconfiguration efforts of eleven OIG field offices with expiring leases.

Personnel Reduction: This pricing change reflects a reduction of \$0.8 million and 5 FTE/FTP due to a reduction in personnel.

Operations and Support
Personnel Compensation and Benefits

Pay Summary

Organization (Dollars in Thousands)	FY 2017 Enacted				FY 2018 President's Budget				FY 2019 President's Budget				FY 2018 to FY 2019 Total			
	Pos.	FTE	Amount	Rate	Pos.	FTE	Amount	Rate	Pos.	FTE	Amount	Rate	Pos.	FTE	Amount	Rate
Operations and Support	854	854	\$117,591	\$137.67	618	618	\$99,803	\$161.49	613	613	\$99,901	\$162.97	(5)	(5)	\$98	\$1.28
Transfer from FEMA - DRF	-	-	-	-	102	102	\$18,000	\$176.47	102	102	\$18,000	\$176.47	-	-	-	-
Total	854	854	\$117,591	\$137.67	720	720	\$117,803	\$163.61	715	715	\$117,901	\$164.89	(5)	(5)	\$98	\$1.28
Discretionary - Appropriation	854	854	\$117,591	\$137.67	720	720	\$117,803	\$163.61	715	715	\$117,901	\$164.89	(5)	(5)	\$98	\$1.28

* The FTE Rate calculation does not include Object Class 11.8-Special Personal Services Payments or 13.0-Benefits for Former Personnel.

Pay by Object Class

Pay Object Classes (Dollars in Thousands)	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget	FY 2018 to FY 2019 Change
11.1 Full-time Permanent	\$76,830	\$78,082	\$78,134	\$52
11.3 Other than Full-Time Permanent	\$1,596	\$1,237	\$1,241	\$4
11.5 Other Personnel Compensation	\$6,140	\$5,768	\$5,775	\$7
12.1 Civilian Personnel Benefits	\$33,007	\$32,709	\$32,731	\$22
13.0 Benefits for Former Personnel	\$18	\$7	\$20	\$13
Total - Personnel Compensation and Benefits	\$117,591	\$117,803	\$117,901	\$98
Positions and FTE				
Positions – Civilian	854	720	715	(5)
FTE – Civilian	854	720	715	(5)

*Total PC&B, positions, and FTE reflect the DRF Base Funds transfer.

Pay Cost Drivers

Leading Cost-Drivers <i>Dollars in Thousands</i>	FY 2017 Enacted			FY 2018 President's Budget			FY 2019 President's Budget			FY 2018 to FY 2019 Total Changes		
	FTE	Amount	Rate	FTE	Amount	Rate	FTE	Amount	Rate	FTE	Amount	Rate
Civilian Pay and Benefits (O&S)	719 ²	\$117,591	\$163.55	618	\$99,803	\$161.49	613	\$99,901	\$162.97	(5)	\$98	\$1.28
Civilian Pay and Benefits (Transfer from DRF)	-	-	-	102	\$18,000	\$176.47	102	\$18,000	\$176.47	-	-	-
Total – Pay Cost Drivers	719	\$117,591	\$163.55	720	\$117,803	\$163.61	715	\$117,901	\$164.89	(5)	\$98	\$1.28

NARRATIVE EXPLANATION OF CHANGES

FTE Change FY 2018-2019: The FY 2019 request includes a reduction of 5 FTE.

PCB Change FY 2018-2019: The FY 2019 request includes an increase of \$98 thousand in PC&B comprised of the 2018 pay raise and personnel reductions.

Average Cost Change FY 2018-2019: The average cost change of \$1.28 corresponds to the 2018 pay raise.

² Actual FTE for FY 2017.

Operations and Support Permanent Positions by Grade – Appropriation

Grades and Salary Range <i>(Dollars in Thousands)</i>	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget	FY 2018 to FY 2019 Change
Total, SES	18	18	18	-
Total, EX	1	1	1	-
GS-15	76	62	61	-1
GS-14	158	131	129	-2
GS-13	281	237	235	-2
GS-12	239	200	200	-
GS-11	44	36	36	-
GS-9	13	11	11	-
GS-8	2	2	2	-
GS-7	6	6	6	-
GS-6	1	1	1	-
GS-5	4	4	4	-
GS-4	11	11	11	-
Total Permanent Positions	854	720	715	-5
Position Locations				
Headquarters	359	302	302	-
U.S. Field	495	418	413	-5
Averages				
Average Personnel Costs, ES Positions	174,284	176,550	176,550	-
Average Personnel Costs, GS Positions	99,707	101,601	101,601	-
Average Grade, GS Positions	13	13	13	-

*Includes personnel associated with the DRF Base Funds transfer.

