

DEPARTMENT OF THE TREASURY

DEPARTMENTAL OFFICES

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Departmental Offices including operation and maintenance of the Treasury [Building] Buildings and Annex; hire of passenger motor vehicles; maintenance, repairs, and improvements of, and purchase of commercial insurance policies for, real properties leased or owned overseas, when necessary for the performance of official business; not to exceed \$2,900,000 for official travel expenses; not to exceed \$150,000 for official reception and representation expenses; not to exceed \$258,000 for unforeseen emergencies of a confidential nature, to be allocated and expended under the direction of the Secretary of the Treasury and to be accounted for solely on his certificate; **[\$114,771,000] \$123,846,000: Provided.** [That section 113(2) of the Fiscal Year 1997 Department of Commerce, Justice, and State, the Judiciary, and Related Agencies Appropriations Act, Public Law 104-208 (110 Stat. 3009-22) is amended by striking "12 months" and inserting in lieu thereof "2 years": *Provided further,*] That the Office of Foreign Assets Control shall be funded at no less than **[\$4,500,000] \$5,517,000: [Provided further, That chapter 9 of the fiscal year 1997 Supplemental Appropriations Act for Recovery from Natural Disasters, and for Overseas Peacekeeping Efforts, including those in Bosnia, Public Law 105-18 (111 Stat. 195-96) is amended by inserting after the "County of Denver" in each instance "the County of Arapahoe": *Provided further,* That \$200,000 are provided to conduct a comprehensive study of gambling's effects on bankruptcies in the United States: *Provided further,* That for necessary expenses of the Office of Enforcement, including, but not limited to, making transfers of funds to Treasury bureaus and offices for programs, projects or initiatives directed as the investigation or prosecution of violent crime, \$1,600,000, to remain available until expended, to be derived from balances available in the Violent Crime Reduction Trust Fund]. (*Treasury Department Appropriations Act, 1998.*)**

OFFICE OF PROFESSIONAL RESPONSIBILITY

SALARIES AND EXPENSES

For necessary expenses of the Office of Professional Responsibility, including purchase and hire of passenger motor vehicles, **[\$1,250,000: Provided,** That the Under Secretary of Treasury for Enforcement shall task the Office of Professional Responsibility to conduct a comprehensive review of integrity issues and other matters related to the potential vulnerability of the United States Customs Service to corruption, to include examination of charges of professional misconduct and corruption as well as analysis of the efficacy of departmental and bureau internal affairs systems] **\$1,654,000.** (*Treasury Department Appropriations Act, 1998.*)

Program and Financing (in millions of dollars)

Identification code 20-0101-0-1-999	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Secretarial policy and program development	41		
00.02 International affairs	31		
00.03 Departmental management and administration	38		
00.04 Buildings and maintenance operations	16		
00.05 Repairs and Improvements	2		
00.07 Office of Professional Responsibility	1	1	2
00.08 Executive Direction	21	21	
00.09 Fiscal & Financial Services Policies & Programs	10	11	
00.10 Tax & Economic Policies & Programs	23	24	
00.11 Enforcement Policies & Programs	12	15	
00.12 International Affairs Policies & Programs	46	30	
00.13 Treasury-Wide Mgmt Policies & Programs	21	23	
00.14 Violent Crime Reduction Trust Fund	17	2	
00.91 Total direct program	146	136	126

09.01 Executive Direction	1	1	1
09.02 Fiscal & Financial Policies & Programs	6	6	6
09.03 Enforcement Policies & Programs	3	4	4
09.04 International Affairs Policies & Programs	15	16	16
09.05 Treasury-Wide Management	5	5	5
09.99 Total reimbursable program	30	32	32
10.00 Total obligations	176	168	158
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	14	19	5
22.00 New budget authority (gross)	193	153	158
22.10 Resources available from recoveries of prior year obligations	2		
22.30 Unobligated balance expiring	-14		
23.90 Total budgetary resources available for obligation	195	172	163
23.95 New obligations	-176	-168	-158
24.40 Unobligated balance available, end of year:			
Uninvested	19	5	5
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	115	118	126
42.00 Transferred from other accounts	48	3	
43.00 Appropriation (total)	163	121	126
Permanent:			
Spending authority from offsetting collections:			
68.00 Spending authority from offsetting collections—			
Federal	25	32	32
68.10 Change in orders on hand from Federal sources	5		
68.90 Spending authority from offsetting collections (total)	30	32	32
70.00 Total new budget authority (gross)	193	153	158
Change in unpaid obligations:			
Unpaid obligations, start of year:			
Obligated balance:			
72.40 Uninvested	37	55	98
72.41 U.S. Securities: Par value	2	1	
72.95 Orders on hand from Federal sources	14	19	19
72.99 Total unpaid obligations, start of year	53	75	117
73.10 New obligations	176	168	158
73.20 Total outlays (gross)	-153	-147	-159
73.40 Adjustments in expired accounts	1	21	
73.45 Adjustments in unexpired accounts	-2		
Unpaid obligations, end of year:			
Obligated balance:			
74.40 Uninvested	55	98	96
74.41 U.S. Securities: Par value	1		
74.95 Orders on hand from Federal sources	19	19	19
74.99 Total unpaid obligations, end of year	75	117	115
Outlays (gross), detail:			
86.90 Outlays from new current authority	113	113	117
86.93 Outlays from current balances	15	1	8
86.97 Outlays from new permanent authority	25	32	32
87.00 Total outlays (gross)	153	147	159
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-25	-32	-32
88.95 Change in orders on hand from Federal sources	-5		
Net budget authority and outlays:			
89.00 Budget authority	163	121	126
90.00 Outlays	128	115	127

Departmental Offices' function in the Treasury Department is to provide basic support to the Secretary of the Treasury,

General and special funds—Continued

OFFICE OF PROFESSIONAL RESPONSIBILITY—Continued

SALARIES AND EXPENSES—Continued

who is the chief operating executive of the Department. The Secretary of the Treasury maintains the primary role in formulating and managing the domestic and international tax and financial policies of the Federal Government. The Secretary's responsibilities funded by the Salaries and Expenses appropriation include: recommending and implementing United States domestic and international economic and tax policy; fiscal policy; governing the fiscal operations of the Government; maintaining foreign assets control; managing the public debt; overseeing the major law enforcement functions carried out by the Treasury Department; managing development financial policy; representing the United States on international monetary, trade and investment issues; overseeing Treasury Department overseas operations; and directing the administrative operations of the Treasury Department.

In support of the Secretary, the Salaries and Expenses appropriation provides resources for policy formulation and implementation in the areas of domestic and international financial, investment, tax, economic, trade and financial operations and general fiscal policy. This appropriation also provides resources for administrative support to the Secretary and policy components, and coordination of Departmental administrative policies in financial and personnel management, procurement operations, and automated information systems and telecommunications.

Executive Direction: The function of the Executive Direction Budget Activity is to set policy and provide professional support regarding legislative initiatives, national security, legal matters and issues of public interest to the Secretary, Deputy Secretary, and Treasury policy officials. This activity includes the immediate offices of the Secretary, the Deputy Secretary, the Chief of Staff, the Executive Secretary, the Assistant Secretary (Legislative Affairs and Public Liaison), the Assistant Secretary (Public Affairs), the Office of General Counsel, and Intelligence Support.

Fiscal and Financial Services Policies and Programs: The function of the Fiscal and Financial Services Policies and Programs Activity is to advise the Secretary and Deputy Secretary in areas of domestic finance, banking, fiscal policy and operations, and other related economic matters, including development of policies and guidance in the areas of financial institutions, Federal debt finance, financial regulation, and capital markets. Specifically, this activity ensures that the management of the Federal government's cash minimizes risk, and strikes a balance between cash needs and short-term investments. This activity provides decision makers and stakeholders with timely, concise and thorough policies, guidance and analysis in the areas of: financial institutions, financial regulation, the equitable and efficient delivery of financial services, the availability of credit, financial crimes, federal debt finance, capital markets, the privatization of government assets, and any other issues related to domestic finance and financial services. This activity includes the immediate office of the Under Secretary (Domestic Finance), the Assistant Secretary (Financial Institutions), the DAS Financial Institutions Policy, the Assistant Secretary (Financial Markets), the Fiscal Assistant Secretary, and the Deputy Assistant Secretary for Community Development Policy.

Tax and Economic Policies and Programs: The functions of the Tax and Economic Policies and Programs Activity are to: (1) Tax—develop and implement tax policies and programs; provide official estimates of all Government receipts for the President's Budget, fiscal policy decisions, and cash management decisions; establish policy criteria reflected in regulations and rulings and guide preparation of them with the Internal Revenue Service to implement the Internal Revenue

Code; negotiate tax treaties for the United States; and provide economic and legal policy analysis for domestic and international tax policy decisions. (2) Economic—monitor macro- and micro- economic developments and assist in determining appropriate economic policies; collect and analyze data pertaining to international portfolio investment and foreign exchange positions; develop an overall appraisal of the current state of, and outlook for the economy; provide written and oral briefing materials for the Secretary, other officials, and outsiders; participate in interagency groups working on economic matters to develop and maintain a coordinated and consistent government-wide economic program. This activity includes the offices of the Assistant Secretary (Tax Policy) and the Assistant Secretary (Economic Policy).

Enforcement Policies and Programs: The function of the Enforcement Policies and Programs activity is to provide policy development, guidance and coordination to Treasury's law enforcement entities in order to achieve the following goals: combat money laundering and other financial crime, interdict illegal drugs, enforce economic sanctions, reduce violent crime, protect our nation's leaders, and provide quality training for enforcement personnel. Responsibilities include: providing Departmental oversight and supervision of U.S. Customs Service, U.S. Secret Service, Federal Law Enforcement Training Center, Financial Crimes Enforcement Network, Bureau of Alcohol, Tobacco, and Firearms, and Executive Office of Asset Forfeiture; and negotiating international agreements on behalf of the Secretary to engage in joint law enforcement operations and the exchange of financial information and records. The Office of Enforcement also administers economic sanctions against selective foreign countries, international narcotics traffickers and international terrorists in furtherance of U.S. foreign policy and national security goals. This activity includes the immediate offices of the Under Secretary for Enforcement, the Assistant Secretary (Enforcement), and the Office of Foreign Assets Control.

International Affairs Policies and Programs: The International Affairs Policies and Programs budget activity includes the immediate offices of the Under Secretary (International Affairs) and the Assistant Secretary (International Affairs) and the Office of International Affairs. The Office of International Affairs assists the Secretary in the formulation and execution of U.S. international economic and financial policies regarding a wide range of international development and analysis functions involving: trade and investment, energy policy, monetary affairs, development financing, and general economic research into international financial issues. The Office of International Affairs works closely with other federal agencies and international financial institutions; and coordinates international financial and macro-economic policy with the National Economic Council (Annual Economic Summit), the National Security Council, the Council of Economic Advisors, the Office of Management and Budget (foreign country risk review), the United States Trade Representative (financial services, investment, etc.), and all components of the Executive Office of the President. Under Presidential Executive Order, the Office of International Affairs participates with the Department of State in the collection and analysis of economic information on foreign countries. In the area of international monetary and foreign exchange policy, the Office of International Affairs shares responsibility with the Federal Reserve (principally, the Board of Governors, but also the Federal Reserve Bank of New York) working closely with the International Monetary Fund. In the area of international development, the Office of International Affairs formulates resource needs, notably U.S. contributions, policies and programs for various Multilateral Development Banks. With the Export-Import Bank, the Office of International Affairs has responsibility for export credit finance.

Treasury-wide Management Policies and Programs: The Treasury-wide Management Policies and Programs Activity consists of the office of the Assistant Secretary (Management) and chief Financial officer and the Treasurer of the United States. It provides policy advice on: matters involving the internal management of the Department and its bureaus; coinage and currency production and security; the sale and retention of savings bonds; financial management, information systems, security, property management, human resources, procurement and contracting, strategic planning; and customer service.

Performance Measures:

Turnaround time in responding to Congressional requests for information	2 weeks	
Index of calculating interest rates within one day of required pricing date (in percent)	100	
Percentage reduction of backlogged financial transfer applications in the Office of Foreign Assets Control	10	
Percentage reduction of backlogged OFAC civil monetary penalty cases in inventory	10	
Economic conditions in developing countries measured by quantitative indicators	Maintain or improve	
Economic conditions of foreign countries which are major U.S. trading partners measured by growth rate	Maintain or improve	
Audit opinion on the Consolidated Treasury-Wide Financial Statements	Unqualified opinion	
Percentage of customer service standards met by Treasury and its bureaus	95-100	
Percentage of Treasury bureaus in compliance with GPRA requirements	100	

Performance Measures:

Percentage of bureaus in compliance with GPRA requirements	100
Attain one additional clean audit opinion than in previous year	one more than 1997

The Office of Professional Responsibility (OPR) assists the Office of the Under Secretary for Enforcement in providing greater oversight and management of Treasury enforcement bureaus and offices and standardizing and streamlining enforcement policies and procedures.