Operations and Support Non Pay Budget Exhibits

Non Pay Summary

Organization <i>(Dollars in Thousands)</i>	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget	FY 2018 to FY 2019 Total Changes
Operations and Support	\$57,409	\$34,171	\$38,468	\$4,297
Net Discretionary	\$57,409	\$34,171	\$38,468	\$4,297
Transfer from FEMA - DRF	-	\$6,000	\$6,000	-
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Non Pay by Object Class

Non-Pay Object Classes <i>(Dollars in Thousands)</i>	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget	FY 2018 to FY 2019 Change
21.0 Travel and Transportation of Persons	\$4,669	\$3,645	\$3,718	\$73
22.0 Transportation of Things	\$63	\$36	\$37	\$1
23.1 Rental Payments to GSA	\$12,480	\$15,097	\$15,399	\$302
23.2 Rental Payments to Others	\$524	\$406	\$414	\$8
23.3 Communications, Utilities, and Misc. Charges	\$4,035	\$3,104	\$3,366	\$262
24.0 Printing and Reproduction	\$5	\$35	\$10	(\$25)
25.1 Advisory and Assistance Services	\$16,649	\$1,095	\$4,033	\$2,938
25.2 Other Services from Non-Federal Sources	\$2,282	\$5,474	\$5,583	\$109
25.3 Other Goods and Services from Federal Sources	\$4,338	\$5,308	\$5,414	\$106
25.4 Operation and Maintenance of Facilities	\$362	\$287	\$693	\$406
25.7 Operation and Maintenance of Equipment	\$6,168	\$1,279	\$1,305	\$26
26.0 Supplies and Materials	\$1,242	\$969	\$988	\$19
31.0 Equipment	\$3,945	\$3,285	\$3,408	\$123
32.0 Land and Structures	\$553	-	-	-
42.0 Insurance Claims and Indemnities	\$6	\$10	\$10	-
91.0 Unvouchered	\$88	\$141	\$90	(\$51)
Total - Non Pay Object Classes	\$57,409	\$40,171	\$44,468	\$4,297

*Includes funding associated with the DRF Base Funds transfer.

Non Pay Cost Drivers

Leading Non Pay Cost-Drivers <i>Dollars in Thousands</i>	FY 2017 Enacted	FY 2018 President's Budget	FY 2019 President's Budget	FY 2018 to FY 2019 Total Changes
Rental Payments	\$13,004	\$15,503	\$15,813	\$310
Other Contractual Services	\$23,631	\$12,164	\$15,723	\$3,559
Equipment (including Operation and Maintenance)	\$10,113	\$4,564	\$4,713	\$149
Travel	\$4,669	\$3,645	\$3,718	\$73
Communications and Utilities	\$4,035	\$3,104	\$3,366	\$262
Other Costs	\$1,957	\$1,191	\$1,135	(\$56)
Total Non Pay Cost Drivers	\$57,409	\$40,171	\$44,468	\$4,297

*Includes funding associated with the Disaster Relief Fund transfer.

NON PAY NARRATIVE

Rental Payments: The increase of \$0.3 million is due to an increase in GSA rental payments. This cost driver includes both GSA and non-GSA rental payments.

Other Contractual Services: The increase of \$3.6 million is primarily due to costs associated with the relocation and reconfiguration of office spaces. This cost driver includes the following categories:

- Advisory and Assistance Services
- Goods and Services from Federal and Non-Federal Accounts
- Operation and Maintenance of Facilities

Equipment: The increase of \$0.1 million is due to fluctuations in cost. This cost driver includes both Equipment and Operation and Maintenance of Equipment.

Travel: The increase of \$0.1 million is due to fluctuations in cost.

Communications and Utilities: The increase of \$0.3 million is due to fluctuations in cost.

Other Costs: The decrease of \$0.1 million is due to fluctuations in cost. This cost driver includes the following categories:

- Transportation of Things
- Printing and Reproduction
- Supplies and Materials