Object Classification (in millions of dollars)

Identification code 20-0101-0-1-999	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	61	68	68
11.3 Other than full-time permanent	3	4	4
11.5 Other personnel compensation	5	2	2
11.8 Special personal services payments		2	2
11.9 Total personnel compensation	69	76	76
12.1 Civilian personnel benefits	13	17	16
21.0 Travel and transportation of persons	3	6	2
22.0 Transportation of things		1	
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	9	8	8
24.0 Printing and reproduction	2	2	2
25.2 Other services	42	18	17
26.0 Supplies and materials	2	3	2
31.0 Equipment	4	4	2
99.0 Subtotal, direct obligations	145	136	126
99.0 Reimbursable obligations	30	32	32
99.5 Below reporting threshold	1		
99.9 Total obligations	176	168	158

Personnel Summary

Identification code 20-0101-0-1-999	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	924	1,010	1,043
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	129	118	126

UNITED STATES COMMUNITY ADJUSTMENT AND INVESTMENT PROGRAM

For the United States Community Adjustment and Investment Program authorized by section 543 of the North American Free Trade Agreement Implementation Act, \$37,000,000, to remain available until September 30, 2000: Provided, That the Secretary may transfer such funds to the North American Development Bank and/or to one or more Federal agencies for the purpose of enabling the Bank or such Federal agencies to assist in carrying out the program by providing technical assistance, grants, loans, loan guarantees, and other financial subsidies endorsed by the inter-agency finance committee established by section 7 of Executive Order 12916: Provided further, That no portion of such funds may be transferred to the Bank unless the Secretary shall have first entered into an agreement with the Bank that provides that any such funds may not be used for the Bank's administrative expenses: Provided further, That any funds transferred to the Bank under this head will be in addition to the 10 percent of the paid-in capital paid to the Bank by the United States referred to in section 543 of the Act: Provided further, That any funds transferred to any Federal agency under this head will be in addition to amounts otherwise provided to such agency: Provided further, That any funds transferred to an agency under this head shall be subject to the same terms and conditions as the account to which transferred.

Program and Financing (in millions of dollars)

Identification code 20-0118-0-1-451	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 41.0)			37
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			37
23.95 New obligations			-37
New budget authority (gross), detail:			
40.00 Appropriation			37
Change in unpaid obligations:			
73.10 New obligations			37
73.20 Total outlays (gross)			-37
Outlays (gross), detail:			
86.90 Outlays from new current authority			37
Net budget authority and outlays:			
89.00 Budget authority			37
90.00 Outlays			37

This program provides credit to both new and existing businesses within communities that suffered job losses as a result of changing trade patterns with Canada and Mexico. The funding will be used to provide technical assistance, grants, loans, loan guarantees, and other financial subsidies endorsed by the inter-agency finance committee established by section 7 of Executive Order 12916. The interagency finance committee is currently composed of the Department of Treasury, the Department of Housing and Urban Development, the Small Business Administration, and the Department of Agriculture.

AUTOMATION ENHANCEMENT
(INCLUDING TRANSFER OF FUNDS)

For the development and acquisition of automatic data processing equipment, software, and services for the Department of the Treasury, [\$25,889,000] \$33,952,000, of which [\$11,000,000] \$8,000,000 shall be available to the United States Customs Service for the Automated Commercial Environment project, of which [\$6,100,000] \$5,400,000 shall be available to Departmental Offices for the International Trade Data System, of which \$1,500,000 shall be available to Departmental Offices for the purposes of improving the Simplified Tax and Wage Reporting System, of which \$6,577,000 shall be available to Departmental Offices for modernizing Treasury's human resource systems, of which \$1,000,000 shall be available for the purposes

General and special funds—Continued

AUTOMATION ENHANCEMENT—Continued

(INCLUDING TRANSFER OF FUNDS)—Continued

of improving the Foreign Credit Reporting System, of which \$3,700,000 shall be available to the Bureau of Alcohol, Tobacco, and Firearms for modernizing human resource systems, and of which \$8,789,000 \$7,775,000 shall be available to Departmental Offices to modernize its information technology infrastructure and for business solution software: *Provided*, That these funds shall remain available until September 30, [1999] 2000. *Provided further*, That these funds shall be transferred to accounts and in amounts as necessary to satisfy the requirements of the Department's offices, bureaus, and other organizations: *Provided further*, That this transfer authority shall be in addition to any other transfer authority provided in this Act[: *Provided further*, That none of the funds appropriated shall be used to support or supplement Internal Revenue Service appropriations for Information Systems: *Provided further*, That of the \$27,000,000 provided under this heading in Public Law 104-208, \$12,000,000 shall remain available until September 30, 1999: *Provided further*, That none of the funds appropriated for the International Trade Data System may be obligated until the Department has submitted a report on its system development plan to the Committees on Appropriations: *Provided further*, That the funds appropriated for the Automated Commercial Environment project may not be obligated until the Commissioner of Customs has submitted a systems architecture plan and a milestone schedule for the development and implementation of all projects included in the systems architecture plan, and the plan and schedule have been reviewed by the General Accounting Office and approved by the Committees on Appropriations]. (*Treasury Department Appropriations Act, 1998.*)

Program and Financing (in millions of dollars)

Identification code 20-0115-0-1-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Automation Enhancement	4	9	26
10.00 Total obligations	4	9	26
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested		3	3
22.00 New budget authority (gross)	7	9	26
23.90 Total budgetary resources available for obligation	7	12	29
23.95 New obligations	-4	-9	-26
24.40 Unobligated balance available, end of year:			
Uninvested	3	3	3
New budget authority (gross), detail:			
40.00 Appropriation	27	26	34
41.00 Transferred to other accounts	-20	-17	-8
43.00 Appropriation (total)	7	9	26
70.00 Total new budget authority (gross)	7	9	26
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested		1	6
73.10 New obligations	4	9	26
73.20 Total outlays (gross)	-3	-3	-9
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	1	6	23
Outlays (gross), detail:			
86.90 Outlays from new current authority	3	2	4
86.93 Outlays from current balances		1	5
87.00 Total outlays (gross)	3	3	9
Net budget authority and outlays:			
89.00 Budget authority	7	9	26
90.00 Outlays	3	3	9

The 1997 Treasury Postal Appropriations Act established this account which is authorized to be used by Treasury bureaus, at the Secretary's discretion, to modernize business

processes and increase efficiency through technology investments.

Object Classification (in millions of dollars)

Identification code 20-0115-0-1-803	1997 actual	1998 est.	1999 est.
25.2 Other services		2	6
31.0 Equipment	3	7	20
99.0 Subtotal, direct obligations	3	9	26
99.5 Below reporting threshold	1		
99.9 Total obligations	4	9	26

**OFFICE OF INSPECTOR GENERAL
SALARIES AND EXPENSES
(INCLUDING TRANSFER OF FUNDS)**

For necessary expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended, not to exceed \$2,000,000 for official travel expenses; including hire of passenger motor vehicles; and not to exceed \$100,000 for unforeseen emergencies of a confidential nature, to be allocated and expended under the direction of the Inspector General of the Treasury; [\$29,719,000, of which \$26,034 shall be transferred to the "Departmental Offices" appropriation for the reimbursement of Secret Service personnel in accordance with section 115 of this Act] \$30,678,000. (*Treasury Department Appropriations Act, 1998.*)

Program and Financing (in millions of dollars)

Identification code 20-0106-0-1-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Direct program: Inspector General	30	30	31
09.01 Reimbursable program	2	2	2
10.00 Total obligations	32	32	33
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	1	1	1
22.00 New budget authority (gross)	32	32	32
23.90 Total budgetary resources available for obligation	33	33	33
23.95 New obligations	-32	-32	-33
24.40 Unobligated balance available, end of year:			
Uninvested	1	1	1
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	30	30	31
Permanent:			
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash)	2	2	1
70.00 Total new budget authority (gross)	32	32	32
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	6	8	10
73.10 New obligations	32	32	33
73.20 Total outlays (gross)	-29	-30	-31
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	8	10	12
Outlays (gross), detail:			
86.90 Outlays from new current authority	25	24	25
86.93 Outlays from current balances	2	2	6
86.97 Outlays from new permanent authority	2	2	1
87.00 Total outlays (gross)	29	30	31
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-2	-2	-1
Net budget authority and outlays:			
89.00 Budget authority	30	30	31
90.00 Outlays	28	28	30

The Office of Inspector General conducts and supervises audits, evaluations and investigations designed to: (1) promote economy, efficiency, and effectiveness and prevent fraud, waste, and abuse in Departmental programs and operations; and (2) keep the Secretary and the Congress fully and currently informed of problems and deficiencies in the administration of Departmental programs and operations. The audit function provides program audit, contract audit and financial statement audit services. Contract audits provide professional advice to agency contracting officials on accounting and financial matters relative to negotiation, award, administration, repricing, and settlement of contracts. Program audits review and audit all facets of agency operations. Financial statement audits assess whether financial statements fairly present the agency's financial condition and results of operations, the adequacy of accounting controls, and compliance with laws and regulations. These audits contribute significantly to improved financial management by helping Treasury managers identify improvements needed in their accounting and internal control systems. The evaluations function reviews program performance and issues critical to the mission of the Department and provides advisory services to program managers. The investigative function provides for the detection and investigation of improper and illegal activities involving programs, personnel, and operations. This appropriation also provides for the oversight of internal investigations made by the Offices of Internal Affairs and Inspection in the Bureau of ATF, the Customs Service, and the Secret Service, and internal audits and internal investigations of the Inspection Service at IRS.

The Inspectors General Auditor Training Institute provides the necessary facilities, equipment, and support services for conducting auditor training for the Federal Government Inspector General community. Institute personnel develop and deliver instructional programs related to basic government audit skills. The cost of training is recovered by tuition charged to students' agencies.

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Audit:			
Potential dollar savings identified (in millions)	\$60,902,000	\$28,500,000	\$30,000,000
Number of referrals to other OIG components resulting from financial statement audit work	20	21	* NA
Percentage of audit recommendations implemented within 12 months of acceptance by departmental and bureau managers	NA	NA	** 70
Investigations:			
Percentage of customers expressing satisfaction with products and services	72	72	73
Percentage of Reports of Investigation that do not require follow-up or supplemental work (a measure of quality)	91	91	92
Percentage of Reports of Investigation completed within 12 months (a measure of timeliness)	51	50	50
Number of integrity/fraud awareness briefings presented to Treasury employees	32	30	32
PCIE Inspectors General Auditor Training Institute:			
Percentage of costs recovered through revenues received	85	100	100
* Obsolete measure for 1999 due to performance plan refinements.			
** New measure that begins in 1999.			
Audits:			
Percentage of audit recommendations implemented within 12 months of acceptance by departmental and bureau managers	NA	NA	70

Object Classification (in millions of dollars)

Identification code 20-0106-0-1-803	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	17	18	19
11.5 Other personnel compensation	2	2	2
11.9 Total personnel compensation	19	20	21
12.1 Civilian personnel benefits	4	4	4

21.0	Travel and transportation of persons	1	1	1
23.1	Rental payments to GSA	3	2	2
23.3	Communications, utilities, and miscellaneous charges	1	1	1
25.2	Other services	2	2	2
99.0	Subtotal, direct obligations	30	30	31
99.0	Reimbursable obligations	2	2	2
99.9	Total obligations	32	32	33

Personnel Summary

Identification code 20-0106-0-1-803	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	275	292	292
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	5	6	6

TREASURY BUILDING AND ANNEX REPAIR AND RESTORATION
(INCLUDING TRANSFER OF FUNDS)

For the repair, alteration, and improvement of the Treasury Building and Annex, **[\$10,484,000]** \$27,000,000, to remain available until **[September 30, 1999]** expended. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-0108-0-1-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Repair and Improvement of Main Treasury	9	23	40
10.00 Total obligations	9	23	40
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year: Uninvested	7	26	13
22.00 New budget authority (gross)	28	10	27
22.10 Resources available from recoveries of prior year obligations	10		
22.21 Unobligated balance transferred to other accounts	-10		
23.90 Total budgetary resources available for obligation	35	36	40
23.95 New obligations	-9	-23	-40
24.40 Unobligated balance available, end of year: Uninvested	26	13	
New budget authority (gross), detail:			
40.00 Appropriation	28	10	27
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance: Uninvested	18	8	24
73.10 New obligations	9	23	40
73.20 Total outlays (gross)	-10	-7	-21
73.45 Adjustments in unexpired accounts	-10		
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested	8	24	43
Outlays (gross), detail:			
86.90 Outlays from new current authority	7	7	19
86.93 Outlays from current balances	3		2
87.00 Total outlays (gross)	10	7	21
Net budget authority and outlays:			
89.00 Budget authority	28	10	27
90.00 Outlays	9	7	21

This appropriation funds repairs and selected improvements to maintain the Main Treasury and Annex buildings.

Object Classification (in millions of dollars)

Identification code 20-0108-0-1-803	1997 actual	1998 est.	1999 est.	
23.1	Rental payments to GSA	2	4	6

General and special funds—Continued

TREASURY BUILDING AND ANNEX REPAIR AND RESTORATION—Continued

(INCLUDING TRANSFER OF FUNDS)—Continued

Object Classification (in millions of dollars)—Continued

Identification code 20-0108-0-1-803	1997 actual	1998 est.	1999 est.
23.3 Communications, utilities, and miscellaneous charges		1	1
25.2 Other services	3	8	13
26.0 Supplies and materials		1	1
31.0 Equipment	1	1	3
32.0 Land and structures	3	8	16
99.9 Total obligations	9	23	40

FINANCIAL CRIMES ENFORCEMENT NETWORK

SALARIES AND EXPENSES

For necessary expenses of the Financial Crimes Enforcement Network, including hire of passenger motor vehicles; travel expenses of non-Federal law enforcement personnel to attend meetings concerned with financial intelligence activities, law enforcement, and financial regulation; not to exceed \$14,000 for official reception and representation expenses; and for assistance to Federal law enforcement agencies, with or without reimbursement; **[\$22,835,000] \$24,000,000. Provided.** That funds appropriated in this account may be used to procure personal services contracts.

In addition, \$1,000,000, to remain available until expended, to be derived from the Violent Crime Reduction Trust Fund, for carrying out activities authorized by section 190001(e) of Public Law 103-322. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-0173-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Direct program: Financial Crimes Network	23	25	25
09.01 Reimbursable program		3	
10.00 Total obligations	23	28	25
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	23	27	25
23.95 New obligations	-23	-28	-25
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	22	23	24
42.00 Transferred from other accounts	1	1	1
43.00 Appropriation (total)	23	24	25
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)		3	
70.00 Total new budget authority (gross)	23	27	25
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	9	6	7
73.10 New obligations	23	28	25
73.20 Total outlays (gross)	-25	-28	-25
73.40 Adjustments in expired accounts	1		
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	6	7	7
Outlays (gross), detail:			
86.90 Outlays from new current authority	21	18	19
86.93 Outlays from current balances	4	6	6
86.97 Outlays from new permanent authority		3	
87.00 Total outlays (gross)	25	28	25
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources		-3	

Net budget authority and outlays:

89.00 Budget authority	23	24	25
90.00 Outlays	26	25	25

The Financial Crimes Enforcement Network (FinCEN) has responsibility for implementing Treasury anti-money laundering regulations through administration of the Bank Secrecy Act, 31 U.S.C. section 5311, et seq., and serves as a United States Government source for the systematic collation and analysis of information to assist in the investigation of money laundering and other financial crimes. FinCEN implements these responsibilities through analytical and technological platforms geared to combat money laundering through (1) prevention—using its regulatory authority in partnership with the financial sector; (2) detection—combining technology with all-source intelligence to identify both underlying criminal financial activity as well as emerging trends and patterns of domestic and international money laundering; and (3) enforcement—empowering other agencies at the Federal, State, local, and international levels to take action against financial criminals through the transfer of information and expertise.

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Facilitate coordination with other agencies:			
Number of demonstrations/presentations provided	273	275	
Number of organizations represented at FinCEN	30	35	
Provide quality and timely information to law enforcement:			
Number of queries using FinCEN's platforms	57,663	60,000	
Identify the vulnerabilities of new technologies:			
Number of efforts	240	240	
Provide information on suspicious activity:			
Efforts made to analyze reports received on suspicious activity (SAR)	59,975	60,000	
Efforts to bring other governments into compliance with international anti-money laundering standards:			
Number of countries provided assistance	20	25	
Number of efforts to foster creation of Financial Intelligence Units (FIUs)	38	40	
Design, modify and administer the Bank Secrecy Act rules:			
Percent reduction to the reporting burden by banks resulting from the elimination or reformulation of unnecessarily burdensome information collection rules and compliance requirements ¹	5	5	5
Enhance law enforcement's expertise through heightened analytical efforts:			
Number of efforts to invite and stimulate participation by all elements of the law enforcement, regulatory, and financial communities in the design of workable and cost-efficient anti-money laundering rules ¹	5	6	6
Develop and foster multilateral and bilateral initiatives:			
Number of international financial institutions contacted to establish new anti-money laundering programs ¹	4	4	4

¹ These measures conform with the latest FinCEN strategic plan and will replace previous measures.

Object Classification (in millions of dollars)

Identification code 20-0173-0-1-751	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	10	10	11
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	11	11	12
12.1 Civilian personnel benefits	2	2	2
21.0 Travel and transportation of persons	1	1	1
23.1 Rental payments to GSA	2	2	2
25.2 Other services	5	6	5
25.3 Purchases of goods and services from Government accounts	1	1	1
31.0 Equipment	1		
99.0 Subtotal, direct obligations	23	23	23
99.0 Reimbursable obligations		3	
99.5 Below reporting threshold		2	
99.9 Total obligations	23	28	25

Personnel Summary

Identification code 20-0173-0-1-751	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	164	181	181
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment		4	4

SALLIE MAE ASSESSMENTS

Unavailable Collections (in millions of dollars)

Identification code 20-5407-0-2-808	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year			
Receipts:			
02.01 Sallie Mae assessments	1	1	1
Appropriation:			
05.01 Sallie Mae assessments	-1	-1	-1
07.99 Total balance, end of year			

Program and Financing (in millions of dollars)

Identification code 20-5407-0-2-808	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Sallie Mae Assessment		1	1
10.00 Total obligations (object class 99.5)		1	1

Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year: Uninvested		1	
22.00 New budget authority (gross)	1	1	1
23.90 Total budgetary resources available for obligation	1	2	1
23.95 New obligations		-1	-1
24.40 Unobligated balance available, end of year: Uninvested	1		

New budget authority (gross), detail:			
40.20 Appropriation (special fund, definite)	1	1	1

Change in unpaid obligations:			
73.10 New obligations		1	1
73.20 Total outlays (gross)		-1	-1

Outlays (gross), detail:			
86.90 Outlays from new current authority		1	1

Net budget authority and outlays:			
89.00 Budget authority	1	1	1
90.00 Outlays		1	1

The Secretary of Treasury is authorized by the 1997 Omnibus Consolidated Appropriations Act to collect from the Sallie Mae Association an annual assessment of up to \$800,000 to cover the expenses related to providing financial oversight of the Association.

Personnel Summary

Identification code 20-5407-0-2-808	1997 actual	1998 est.	1999 est.
2001 Total compensable workyears: Full-time equivalent employment	1	4	4

COUNTERTERRORISM FUND

Program and Financing (in millions of dollars)

Identification code 20-0117-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Atlanta bombing investigations	4		

00.02 International meeting counter-terrorism support	4		
10.00 Total obligations (object class 25.2)	8		

Budgetary resources available for obligation:

22.00 New budget authority (gross)	8		
23.95 New obligations	-8		

New budget authority (gross), detail:

40.15 Appropriation (emergency)	15		
40.60 Contingent emergency appropriation not available for obligations	-7		
43.00 Appropriation (total)	8		
70.00 Total new budget authority (gross)	8		

Change in unpaid obligations:

72.40 Unpaid obligations, start of year: Obligated balance: Uninvested		3	
73.10 New obligations	8		
73.20 Total outlays (gross)	-5	-3	
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested		3	

Outlays (gross), detail:

86.90 Outlays from new current authority	5		
86.93 Outlays from current balances		3	
87.00 Total outlays (gross)	5	3	

Net budget authority and outlays:

89.00 Budget authority	8		
90.00 Outlays	5	3	

These funds were requested by the President and provided by the Congress in 1997 to support investigative efforts by the Department of the Treasury against terrorism.

Status of Contingent Emergency Funding (in millions of dollars)

Identification code 20-0117-0-1-751	1997 actual	1998 est.	1999 est.
0199 Balance of contingent emergency funding, start of year		7	7
0300 New emergency funding not available for obligation	7		
0799 Balance of contingent emergency funding, end of year	7	7	7

Credit accounts:

COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS FUND PROGRAM ACCOUNT

For grants, loans, and technical assistance to qualifying community development lenders, and administrative expenses of the Fund, including services authorized by 5 U.S.C. 3109, but at rates for individuals not to exceed the per diem rate equivalent to the rate for ES-3, **[\$80,000,000] \$125,000,000**, to remain available until September 30, **[1999] 2000**, of which **[\$12,000,000] \$20,000,000** may be used for the cost of direct loans, and up to \$1,000,000 may be used for administrative expenses to carry out the direct loan program: *Provided*, That the cost of direct loans, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That these funds are available to subsidize gross obligations for the principal amount of direct loans not to exceed **[\$32,000,000] \$49,200,000**. *Provided further*, That not more than **[\$25,000,000] \$40,000,000** of the funds made available under this heading may be used for programs and activities authorized in section 114 of the Community Development Banking and Financial Institutions Act of 1994. (*Departments of Veterans Affairs and Housing and Urban Development, and Independent Agencies Appropriations Act, 1998.*)

Program and Financing (in millions of dollars)

Identification code 20-1881-0-1-451	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Direct loan subsidy		2	2

Credit accounts—Continued

COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS FUND PROGRAM ACCOUNT—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-1881-0-1-451	1997 actual	1998 est.	1999 est.
00.09 Admin. expenses for direct loans		1	1
00.10 General administrative expenses	6	5	5
00.11 Bank Enterprise Awards program	16	22	25
00.12 Financial assistance to CDFIs (other than direct loans)	37	40	42
00.13 Training and technical assistance		20	20
10.00 Total obligations	59	90	95
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year: Uninvested	45	35	25
22.00 New budget authority (gross)	50	80	125
23.90 Total budgetary resources available for obligation	95	115	150
23.95 New obligations	-59	-90	-95
24.40 Unobligated balance available, end of year: Uninvested	35	25	55
New budget authority (gross), detail:			
40.00 Appropriation	50	80	125
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance: Uninvested	48	67	103
73.10 New obligations	59	90	95
73.20 Total outlays (gross)	-40	-54	-111
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested	67	103	87
Outlays (gross), detail:			
86.90 Outlays from new current authority			6
86.93 Outlays from current balances	40	54	105
87.00 Total outlays (gross)	40	54	111
Net budget authority and outlays:			
89.00 Budget authority	50	80	125
90.00 Outlays	40	54	111

The Riegle Community Development and Regulatory Improvement Act of 1994 established the Community Development Financial Institutions Fund (CDFI Fund). The CDFI Fund provides equity investments, grants, loans, and technical assistance to new and existing community development financial institutions such as community development banks, community development credit unions, community development loan funds, community development venture capital funds, and micro-loan funds. Funds provided by the CDFI Fund will enhance the capacity of these institutions to finance economic development, housing, and community development in distressed urban and rural communities. The CDFI Fund also provides grants to insured depository institutions to facilitate investment in community development financial institutions and increase community lending activities.

In 1999, the CDFI Fund will operate a training program to increase the capacity and expertise of community development financial institutions and other members of the financial services industry to undertake community development finance activities.

The CDFI Fund helps to address the urgent problems of declining economic and social infrastructure, loss of jobs, lack of private enterprise, and deteriorating housing facing many American communities today. Government investment and technical assistance supplements private funds and expertise to ensure that community development financial institutions are effective in restoring healthy economic development to these communities.

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 20-1881-0-1-451	1997 actual	1998 est.	1999 est.
Direct loan levels supportable by subsidy budget authority:			
1150 Direct loan levels	1	32	49
1159 Total direct loan levels	1	32	49
Direct loan subsidy (in percent):			
1320 Subsidy rate	33.50	38.08	40.65
1329 Weighted average subsidy rate	33.50	38.08	40.65
Direct loan subsidy budget authority:			
1330 Subsidy budget authority		12	20
1339 Total subsidy budget authority		12	20
Direct loan subsidy outlays:			
1340 Subsidy outlays	1	2	2
1349 Total subsidy outlays	1	2	2

Object Classification (in millions of dollars)

Identification code 20-1881-0-1-451	1997 actual	1998 est.	1999 est.
11.1 Personnel compensation: Full-time permanent	1	3	3
12.1 Civilian personnel benefits		1	1
23.1 Rental payments to GSA		1	1
25.2 Other services	3	1	1
41.0 Grants, subsidies, and contributions	54	84	89
99.0 Subtotal, direct obligations	58	90	95
99.5 Below reporting threshold	1		
99.9 Total obligations	59	90	95

Personnel Summary

Identification code 20-1881-0-1-451	1997 actual	1998 est.	1999 est.
1001 Total compensable workyears: Full-time equivalent employment	14	35	35

COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 20-4088-0-3-451	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Direct loans	1	5	5
10.00 Total obligations	1	5	5
Budgetary resources available for obligation:			
22.00 New financing authority (gross)	1	5	5
23.95 New obligations	-1	-5	-5
New financing authority (gross), detail:			
67.15 Authority to borrow (indefinite)	1	5	4
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	3	2	2
68.10 Change in receivables from program accounts	-3	-1	
68.47 Portion applied to debt reduction		-1	-1
68.90 Spending authority from offsetting collections (total)			1
70.00 Total new financing authority (gross)	1	5	5
Change in unpaid obligations:			
Unpaid obligations, start of year:			
72.40 Obligated balance: Uninvested	4	2	3
72.95 Receivables from program account	6	3	2
72.99 Total unpaid obligations, start of year	10	5	5
73.10 New obligations	1	5	5
73.20 Total financing disbursements (gross)	-4	-4	-5
Unpaid obligations, end of year:			
74.40 Obligated balance: Uninvested	2	3	3
74.95 Receivables from program account	3	2	2

74.99	Total unpaid obligations, end of year	5	5	5
87.00	Total financing disbursements (gross)	4	4	5
Offsets:				
Against gross financing authority and financing disbursements:				
88.00	Offsetting collections (cash) from: Federal sources	-3	-2	-2
88.95	Change in receivables from program accounts	3	1	.....
Net financing authority and financing disbursements:				
89.00	Financing authority	1	4	3
90.00	Financing disbursements	3	2	3

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Status of Direct Loans (in millions of dollars)

Identification code 20-4088-0-3-451		1997 actual	1998 est.	1999 est.
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans		32	49
1131	Direct loan obligations exempt from limitation	7	.....	.....
1150	Total direct loan obligations	7	32	49
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year		4	8
1231	Disbursements: Direct loan disbursements	4	4	5
1290	Outstanding, end of year	4	8	13

Balance Sheet (in millions of dollars)

Identification code 20-4088-0-3-451		1996 actual	1997 actual	1998 est.	1999 est.
ASSETS:					
Investments in US securities:					
1106	Federal assets: Receivables, net	3	3	2	2
Net value of assets related to post-1991 direct loans receivable:					
1401	Direct loans receivable, gross		4	8	13
1405	Allowance for subsidy cost (-)		-1	-3	-5
1499	Net present value of assets related to direct loans		3	5	8
1999	Total assets	3	6	7	10
LIABILITIES:					
2103	Federal liabilities: Debt		3	5	8
2999	Total liabilities		3	5	8
NET POSITION:					
3100	Appropriated capital	3	3	2	2
3999	Total net position	3	3	2	2
4999	Total liabilities and net position	3	6	7	10

DEPARTMENT OF THE TREASURY FORFEITURE FUND

Unavailable Collections (in millions of dollars)

Identification code 20-5697-0-2-751		1997 actual	1998 est.	1999 est.
Balance, start of year:				
01.99	Balance, start of year	84	84	13
Receipts:				
02.01	Forfeited cash and proceeds from the sale of forfeited property	311	168	168
02.02	Earnings on investments	14	10	10
02.99	Total receipts	325	178	178
04.00	Total: Balances and collections	409	262	191
Appropriation:				
05.01	Department of the Treasury forfeiture fund	-325	-249	-191

05.99	Subtotal appropriation	-325	-249	-191
07.99	Total balance, end of year	84	13	.....

Program and Financing (in millions of dollars)

Identification code 20-5697-0-2-751		1997 actual	1998 est.	1999 est.
Obligations by program activity:				
00.01	Asset Forfeiture Fund	219	249	191
10.00	Total obligations	219	249	191
Budgetary resources available for obligation:				
Unobligated balance available, start of year:				
Uninvested:				
21.40	Uninvested	-61	-57	54
21.40	Restricted by Congress			36
U.S. Securities:				
21.41	Par value	146	262	114
21.42	Unrealized discounts	-1	-1	.....
21.99	Total unobligated balance, start of year	84	204	204
22.00	New budget authority (gross)	325	249	191
22.10	Resources available from recoveries of prior year obligations	14	.....	.....
23.90	Total budgetary resources available for obligation	423	453	395
23.95	New obligations	-219	-249	-191
Unobligated balance available, end of year:				
Uninvested:				
24.40	Uninvested	-57	54	50
24.40	Restricted by Congress		36	.....
U.S. Securities:				
24.41	Par value	262	114	154
24.42	Unrealized discounts	-1	.....	.....
24.99	Total unobligated balance, end of year	204	204	204
New budget authority (gross), detail:				
Current:				
40.20	Appropriation (special fund, definite)	10	.....	.....
Permanent:				
60.25	Appropriation (special fund, indefinite)	315	249	191
70.00	Total new budget authority (gross)	325	249	191
Change in unpaid obligations:				
72.40	Unpaid obligations, start of year: Obligated balance:			
Uninvested				
73.10	New obligations	219	249	191
73.20	Total outlays (gross)	-191	-224	-193
73.45	Adjustments in unexpired accounts	-14	.....	.....
74.40	Unpaid obligations, end of year: Obligated balance:			
Uninvested				
		141	166	164
Outlays (gross), detail:				
86.90	Outlays from new current authority	9	.....	.....
86.93	Outlays from current balances	1	.....	.....
86.97	Outlays from new permanent authority	141	112	143
86.98	Outlays from permanent balances	40	112	50
87.00	Total outlays (gross)	191	224	193
Net budget authority and outlays:				
89.00	Budget authority	325	249	191
90.00	Outlays	191	224	193

Public Law 102-393 authorized the establishment of the Treasury Forfeiture Fund. This fund replaced the Customs Forfeiture Fund. It is available to pay or reimburse certain costs and expenses related to seizures and forfeitures that occur pursuant to the Treasury Department's law enforcement activities. The Coast Guard also participates in the program.

Object Classification (in millions of dollars)

Identification code 20-5697-0-2-751		1997 actual	1998 est.	1999 est.
25.2	Other services	123	180	122
41.0	Grants, subsidies, and contributions	60	60	60
44.0	Refunds	36	9	9
99.9	Total obligations	219	249	191

Credit accounts—Continued

PRESIDENTIAL ELECTION CAMPAIGN FUND

Unavailable Collections (in millions of dollars)

Identification code 20-5081-0-2-808	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year			
Receipts:			
02.01 Presidential Election Campaign Fund	67	66	66
Appropriation:			
05.01 Presidential election campaign fund	-67	-66	-66
07.99 Total balance, end of year			

Program and Financing (in millions of dollars)

Identification code 20-5081-0-2-808	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Matching funds in primaries	2		
00.02 Nominating conventions for parties			26
10.00 Total obligations (object class 41.0)	2		26
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	2	68	135
22.00 New budget authority (gross)	68	66	66
23.90 Total budgetary resources available for obligation	70	134	201
23.95 New obligations	-2		-26
24.40 Unobligated balance available, end of year:			
Uninvested	68	135	173
New budget authority (gross), detail:			
60.25 Appropriation (special fund, indefinite)	67	66	66
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	1		
70.00 Total new budget authority (gross)	68	66	66
Change in unpaid obligations:			
73.10 New obligations	2		26
73.20 Total outlays (gross)	-1		-26
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	1		26
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-1		
Net budget authority and outlays:			
89.00 Budget authority	67	66	66
90.00 Outlays	1		26

Matching funds in primaries.—Upon certification by the Federal Election Commission, every candidate eligible to receive payments is entitled to an amount equal to the contributions each has received on or after the beginning of the calendar year immediately preceding the election year.

Nominating conventions of parties.—Upon certification by the Commission, payments may be made to the national committee of a major party or a minor party which elects to receive its entitlement. The total of such payments will be limited to the amount in the account at the time of payment. The national committee of each party may receive payments beginning on July 1 of the year immediately preceding the calendar year in which a presidential nominating convention of the political party is held. The two major parties will receive \$4 million each, plus a cost-of-living increase.

Candidates for general elections.—The eligible candidates of each major party in a presidential election will be entitled to equal payments in an amount which, in the aggregate, shall not exceed \$20 million each, plus a cost-of-living increase.

Also, provision is made for new parties, minor parties and candidates, who may receive in excess of 5 percent of the

popular vote and therefore be entitled to reimbursement of qualified campaign expenditures.

Public enterprise funds:

EXCHANGE STABILIZATION FUND

Program and Financing (in millions of dollars)

Identification code 20-4444-0-3-155	1997 actual	1998 est.	1999 est.
Budgetary resources available for obligation:			
Unobligated balance available, start of year:			
Uninvested:			
21.40 Special drawing rights	10,177	9,997	10,176
21.40 Fund balance	309	-2,099	3,442
21.41 U.S. Securities: Par value	11,853	15,460	11,118
21.99 Total unobligated balance, start of year	22,339	23,358	24,736
22.00 New budget authority (gross)	125	1,378	1,305
22.10 Resources available from recoveries of prior year obligations	894		
23.90 Total budgetary resources available for obligation	23,358	24,736	26,041
Unobligated balance available, end of year:			
Uninvested:			
24.40 Special drawing rights	9,997	10,176	10,357
24.40 Fund balance	-2,099	3,442	-1,323
24.41 U.S. Securities: Par value	15,460	11,118	17,007
24.99 Total unobligated balance, end of year	23,358	24,736	26,041
New budget authority (gross), detail:			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash)	125	1,378	1,305
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	16,721	15,827	15,827
73.45 Adjustments in unexpired accounts	-894		
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	15,827	15,827	15,827
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.20 Interest on U.S. securities	-768	-658	-889
Non-Federal sources:			
88.40 Special drawing rights holdings	40	-179	-181
88.40 Net gain on exchange transactions	-279	-541	-235
88.90 Total, offsetting collections (cash)	-1,007	-1,378	-1,305
Net budget authority and outlays:			
89.00 Budget authority	-882		
90.00 Outlays	-1,007	-1,378	-1,305

The Secretary of the Treasury is authorized to deal in gold and foreign exchange and other instruments of credit and securities as deemed necessary, consistent with U.S. obligations in the International Monetary Fund (IMF), regarding orderly exchange arrangements. An Exchange Stabilization Fund, with a capital of \$200 million, is authorized by law for this purpose (31 U.S.C. 5302). All earnings and interest accruing to this fund are available for the purposes thereof. Transactions in special drawing rights (SDR's) and U.S. holdings of SDR's are administered by the fund. U.S. drawings from the IMF are also advanced to the fund.

The principal sources of the fund's income have been profits on foreign exchange transactions, interest on foreign exchange swap transactions, and on investments held by the fund, including interest earned on fund holdings of U.S. Government securities.

The amounts reflected in the 1998 and 1999 estimates entail only projected net interest earnings on Exchange Stabilization Fund (ESF) assets. The estimates are subject to considerable variance, as the amount and composition of assets can change dramatically, as well as interest rates applied to investments. In addition, exchange rate fluctuations can

cause the dollar value of income received on foreign currency and SDR investments to fluctuate. Moreover, estimates make no attempt to forecast valuation gains or losses on SDR holdings or realized gains or losses on foreign currency holdings. As required by Public Law 95-612, the fund no longer is used to meet the administrative expenses.

Statement of Operations (in millions of dollars)

Identification code 20-4444-0-3-155	1996 actual	1997 actual	1998 est.	1999 est.
0101 Revenue	-257	-584	1,378	1,305
0102 Expense				
0109 Net income or loss (-)	-257	-584	1,378	1,305

Balance Sheet (in millions of dollars)

Identification code 20-4444-0-3-155	1996 actual	1997 actual	1998 est.	1999 est.
ASSETS:				
Federal assets:				
Investments in US securities:				
1102 Treasury securities, par	11,853	15,460	10,860	11,203
1106 Receivables, net	3	4	2	2
Non-Federal assets:				
1201 Foreign Currency Investments	19,439	14,541	20,270	19,405
1206 Receivables, net	105	104	150	140
1801 Other Federal assets: Cash and other monetary assets	10,177	9,997	10,397	10,833
1999 Total assets	41,577	40,106	41,679	41,583
LIABILITIES:				
2207 Non-Federal liabilities: Other	16,830	15,936	16,131	14,730
2999 Total liabilities	16,830	15,936	16,131	14,730
NET POSITION:				
3200 Invested capital	200	200	200	200
3300 Cumulative results of operations	24,547	23,970	25,348	26,653
3999 Total net position	24,747	24,170	25,548	26,853
4999 Total liabilities and net position	41,577	40,106	41,679	41,583

Intragovernmental funds:

WORKING CAPITAL FUND

Program and Financing (in millions of dollars)

Identification code 20-4501-0-4-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
09.10 Working Capital Fund	205	237	240
09.11 Administrative Overhead	6	7	8
10.00 Total obligations	211	244	248
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	211	244	248
23.95 New obligations	-211	-244	-248
New budget authority (gross), detail:			
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	169	244	248
68.10 Change in orders on hand from Federal sources	42		
68.90 Spending authority from offsetting collections (total)	211	244	248
70.00 Total new budget authority (gross)	211	244	248
Change in unpaid obligations:			
Unpaid obligations, start of year:			
72.40 Obligated balance: Uninvested	117	152	152
72.95 Orders on hand from Federal sources	31	73	73
72.99 Total unpaid obligations, start of year	148	225	225
73.10 New obligations	211	244	248
73.20 Total outlays (gross)	-134	-244	-248
Unpaid obligations, end of year:			
74.40 Obligated balance: Uninvested	152	152	152
74.95 Orders on hand from Federal sources	73	73	73
74.99 Total unpaid obligations, end of year	225	225	225

Outlays (gross), detail:			
86.97 Outlays from new permanent authority	134	244	248
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-169	-244	-248
88.95 Change in orders on hand from Federal sources	-42		
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-35		

Certain central services in the Department of the Treasury, including telecommunications, printing, reproduction, computer support/usage, personnel/payroll, automated financial management systems, training, centralized short-term management assistance, procurement information, information technology services, and printing procurement services, are provided on a reimbursable basis. Transactions are entered into with other Treasury appropriation accounts at rates which will recover the fund's operating expenses, including accrual of annual leave and depreciation of equipment. This presentation includes the Digital Telecommunications System (DTS), the Consolidated Data Network System (CDN), the Local Telecommunications Services and Support (LTSS) program, Wireless/Radio Service Support (WRSS), the Treasury Communications System (TCS), the Voice Messaging System (VMS), and the Emergency Access Demonstration Project.

Balance Sheet (in millions of dollars)

Identification code 20-4501-0-4-803	1996 actual	1997 actual	1998 est.	1999 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	117	152	145	147
Investments in US securities:				
1106 Receivables, net	19	58	55	56
1803 Other Federal assets: Property, plant and equipment, net	3	3	3	3
1999 Total assets	139	213	203	206
LIABILITIES:				
Federal liabilities:				
2101 Accounts payable	35	40	38	39
2105 Other	80	4	4	4
Non-Federal liabilities:				
2201 Accounts payable	22	11	10	11
2207 Other	2	158	151	153
2999 Total liabilities	139	213	203	207
4999 Total liabilities and net position	139	213	203	207

Object Classification (in millions of dollars)

Identification code 20-4501-0-4-803	1997 actual	1998 est.	1999 est.
Personnel compensation:			
11.1 Full-time permanent	15	18	19
11.3 Other than full-time permanent		1	1
11.9 Total personnel compensation	15	19	20
12.1 Civilian personnel benefits	3	4	4
23.1 Rental payments to GSA	2	5	5
23.3 Communications, utilities, and miscellaneous charges	43	37	38
25.1 Advisory and assistance services	73	78	81
25.2 Other services	15	20	19
25.3 Purchases of goods and services from Government accounts	33	43	43
25.4 Operation and maintenance of facilities	7	5	5
26.0 Supplies and materials	2	1	1
31.0 Equipment	18	32	32
99.9 Total obligations	211	244	248

Personnel Summary

Identification code 20-4501-0-4-803	1997 actual	1998 est.	1999 est.
2001 Total compensable workyears: Full-time equivalent employment	238	295	296

Intragovernmental funds—Continued

TREASURY FRANCHISE FUND

Program and Financing (in millions of dollars)

Identification code 20-4560-0-4-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
09.01 Reimbursable program	37	42	48
10.00 Total obligations	37	42	48
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	3	6	7
22.00 New budget authority (gross)	40	45	47
23.90 Total budgetary resources available for obligation	43	51	54
23.95 New obligations	-37	-42	-48
24.40 Unobligated balance available, end of year:			
Uninvested	6	7	6
New budget authority (gross), detail:			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash)	40	45	47
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	-1		
73.10 New obligations	37	42	48
73.20 Total outlays (gross)	-36	-41	-45
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested			3
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	36	41	40
86.98 Outlays from permanent balances			5
87.00 Total outlays (gross)	36	41	45
Offsets:			
88.00 Against gross budget authority and outlays:			
Offsetting collections (cash) from: Federal sources	-40	-45	-47
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-4	-4	-2

Department of Treasury was chosen as a pilot Franchise Fund under P.L. 103-356, the Government Management and Reform Act of 1994. Begun in 1997, financial and administrative services included in the Franchise Fund (Fund) are financed on a fee-for-service basis. Treasury's Fund is a revolving fund used to supply financial and administrative services on the basis of services supplied. For 1999, service activities are expected to have billings of \$40 million and employ 118 people.

Activities included in the Fund are financial training, accounting cross-servicing, and various administrative support services. The Fund concept is intended to increase competition for government and financial administrative services, resulting in lower costs and higher quality.

Object Classification (in millions of dollars)

Identification code 20-4560-0-4-803	1997 actual	1998 est.	1999 est.
11.1 Personnel compensation: Full-time permanent	6	6	7
12.1 Civilian personnel benefits	1	2	2
21.0 Travel and transportation of persons		1	1
23.1 Rental payments to GSA	1	2	2
23.3 Communications, utilities, and miscellaneous charges		2	2
25.2 Other services	28	25	29
31.0 Equipment	1	4	5
99.9 Total obligations	37	42	48

Personnel Summary

Identification code 20-4560-0-4-803	1997 actual	1998 est.	1999 est.
2001 Total compensable workyears: Full-time equivalent employment	84	105	118

Trust Funds

VIOLENT CRIME REDUCTION PROGRAMS

(INCLUDING TRANSFER OF FUNDS)

[For activities authorized by Public Law 103-322, to remain available until expended, which shall be derived from the Violent Crime Reduction Trust Fund, as follows:

(1) As authorized by section 190001(e), \$131,000,000; of which \$19,421,000 shall be available to the Bureau of Alcohol, Tobacco and Firearms, including \$3,000,000 for administering the Gang Resistance Education and Training program, \$3,974,000 for the canine explosives detection program, \$5,200,000 for CEASEFIRE/IBIS, \$5,639,000 for vehicles and communications systems, and \$1,608,000 for collection of information on arson and explosives; of which \$1,000,000 shall be available to the Financial Crimes Enforcement Network for the Secure Outreach/Encrypted Transmission Program; of which \$15,731,000 shall be available to the United States Secret Service, including \$6,700,000 for vehicle replacement, \$1,460,000 to provide technical assistance and to assess the effectiveness of new technology intended to combat identity-based crimes, \$5,000,000 for investigations of counterfeiting, and \$2,571,000 for forensic and related support of investigations of missing and exploited children, of which \$571,000 shall be available as a grant for activities related to the investigations of exploited children and shall remain available until expended; of which \$60,648,000 shall be available for the United States Customs Service, including \$15,000,000 for high energy container x-ray systems and automated targeting systems, \$5,735,000 for laboratory modernization, \$7,400,000 for vehicle replacement, \$8,413,000 for anti-smuggling inspectors, \$9,500,000 for the passenger processing initiative, \$4,000,000 for redeploying agents and inspectors to high threat drug zones, \$4,500,000 for Forward-Looking Infrared capabilities, \$1,100,000 for construction of canopies for inspection of outbound vehicles along the Southwest border, and \$5,000,000 to acquire vehicle and container inspection systems; of which \$20,200,000 shall be available to the Office of National Drug Control Policy, including \$13,000,000 to the Counterdrug Technology Assessment Center for a program to transfer technology to State and local law enforcement agencies, \$6,000,000 for a Federal Drug Free-Prison Zone demonstration project, and \$1,200,000 for Model State Drug Law Conferences; and of which \$3,000,000 is provided to Federal Drug Control Programs for the Rocky Mountain HIDTA;

(2) As authorized by section 32401, \$10,000,000 to the Bureau of Alcohol, Tobacco and Firearms for disbursement through grants, cooperative agreements, or contracts to local governments for Gang Resistance Education and Training; *Provided*, That notwithstanding sections 32401 and 310001, such funds shall be allocated to State and local law enforcement and prevention organizations;

(3) As authorized by section 180103, \$1,000,000 to the Federal Law Enforcement Training Center for specialized training for rural law enforcement officers.] (*Treasury Department Appropriations Act, 1998.*)

Appropriations requests formerly submitted under this heading can now be found within the requests submitted for each of the following Treasury bureaus and/or accounts: Bureau of Alcohol, Tobacco and Firearms; U.S. Customs Service; Financial Crimes Enforcement Network; Interagency Crime and Drug Enforcement; and U.S. Secret Service.

FEDERAL LAW ENFORCEMENT TRAINING CENTER

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Federal Law Enforcement Training Center, as a bureau of the Department of the Treasury, including

materials and support costs of Federal law enforcement basic training; purchase (not to exceed 52 for police-type use, without regard to the general purchase price limitation) and hire of passenger motor vehicles; [for expenses for student athletic and related activities;] uniforms without regard to the general purchase price limitation for the current fiscal year; the conducting of and participating in firearms matches and presentation of awards; for public awareness and enhancing community support of law enforcement training; not to exceed \$9,500 for official reception and representation expenses; [room and board for student interns;] and services as authorized by 5 U.S.C. 3109; [\$64,663,000] \$71,923,000, of which up to [\$13,034,000] \$13,843,000 for materials and support costs of Federal law enforcement basic training shall remain available until September 30, [2000] 2001: *Provided*, That the Center is authorized to accept and use gifts of property, both real and personal, and to accept services, for authorized purposes, including funding of a gift of intrinsic value which shall be awarded annually by the Director of the Center to the outstanding student who graduated from a basic training program at the Center during the previous fiscal year, which shall be funded only by gifts received through the Center's gift authority: *Provided further*, That notwithstanding any other provision of law, students attending training at any Federal Law Enforcement Training Center site shall reside in on-Center or Center-provided housing, insofar as available and in accordance with Center policy: *Provided further*, That funds appropriated in this account shall be available, at the discretion of the Director, for: training United States Postal Service law enforcement personnel and Postal police officers; State and local government law enforcement training on a space-available basis; training of foreign law enforcement officials on a space-available basis with reimbursement of actual costs to this appropriation, except that reimbursement may be waived by the Secretary for law enforcement training activities in foreign countries undertaken pursuant to section 801 of the Antiterrorism and Effective Death Penalty Act of 1996, Public Law 104-32; training of private sector security officials on a space-available basis with reimbursement of actual costs to this appropriation; and travel expenses of non-Federal personnel to attend course development meetings and training [at] sponsored by the Center; for expenses for student athletic and related activities; and room and board for student interns: *Provided further*, That the Center is authorized to obligate funds in anticipation of reimbursements from agencies receiving training at the Federal Law Enforcement Training Center, except that total obligations at the end of the fiscal year shall not exceed total budgetary resources available at the end of the fiscal year: *Provided further*, That the Federal Law Enforcement Training Center is authorized to provide short-term medical services for students undergoing training at the Center. (*Treasury Department Appropriations Act, 1998.*)

Program and Financing (in millions of dollars)

Identification code 20-0104-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Law enforcement training	37	48	52
00.02 Plant operations	18	21	22
00.91 Total direct program	55	69	74
09.01 Reimbursable program	27	29	29
10.00 Total obligations	82	98	103
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	4	5	2
22.00 New budget authority (gross)	83	95	101
23.90 Total budgetary resources available for obligation	87	100	103
23.95 New obligations	-82	-98	-103
24.40 Unobligated balance available, end of year:			
Uninvested	5	2	
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	56	65	72
42.00 Transferred from other accounts		1	
43.00 Appropriation (total)	56	66	72
Permanent:			
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash)	27	29	29

70.00	Total new budget authority (gross)	83	95	101
Change in unpaid obligations:				
72.40	Unpaid obligations, start of year: Obligated balance:			
	Uninvested	12	15	11
73.10	New obligations	82	98	103
73.20	Total outlays (gross)	-78	-102	-100
74.40	Unpaid obligations, end of year: Obligated balance:			
	Uninvested	15	11	14
Outlays (gross), detail:				
86.90	Outlays from new current authority	40	58	63
86.93	Outlays from current balances	11	15	8
86.97	Outlays from new permanent authority	27	29	29
87.00	Total outlays (gross)	78	102	100
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-27	-29	-29
Net budget authority and outlays:				
89.00	Budget authority	56	66	72
90.00	Outlays	51	73	71

The Federal Law Enforcement Training Center provides the necessary facilities, equipment, and support services for conducting recruit, advanced, specialized, and refresher training for Federal law enforcement personnel. Center personnel conduct the instructional programs for the basic recruit and some of the advanced training. This appropriation is for operating expenses of the Center, for research in law enforcement training methods, and curriculum content. In addition, the Center has a reimbursable program to accommodate the training requirements of various Federal agencies. As funds are available, law enforcement training is provided to certain State, local, and foreign law enforcement personnel on a space-available basis.

PERFORMANCE MEASURES BY BUDGET ACTIVITY

	1997 actual	1998 est.	1999 est.
Budget Activity: Law Enforcement Training:			
Student Quality of Training Survey—Survey of students to ensure the overall quality of training (Scale 0-6):			
Basic Training	5.4	5.0	5.0
Advanced Training	5.4	5.0	5.0
Conduct FLETC Personnel Input Forums	New Measure		4
Student-Weeks Trained—Percentage of actual basic training requested:			
Basic Training	New Measure		100
Conduct Training Partnership Organization Meetings.	New Measure		10
Budget Activity: Plant Operations:			
Student Quality of Services Survey—Survey of students to ensure the overall quality of service (Scale 1-5):			
Basic Training	4.0	4.0	4.0
Advanced Training	4.0	4.0	4.0
Assess/modify the FLETC Master Plan by initiating a Comprehensive Development Plan (CDP)	New Measure		Initiate Plan

WORKLOAD STATISTICS

Student-Weeks Trained—Total number of student-weeks trained:			
Basic Training	89,977	94,840	91,807
Advanced Training	13,983	21,271	23,687
State and Local	3,823	3,364	3,210
International	1,333	2,386	2,280
Students Trained—Total number of students trained			
Basic Training	10,741	12,242	11,369
Advanced Training	9,226	11,021	12,492
State and Local	2,562	2,356	2,280
International	800	506	1,140

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Object Classification (in millions of dollars)

Identification code 20-0104-0-1-751	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	24	27	30
11.8 Special personal services payments	1	2	2
11.9 Total personnel compensation	25	29	32
12.1 Civilian personnel benefits	6	8	10
21.0 Travel and transportation of persons	2	2	3
22.0 Transportation of things	1	1	1
23.3 Communications, utilities, and miscellaneous charges	3	3	3
24.0 Printing and reproduction	1	1	1
25.2 Other services	10	14	13
26.0 Supplies and materials	6	8	7
31.0 Equipment	2	3	4
99.0 Subtotal, direct obligations	55	69	74
99.0 Reimbursable obligations	27	29	29
99.9 Total obligations	82	98	103

Personnel Summary

Identification code 20-0104-0-1-751	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	460	526	553
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	24	40	40

ACQUISITION, CONSTRUCTION, IMPROVEMENTS, AND RELATED EXPENSES

For expansion of the Federal Law Enforcement Training Center, for acquisition of necessary additional real property and facilities, and for ongoing maintenance, facility improvements, and related expenses, **[\$32,548,000] \$28,360,000**, to remain available until expended. (*Treasury Department Appropriations Act, 1998.*)

Program and Financing (in millions of dollars)

Identification code 20-0105-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations	31	31	50
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	34	26	27
22.00 New budget authority (gross)	22	32	28
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	57	58	55
23.95 New obligations	-31	-31	-50
24.40 Unobligated balance available, end of year:			
Uninvested	26	27	5
New budget authority (gross), detail:			
40.00 Appropriation	22	33	28
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	5	27	46
73.10 New obligations	31	31	50
73.20 Total outlays (gross)	-8	-12	-26
73.45 Adjustments in unexpired accounts	-1		
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	27	46	68
Outlays (gross), detail:			
86.90 Outlays from new current authority	4	4	3
86.93 Outlays from current balances	4	8	23

87.00 Total outlays (gross)	8	12	26
Net budget authority and outlays:			
89.00 Budget authority	22	32	28
90.00 Outlays	8	12	26

This account provides for the acquisition, construction, improvements, equipment, furnishings and related costs for expansion and maintenance of facilities of the Federal Law Enforcement Training Center.

This includes funding for the Facilities Master Plan, Minor Construction and Maintenance, Firearms Environmental Restoration and Reconstruction, Environmental Compliance, and installation of Fiber Optics. The Master Plan provides the long range blueprint for expansion of facilities to meet the training requirements of the over 70 participating agencies. Minor construction and maintenance provides alterations and maintenance funding for approximately 300 buildings at two locations (Glynco, Georgia and Artesia, New Mexico). The Firearms Environmental Restoration and Reconstruction funds the clean-up of the existing outdoor ranges and reconstruction. The Environmental Compliance funds are to ensure compliance with EPA and State environmental laws and regulations. The fiber optics funding is to replace the existing antiquated twisted copper wire with a state-of-the-art telecommunications cable system.

The \$28 million sought in this account, demonstrates the President's commitment to an important step in completing and maintaining the necessary facilities at FLETC to train our Nation's law enforcement personnel.

Object Classification (in millions of dollars)

Identification code 20-0105-0-1-751	1997 actual	1998 est.	1999 est.
25.2 Other services	1	1	1
31.0 Equipment		2	2
32.0 Land and structures	30	28	47
99.9 Total obligations	31	31	50

INTERAGENCY LAW ENFORCEMENT

Federal Funds

General and special funds:

INTERAGENCY LAW ENFORCEMENT

INTERAGENCY CRIME AND DRUG ENFORCEMENT

For expenses necessary for the detection and investigation of individuals involved in organized crime drug trafficking, including cooperative efforts with State and local law enforcement, **[\$73,794,000] \$30,900,000**, of which \$7,827,000 shall remain available until expended.

In addition, to be derived from the Violent Crime Reduction Trust Fund, \$45,000,000 for activities authorized by section 190001(e) of Public Law 103-322. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-1501-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Internal Revenue Service		36	37
00.02 Bureau of Alcohol, Tobacco and Firearms		10	10
00.03 United States Customs Service		27	28
00.04 Departmental Offices—Enforcement			1
10.00 Total obligations (object class 25.3)		73	76
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		73	76
23.95 New obligations		-73	-76
New budget authority (gross), detail:			
40.00 Appropriation		73	31

42.00	Transferred from other accounts		45
43.00	Appropriation (total)	73	76
70.00	Total new budget authority (gross)	73	76
Change in unpaid obligations:			
72.40	Unpaid obligations, start of year: Obligated balance: Uninvested		15
73.10	New obligations	73	76
73.20	Total outlays (gross)	-58	-63
74.40	Unpaid obligations, end of year: Obligated balance: Uninvested		15
Outlays (gross), detail:			
86.90	Outlays from new current authority	58	49
86.93	Outlays from current balances		15
87.00	Total outlays (gross)	58	63
Net budget authority and outlays:			
89.00	Budget authority	73	76
90.00	Outlays	58	63

The Interagency Crime and Drug Enforcement Task Force (ICDE) Program consists of 9 regional task forces which consolidate the resources and expertise of 11 member Federal agencies, in cooperation with State and local investigators and prosecutors, to target and destroy major narcotic trafficking and money laundering organizations. Beginning in 1998, only components within Treasury are reimbursed from this appropriation. Treasury continues its participation in ICDE as it has in the past; however, the program is administered by Treasury's Departmental Offices. Treasury participates in the task force activities through direct investigative and support activities of task forces, focusing on the disruption of drug trafficking controlled by various organized crime enterprises.

	(In millions of dollars)		
	1997 actual	1998 est.	1999 est.
Department of the Treasury:			
Internal Revenue Service		36	37
Bureau of Alcohol, Tobacco and Firearms		10	10
U.S. Customs Service		27	28
Departmental Offices, Enforcement			1
Total		73	76

FINANCIAL MANAGEMENT SERVICE

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Financial Management Service, \$202,510,000, of which not to exceed \$13,235,000 shall remain available until September 30, [2000] 2001 for information systems modernization initiatives[. Provided, That beginning in fiscal year 1998 1999 and thereafter, there are appropriated such sums as may be necessary to reimburse Federal Reserve Banks in their capacity as depositaries and fiscal agents for the United States for all services required or directed by the Secretary of the Treasury to be performed by such banks on behalf of the Treasury or other Federal agencies].

DEBT COLLECTION IMPROVEMENT ACCOUNT

To make payments by the Secretary of the Treasury to reimburse agencies for qualified expenses, as authorized by 31 U.S.C. 3720C, not to exceed \$3,000,000, to be derived from increased agency collections of delinquent debt, as authorized by such provision, and to remain available until September 30, 2001. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)				
Identification code 20-1801-0-1-803	1997 actual	1998 est.	1999 est.	
Obligations by program activity:				
Direct program:				
00.01	Financial operations	122	114	
00.02	Federal finance	16	17	
00.04	Agency support	60	80	
00.05	Payments			128
00.06	Collections			12
00.07	Debt Collection			19
00.08	Governmentwide Accounting and Reporting			44
09.01	Reimbursable program	127	131	115
10.00	Total obligations	325	342	318
Budgetary resources available for obligation:				
21.40	Unobligated balance available, start of year: Uninvested	7	8	
22.00	New budget authority (gross)	326	334	318
22.10	Resources available from recoveries of prior year obligations	2		
22.30	Unobligated balance expiring	-2		
23.90	Total budgetary resources available for obligation	333	342	318
23.95	New obligations	-325	-342	-318
24.40	Unobligated balance available, end of year: Uninvested	8		
New budget authority (gross), detail:				
Current:				
40.00	Appropriation	197	203	203
42.00	Transferred from other accounts	1		
43.00	Appropriation (total)	198	203	203
Permanent:				
Spending authority from offsetting collections:				
68.00	Offsetting collections (cash)	123	131	115
68.10	Change in orders on hand from Federal sources	5		
68.90	Spending authority from offsetting collections (total)	128	131	115
70.00	Total new budget authority (gross)	326	334	318
Change in unpaid obligations:				
Unpaid obligations, start of year:				
72.40	Obligated balance: Uninvested	42	33	44
72.95	Orders on hand from Federal sources	11	16	16
72.99	Total unpaid obligations, start of year	53	49	60
73.10	New obligations	325	342	318
73.20	Total outlays (gross)	-325	-331	-318
73.40	Adjustments in expired accounts	-2		
73.45	Adjustments in unexpired accounts	-2		
Unpaid obligations, end of year:				
74.40	Obligated balance: Uninvested	33	44	44
74.95	Orders on hand from Federal sources	16	16	16
74.99	Total unpaid obligations, end of year	49	60	60
Outlays (gross), detail:				
86.90	Outlays from new current authority	169	164	164
86.93	Outlays from current balances	25	36	39
86.97	Outlays from new permanent authority	123	131	115
86.98	Outlays from permanent balances	8		
87.00	Total outlays (gross)	325	331	318
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-123	-131	-115
88.95	Change in orders on hand from Federal sources	-5		
Net budget authority and outlays:				
89.00	Budget authority	198	203	203
90.00	Outlays	202	200	203

Financial Operations.—Payments are made through six regional offices for Federal civilian agencies, except the U.S. Postal Service, the U.S. Marshals Service, and certain Government corporations. These disbursing services are provided through the timely issuance of checks, and electronic funds transfer (EFT) payments. This activity is responsible for proc-

General and special funds—Continued

DEBT COLLECTION IMPROVEMENT ACCOUNT—Continued

essing EFT claims, for promoting the use of electronics in the payment process, and for providing full field representation for other functional areas of the Service. This activity is also responsible for the control and financial integrity of the Federal payments and collections processes including conducting reconciliation, accounting, and claims activities. It adjudicates and settles claims against the United States resulting from instances in which Government checks have been forged, lost, stolen, destroyed, or mutilated, and collects moneys from those parties having liability to the United States through fraudulent or otherwise improper negotiation of Government checks. Financial Operations ensures the integrity of the Government's financial accounting, reporting, and financing services and financial accounting and reporting systems to the Federal Government and its agents, who participate in the payments and collections processes. Additionally, this activity provides financial services for the D.C. Government loan account and provides for payment of domestic and international claims. It also provides debt collection operational services to client agencies through a network linking its own debt collection expertise and capabilities with those of FMS's Regional Financial Centers, Federal program agencies' Debt Collection Centers, private sector collection agencies, and the Department of Justice. These services provide the Federal Government with consolidated management of delinquent debt in order to improve the collection of such debt. Available services include collection of delinquent accounts, post-judgment enforcement, consolidation of information reported to credit bureaus, reporting for discharged debts or vendor payments, Federal Employee Salary Offset Hearings, mortgage servicing, collection of unclaimed financial assets, and disposition of foreclosed property.

Federal Finance.—This activity provides direction, leadership, and technical guidance for managing the Federal Government's cash and credit management programs. It is responsible for the development, implementation, and dissemination of tools, regulations, standards, and guidelines affecting all aspects of the Government's cash and credit management programs. The major focus is on (1) development and evaluation of cash, credit and asset management techniques, and (2) credit management training, to minimize the cost and maximize the effectiveness of the Federal Government's financial management. In addition, this activity oversees compensation made to commercial depositories for the processing services they provide to the Government in collecting and accounting of Federal Tax Deposits.

Agency Support.—This activity provides leadership and guidance for administrative and financial activities that enable the Service to manage programs and resources effectively. It is responsible for all internal FMS accounting, auditing, program review, budget and financial operations, financial systems, and facilities and personnel functions. This activity also encompasses the Service's legal, planning, and legislative and public affairs needs. Top management and the Service's Chief Financial Officer are also included under this activity. In addition, this activity is responsible for overseeing the development, implementation, and operation of information and financial management systems. It is responsible for automated data processing (ADP) operations and the associated computer support necessary to maintain the Service's internal and Government-wide systems. Specific functions include operating and maintaining all central facility computer systems and data communications mechanisms, scheduling and processing development and production workloads, installing and tuning operating system software, planning and coordinating hardware installations, providing user support services, and acquiring ADP and telecommunications equip-

ment, software, services and supplies. This activity also supports a large number of developmental efforts to enhance the collections, payments, accounting, reporting, and resource management functions of the Service.

Business Lines.—As part of a continuing effort to enhance performance measures and the budget structure, and to more effectively link programmatic activities to performance indicators, the four major business lines that follow provide a direct link between the above budget activities and FMS's performance measures. Starting with the FY 1999 budget submission, FMS will reflect its financial resources by these business lines/activities. After FY 1999, FMS will cease to represent its resources by the three budget activities shown above.

1. **Payments.**—FMS implements payment policy and procedures for the Federal Government, issues and distributes payments, promotes the use of electronics in the payment process, and assists agencies in converting payments from paper checks to electronic funds transfer (EFT).

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Dollar savings by reducing the number of check payments (\$ in millions)	11	1	26
Percentage of check payments released on-time	99.9964	99.9993	99.9993
Percentage of payments customers indicating an overall rating of satisfied or better	N/A	99	99
Percentage of forgery and non-receipt check claims processed within current FMS standards (14 days or fewer)	96.8	90.0	90.0
Percentage of transmissions of value (payments) and associated information made electronically	57.65	60.00	70.00
Number of states in which direct Federal EBT is available	9	24	50
Percentage of planned EBT systems implemented	18	48	100
Unit cost to FMS for Federal Government payments	N/A	\$0.2517	\$0.2186

WORKLOAD STATISTICS

(Thousands)

	1997 actual	1998 est.	1999 est.
1. Number of check claims submitted	1,516	1,464	1,375
2. Number of check payments	363,000	359,000	267,000
3. Number of electronic payments	494,000	531,000	637,000

2. **Collections.**—FMS implements collections policy and procedures for the Federal Government, facilitates collections, promotes the use of electronics in the collections process, and assists agencies in converting collections from paper to electronic media.

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Electronic collections as a percentage of total collections	52	74	65
Percentage of corporate withholding taxes collected electronically	N/A	58	94
Percentage of increase over prior year in transmissions of value (collections) and associated information made using financial EDI	N/A	30	25

3. **Debt Collection.**—FMS is providing debt collection operational services to client agencies which includes collection of delinquent accounts, post-judgment enforcement, consolidation of information reported to credit bureaus, reporting for discharged debts or vendor payments, Federal Employee Salary Offset Hearings, mortgage servicing, collection of unclaimed financial assets, and disposition of foreclosed property.

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Percentage increase over FY 1997 baseline of FMS-managed Government-wide delinquent debt	\$1.5M	10%	10%
Percentage of current market share of Federal Program Agencies (FPAs) with debt servicing requirements which have referred their debts in compliance with the Debt Collection Improvement Act (DCIA) of 1996	46	30	35
Increased Government-wide delinquent non-tax debt collections over FY 1995 baseline (\$ in thousands)	157,000	114,100	95,000

4. **Government-wide Accounting and Reporting.**—FMS provides financial accounting, reporting, and financing services

to the Federal Government and the Government's agents who participate in the payments and collections process by generating a series of daily, monthly, quarterly and annual Government-wide reports and by working directly with agencies to help reconcile reporting differences.

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Percentage of agency reports for the consolidated financial statement (CFS) processed by FMS within the established standard range	95	97	97
Percentage of days the Daily Treasury Statement is released on time	97	98	99
Percentage of GOALS I applications redeveloped for migration to the GOALS II platform	N/A	15	60

Object Classification (in millions of dollars)

Identification code 20-1801-0-1-803	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	95	99	97
11.3 Other than full-time permanent	1	2	1
11.5 Other personnel compensation	3	2	3
11.9 Total personnel compensation	99	103	101
12.1 Civilian personnel benefits	19	20	19
21.0 Travel and transportation of persons	2	2	2
23.1 Rental payments to GSA	13	14	14
23.3 Communications, utilities, and miscellaneous charges	15	14	14
24.0 Printing and reproduction	4	2	2
25.1 Advisory and assistance services	3	5	5
25.2 Other services	19	25	19
25.3 Purchases of goods and services from Government accounts	4	4	4
25.4 Operation and maintenance of facilities	1	1	1
25.7 Operation and maintenance of equipment	5	6	6
26.0 Supplies and materials	3	6	6
31.0 Equipment	11	8	8
32.0 Land and structures		1	1
99.0 Subtotal, direct obligations	198	211	202
99.0 Reimbursable obligations	127	131	115
99.5 Below reporting threshold			1
99.9 Total obligations	325	342	318

Personnel Summary

Identification code 20-1801-0-1-803	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	2,033	2,060	2,006
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	33	97	134

PAYMENT TO DEPARTMENT OF JUSTICE, FIRREA RELATED CLAIMS

Program and Financing (in millions of dollars)

Identification code 20-0177-0-1-752	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Payment to Department of Justice	26	34	
10.00 Total obligations (object class 25.3)	26	34	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	26	34	
23.95 New obligations	-26	-34	
New budget authority (gross), detail:			
42.00 Transferred from other accounts	26	34	
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance: Uninvested		8	
73.10 New obligations	26	34	

73.20 Total outlays (gross)	-18	-42	
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested	8		
Outlays (gross), detail:			
86.90 Outlays from new current authority	18	34	
86.93 Outlays from current balances		8	
87.00 Total outlays (gross)	18	42	
Net budget authority and outlays:			
89.00 Budget authority	26	34	
90.00 Outlays	18	42	

In 1997 and 1998, the Secretary of the Treasury was authorized to use funds made available to the FSLIC Resolution Fund to reimburse the Department of Justice for the reasonable expenses of litigation that were incurred in the defense of claims against the U.S. arising from FIRREA and its implementation.

Summary of Budget Authority and Outlays

(in millions of dollars)

Enacted/requested:	1997 actual	1998 est.	1999 est.
Budget Authority	26	34	
Outlays	18	42	
Legislative proposal, subject to PAYGO:			
Budget Authority		10	51
Outlays		10	45
Total:			
Budget Authority	26	44	51
Outlays	18	52	45

PAYMENT TO DEPARTMENT OF JUSTICE, FIRREA RELATED CLAIMS

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 20-0177-4-1-752	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Payment to Department of Justice		10	51
10.00 Total obligations (object class 25.3)		10	51
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		10	51
23.95 New obligations		-10	-51

New budget authority (gross), detail:

42.00 Transferred from other accounts		10	51
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Change in unpaid obligations:

73.10 New obligations		10	51
73.20 Total outlays (gross)		-10	-45
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested			6

Outlays (gross), detail:

86.90 Outlays from new current authority		10	45
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Net budget authority and outlays:

89.00 Budget authority		10	51
90.00 Outlays		10	45

The Administration proposes to make this authorization permanent law.

HUD PUBLIC HOUSING INTEREST SUBSIDY PAYMENTS

Program and Financing (in millions of dollars)

Identification code 20-1810-0-1-604	1997 actual	1998 est.	1999 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year: Uninvested		174	

General and special funds—Continued

HUD PUBLIC HOUSING INTEREST SUBSIDY PAYMENTS—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-1810-0-1-604	1997 actual	1998 est.	1999 est.
22.40 Capital transfer to general fund	-174		
23.90 Total budgetary resources available for obligation			
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

In 1985, funds were appropriated to the Treasury to cover the additional interest expenses incurred on borrowings by the Secretary of Housing and Urban Development from the Treasury to extend direct loans to local public housing projects under section 5(c) of the United States Housing Act of 1937.

This appropriation was available only in connection with additional interest expenses incurred on Treasury borrowings prior to April 4, 1985.

This account has been inactive since 1989 and was closed in 1997.

PAYMENT TO THE RESOLUTION FUNDING CORPORATION

Program and Financing (in millions of dollars)

Identification code 20-1851-0-1-908	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 41.0)	2,328	2,328	2,328
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	2,328	2,328	2,328
23.95 New obligations	-2,328	-2,328	-2,328
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	2,328	2,328	2,328
Change in unpaid obligations:			
73.10 New obligations	2,328	2,328	2,328
73.20 Total outlays (gross)	-2,328	-2,328	-2,328
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	2,328	2,328	2,328
Net budget authority and outlays:			
89.00 Budget authority	2,328	2,328	2,328
90.00 Outlays	2,328	2,328	2,328

The Financial Institutions Reform, Recovery, and Enforcement Act of 1989 authorized and appropriated to the Secretary of the Treasury, such sums as may be necessary to cover interest payments on obligations issued by the Resolution Funding Corporation (REFCORP). REFCORP was established under the Act to raise \$31.2 billion for the Resolution Trust Corporation (RTC) in order to resolve savings institution insolvencies.

Sources of payment for interest due on REFCORP obligations include REFCORP investment income, proceeds from the sale of assets or warrants acquired by the RTC, and annual contributions by the Federal Home Loan Banks. If these payment sources are insufficient to cover all interest costs, funds appropriated to the Treasury shall be used to meet the shortfall.

FEDERAL RESERVE BANK REIMBURSEMENT FUND

Program and Financing (in millions of dollars)

Identification code 20-1884-0-1-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 25.2)		122	124
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		122	124
23.95 New obligations		-122	-124
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)		122	124
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested			30
73.10 New obligations		122	124
73.20 Total outlays (gross)		-92	-123
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested		30	30
Outlays (gross), detail:			
86.97 Outlays from new permanent authority		92	93
86.98 Outlays from permanent balances			30
87.00 Total outlays (gross)		92	123
Net budget authority and outlays:			
89.00 Budget authority		122	124
90.00 Outlays		92	123

This fund was established as a permanent, indefinite appropriation to allow the Financial Management Service to reimburse the Federal Reserve Banks for services provided in their capacity as depositaries and fiscal agents for the United States.

INTEREST ON UNINVESTED FUNDS

Program and Financing (in millions of dollars)

Identification code 20-1860-0-1-908	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 43.0)	5	4	4
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	5	4	4
23.95 New obligations	-5	-4	-4
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	5	4	4
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	17	19	19
73.10 New obligations	5	4	4
73.20 Total outlays (gross)	-3	-4	-4
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	19	19	19
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	3	4	4
Net budget authority and outlays:			
89.00 Budget authority	5	4	4
90.00 Outlays	3	4	4

Under conditions of the law creating each trust, interest accruing and payable from the general fund of the Treasury is appropriated for payment to the proper fund receipt accounts (31 U.S.C. 1321; 2 U.S.C. 158; 20 U.S.C. 74a and 101; 24 U.S.C. 46; and 69 Stat. 533). Pursuant to Public Law 101-510, commencing October 1, 1991, the Soldiers' Home Permanent Fund will be invested in Treasury securities.

The following schedule details the interest paid under this account:

	[In millions of dollars]		
	1997 actual	1998 est.	1999 est.
Library of Congress trust fund ¹	1	1	1
Immigration bonds deposit fund	3	3	3
Total outlays	3	4	4

¹ Interest rate is 8.0%.

FEDERAL INTEREST LIABILITIES TO THE STATES

Program and Financing (in millions of dollars)

Identification code 20-1877-0-1-908	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 25.2)	12	20	20
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	12	20	20
23.95 New obligations	-12	-20	-20
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	12	20	20
Change in unpaid obligations:			
73.10 New obligations	12	20	20
73.20 Total outlays (gross)	-12	-20	-20
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	12	20	20
Net budget authority and outlays:			
89.00 Budget authority	12	20	20
90.00 Outlays	12	20	20

As provided by statute and regulation, interest is paid to States when Federal funds are not transferred in a timely manner.

NET INTEREST PAID TO LOAN GUARANTEE FINANCING ACCOUNTS

Program and Financing (in millions of dollars)

Identification code 20-1880-0-1-908	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 43.0)	1,997	2,434	2,408
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	1,997	2,434	2,408
23.95 New obligations	-1,997	-2,434	-2,408
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	1,997	2,434	2,408
Change in unpaid obligations:			
73.10 New obligations	1,997	2,434	2,408
73.20 Total outlays (gross)	-1,997	-2,434	-2,408
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	1,997	2,434	2,408
Net budget authority and outlays:			
89.00 Budget authority	1,997	2,434	2,408
90.00 Outlays	1,997	2,434	2,408

Loan guarantee financing accounts receive various payments and fees and make payments on defaults. When cash balances result from an excess of receipts over outlays, these balances are deposited at the Treasury and earn interest. This account pays such interest to credit loan guarantee financing accounts from the general fund of the Treasury in accordance with section 505(c) of the Federal Credit Reform

Act of 1990. The estimates of interest paid by this fund are derived from the estimates of interest received in the various financing accounts.

CLAIMS, JUDGMENTS, AND RELIEF ACTS

Program and Financing (in millions of dollars)

Identification code 20-1895-0-1-808	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Claims for damages	12	15	15
00.03 Claims for contract disputes	276	100	100
00.91 Total claims adjudicated administratively	288	115	115
Judgments of the Court:			
01.01 Judgments, Court of Claims	143	265	265
01.02 Judgments, U.S. Courts	604	255	305
01.91 Total judgments of the courts	747	520	570
10.00 Total obligations	1,035	635	685
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	1,035	635	685
23.95 New obligations	-1,035	-635	-685
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	1,035	635	685
Change in unpaid obligations:			
73.10 New obligations	1,035	635	685
73.20 Total outlays (gross)	-1,035	-635	-685
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	1,035	635	685
Net budget authority and outlays:			
89.00 Budget authority	1,035	635	685
90.00 Outlays	1,035	635	685

Appropriations are made for payment of claims and interest for damages not chargeable to appropriations of individual agencies and for payment of private and public relief acts. Public Law 95-26 authorized a permanent indefinite appropriation to pay certain judgments from the general funds of the Treasury.

Object Classification (in millions of dollars)

Identification code 20-1895-0-1-808	1997 actual	1998 est.	1999 est.
42.0 Insurance claims and indemnities	830	535	585
43.0 Interest and dividends	205	100	100
99.9 Total obligations	1,035	635	685

ENERGY SECURITY RESERVE

Program and Financing (in millions of dollars)

Identification code 20-0112-0-1-271	1997 actual	1998 est.	1999 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year: Uninvested	304	304	304
22.40 Capital transfer to general fund			-304
23.90 Total budgetary resources available for obligation	304	304	
24.40 Unobligated balance available, end of year: Uninvested	304	304	
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance: Uninvested	362	342	322
73.20 Total outlays (gross)	-20	-20	
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested	342	322	322

General and special funds—Continued

ENERGY SECURITY RESERVE—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-0112-0-1-271	1997 actual	1998 est.	1999 est.
Outlays (gross), detail:			
86.93 Outlays from current balances	20	20	.....
Net budget authority and outlays:			
89.00 Budget authority .....			.....
90.00 Outlays	20	20	.....

The Energy Security Reserve was created principally to finance the activities of the U.S. Synthetic Fuels Corporation. Public Law 99-190 rescinded the balance of unobligated funds available to the Corporation. The Act left \$10 million in the Reserve for the Corporation's liquidation and \$400 million for a Clean Coal Technology Demonstration program, which has been transferred to a new account in the Department of Energy. The Act also transferred responsibility for ongoing projects of the Corporation to the Secretary of the Treasury; these projects' activities and financing will continue to be displayed in this account.

Personnel Summary

Identification code 20-0112-0-1-271	1997 actual	1998 est.	1999 est.
1001 Total compensable workyears: Full-time equivalent employment	1	.....	.....

BIOMASS ENERGY DEVELOPMENT

Program and Financing (in millions of dollars)

Identification code 20-0114-0-1-271	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 25.2)	2	.....	.....
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	46	45	46
22.00 New budget authority (gross)	1	.....	.....
23.90 Total budgetary resources available for obligation	47	45	46
23.95 New obligations	-2	.....	.....
24.40 Unobligated balance available, end of year:			
Uninvested	45	46	46
New budget authority (gross), detail:			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash)	1	.....	.....
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	1	2	.....
73.10 New obligations	2	.....	.....
73.20 Total outlays (gross)	-1	-2	.....
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	2	.....	.....
Outlays (gross), detail:			
86.93 Outlays from current balances	1	.....	.....
86.98 Outlays from permanent balances		2	.....
87.00 Total outlays (gross)	1	2	.....
Offsets:			
88.45 Against gross budget authority and outlays:			
Offsetting collections (cash) from: Offsetting governmental collections	-1	.....	.....
Net budget authority and outlays:			
89.00 Budget authority .....			.....
90.00 Outlays		2	.....

This account finances programs to aid commercial production of alcohol and other fuels from crops and crop waste, timber, animal and timber waste, and other forms of biomass and urban waste activities, as authorized under Title II of the Energy Security Act.

Administrative provisions enacted in 1989 for the Department of Energy allow the Department of Energy to retain in this account any funds brought into its Alcohol Fuels Loan Guarantee Program, either through (1) sale of assets the Government has acquired through loan default and foreclosure, or (2) repayments made on a loan for which the Department of Energy has become the direct lender by paying the guarantee on a defaulted loan. These retained funds will be held in a reserve against the possibility of further guaranteed loan defaults. The Department of Energy will also be able to use unobligated funds from its Alternative Fuels Production account to pay the guaranteed portion of defaults if the need arises, and if those funds are not needed by the Alternative Fuels Production program. In 1993, \$44 million was transferred to the Energy Information Administration (EIA) to offset approximately half of EIA's budget authority requirements.

PAYMENT FOR THE JOINT FINANCIAL MANAGEMENT IMPROVEMENT PROGRAM

For development of technical specifications for government-wide financial management systems by the Joint Financial Management Improvement Program, \$3,000,000.

Program and Financing (in millions of dollars)

Identification code 20-1840-0-1-808	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 25.2)			3
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			3
23.95 New obligations			-3
New budget authority (gross), detail:			
40.00 Appropriation			3
Change in unpaid obligations:			
73.10 New obligations			3
74.95 Unpaid obligations, end of year: Orders on hand from Federal sources			3
Outlays (gross), detail:			
86.90 Outlays from new current authority			3
Net budget authority and outlays:			
89.00 Budget authority			3
90.00 Outlays			3

This program provides funding for the development of technical specifications for governmentwide financial management systems and will be used at the direction of the Joint Financial Management Improvement Program Committee

CHECK FORGERY INSURANCE FUND

Program and Financing (in millions of dollars)

Identification code 20-4109-0-3-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Direct program		10	2
09.01 Reimbursable program		30	39
10.00 Total obligations		40	41
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested		10	.....

22.00	New budget authority (gross)	10	30	41
23.90	Total budgetary resources available for obligation	10	40	41
23.95	New obligations		-40	-41
24.40	Unobligated balance available, end of year:			
	Uninvested	10		
New budget authority (gross), detail:				
60.05	Appropriation (indefinite)	10		2
68.00	Spending authority from offsetting collections: Offsetting collections (cash)		30	39
70.00	Total new budget authority (gross)	10	30	41
Change in unpaid obligations:				
73.10	New obligations		40	41
73.20	Total outlays (gross)		-40	-41
Outlays (gross), detail:				
86.97	Outlays from new permanent authority		30	41
86.98	Outlays from permanent balances		10	
87.00	Total outlays (gross)		40	41
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources		-30	-39
Net budget authority and outlays:				
89.00	Budget authority	10		2
90.00	Outlays		10	2

This fund was established as a permanent, indefinite appropriation in order to maintain adequate funding of the Check Forgery Insurance Fund (Fund). The Fund will facilitate timely payments for replacement Treasury checks necessitated due to a claim of forgery. The Fund will recoup disbursements through reclamations made against banks negotiating forged checks.

To reduce hardships sustained by payees of Government checks that have been stolen and forged, settlement is made in advance of the receipt of funds from the endorser of the checks through reclamation procedures by this office. If the U.S. Treasury is unable to recover funds, the account sustains the loss.

Object Classification (in millions of dollars)

Identification code 20-4109-0-3-803	1997 actual	1998 est.	1999 est.
42.0 Direct obligations: Insurance claims and indemnities		10	2
42.0 Reimbursable obligations: Reimbursable obligations: Insurance claims and indemnities		30	39
99.9 Total obligations		40	41

Credit accounts:

PAYMENTS TO THE FARM CREDIT SYSTEM FINANCIAL ASSISTANCE CORPORATION

For necessary payments to the Farm Credit System Financial Assistance Corporation by the Secretary of the Treasury, as authorized by section 6.28(c) of the Farm Credit Act of 1971, for reimbursement of interest expenses incurred by the Financial Assistance Corporation on obligations issued through 1994, as authorized, **[\$7,728,000] \$2,565,000.** (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-1850-0-1-908	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 41.0)	10	8	3
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	10	8	3
23.95 New obligations	-10	-8	-3

New budget authority (gross), detail:			
40.00 Appropriation	10	8	3
Change in unpaid obligations:			
73.10 New obligations	10	8	3
73.20 Total outlays (gross)	-10	-8	-3
Outlays (gross), detail:			
86.90 Outlays from new current authority	10	8	3
Net budget authority and outlays:			
89.00 Budget authority	10	8	3
90.00 Outlays	10	8	3

The Agricultural Credit Act of 1987 (Public Law 100-233) authorized such sums as necessary to be appropriated to the Secretary of the Treasury for payment to the Farm Credit System Financial Assistance Corporation (FAC).

Treasury payments annually reimburse the FAC for interest expense on FAC debt, which is authorized to be issued through 1992. Treasury is authorized to pay all or part of FAC interest for the first 10 years on each 15-year FAC debt issuance. Debt proceeds are used to provide assistance to financially troubled Farm Credit System lending institutions. No payments will be made after fiscal year 2000.

The Agricultural Credit Act of 1987 provided that the Farm Credit System's share of interest assessment for FAC debt would increase if the System's retained earnings exceeded five percent of its assets. For 1997, 1998, and 1999 the Treasury portion of interest assessments was estimated at 9, 7, and 2 percent respectively.

FEDERAL FINANCING BANK ACTIVITIES

Federal Funds

Intragovernmental funds:

FEDERAL FINANCING BANK

For liquidation of certain debts to the United States Treasury incurred by the Federal Financing Bank pursuant to section 9(b) of the Federal Financing Bank Act of 1973, \$2,854,000,000.

Program and Financing (in millions of dollars)

Identification code 20-4521-0-4-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
09.01 Administrative Expenses	3	3	3
09.02 Interest on borrowings from Treasury	4,171	3,142	2,758
09.03 Interest on borrowings from Civil Service Retirement Trust Fund	1,337	1,337	1,337
10.00 Total obligations	5,511	4,482	4,099
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	1	1	1
22.00 New budget authority (gross)	5,511	4,482	4,099
23.90 Total budgetary resources available for obligation	5,512	4,483	4,100
23.95 New obligations	-5,511	-4,482	-4,099
24.40 Unobligated balance available, end of year:			
Uninvested	1	1	1
New budget authority (gross), detail:			
Current:			
40.00 Appropriation			2,854
40.47 Portion applied to debt reduction			-2,854
43.00 Appropriation (total)			
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	5,511	4,482	4,099
70.00 Total new budget authority (gross)	5,511	4,482	4,099
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	2,366	2,366	2,366

Intragovernmental funds—Continued

FEDERAL FINANCING BANK—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-4521-0-4-803	1997 actual	1998 est.	1999 est.
73.10 New obligations	5,511	4,482	4,099
73.20 Total outlays (gross)	-5,511	-4,482	-4,099
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	2,366	2,366	2,366
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	5,511	4,482	4,099
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-5,511	-4,482	-4,099
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

The Federal Financing Bank (FFB) was created in 1973 to ensure the coordination of Federal and federally assisted borrowing from the public in a manner least disruptive to private financial markets and institutions. Prior to that time, many agencies borrowed directly from the private market to finance credit programs involving lending to the public. With the implementation of the Federal Credit Reform Act in 1992, however, such agencies simply finance loan programs through direct loan financing accounts that borrow directly from the Treasury. Therefore, FFB loans are now used primarily to finance direct agency activities such as resolution of failed thrift institutions by the deposit insurance agencies, construction of Federal buildings by the General Services Administration, and meeting the financing requirements of the U.S. Postal Service. In certain cases, the FFB finances Federal direct loans to the public that would otherwise be made by private lenders and fully guaranteed by a Federal agency.

Lending by the FFB is set at 1/8 percent above Treasury rates and may take one of three forms, depending on the authorizing statutes pertaining to a particular agency or program: (1) the FFB may purchase agency financial assets; (2) the FFB may acquire debt securities that the agency is otherwise authorized to issue to the public; and (3) the FFB may originate direct loans on behalf of an agency by disbursing loans directly to private borrowers and receiving repayments from the private borrower on behalf of the agency. Because law requires that transactions by the FFB be treated as a means of financing agency obligations, the budgetary effect of the third type of transaction is reflected in the budget in the following sequence: a loan by the FFB to the agency, a loan by the agency to a private borrower, a repayment by a private borrower to the agency, and a repayment by the agency to the FFB.

As part of the implementation of changes made to the Federal Credit Reform Act, the 1999 Budget provides an appropriation to liquidate the FFB's accumulated deficit that resulted from the fact that while FFB borrowers have been allowed to prepay at par, FFB paid a prepayment premium on the underlying obligations to the Treasury Department.

The following table shows the annual net lending by the FFB by agency and program and the amount outstanding at the end of each year.

The table does not include certain securities originally issued to the FFB by the Tennessee Valley Authority and the Postal Service, which the FFB exchanged with the Civil Service Retirement and Disability Fund in 1996 in return for Treasury securities of equal present value. These TVA and Postal Service securities had a remaining face value of \$7.1 billion as of the end of 1997.

NET LENDING AND LOANS OUTSTANDING, END OF YEAR

[In millions of dollars]

	1997 actual	1998 est.	1999 est.
A. Department of Agriculture:			
1. Rural housing loans:			
Lending, net	-5,170	-4,030	-2,375
Loans outstanding	13,530	9,500	7,125
2. Rural development loans:			
Lending, net			-265
Loans outstanding	3,675	3,675	3,410
3. Rural Electrification Administration:			
Lending, net	-1,931	223	15
Loans outstanding	19,418	19,641	19,656
B. Department of Defense:			
1. Defense working capital fund:			
Lending, net	-15	-83	-86
Loans outstanding	1,308	1,225	1,139
C. Department of Education:			
1. Historically black colleges and universities:			
Lending, net	*	6	16
Loans outstanding	1	7	23
D. Department of Health and Human Services:			
1. Health maintenance organizations:			
Lending, net	-2	-1	-1
Loans outstanding	4	3	2
2. Medical facility loans:			
Lending, net	-6	-4	-3
Loans outstanding	13	9	6
E. Department of Housing and Urban Development:			
1. Section 108 guaranteed loans:			
Lending, net	-3	-4	-4
Loans outstanding	36	32	28
2. Low-rent public housing:			
Lending, net	-65	-70	-71
Loans outstanding	1,561	1,491	1,420
F. Department of the Interior:			
1. Territory of the Virgin Islands:			
Lending, net	-1	-1	-1
Loans outstanding	19	18	17
G. Department of Transportation:			
1. Railroad Revitalization and Regulatory Reform Act:			
Lending, net	-9		
Loans outstanding	4	4	4
H. General Services Administration:			
1. Federal buildings fund:			
Lending, net	-61	-25	650
Loans outstanding	1,795	1,770	2,420
2. Pennsylvania Avenue Activities:			
Lending, net	148	-624	
Loans outstanding	624		
I. International Assistance Programs:			
1. Foreign military sales credit:			
Lending, net	-199	-219	-218
Loans outstanding	3,048	2,829	2,611
J. Small Business Administration:			
1. Section 503 guaranteed loans:			
Lending, net	-43	-33	-129
Loans outstanding	275	242	113
2. Development company loans:			
Lending, net	*	*	*
Loans outstanding	*	*	*
K. Export-Import Bank:			
Lending, net	-527	-927	-368
Loans outstanding	1,295	360	
L. Federal Deposit Insurance Corporation:			
1. FSLIC Resolution Fund:			
Lending, net	-4,621	-1,375	
Loans outstanding	1,375		
M. Postal Service:			
Lending, net	464	4,852	881
Loans outstanding	1,964	6,815	7,696
Total lending:			
Lending, net	-12,102	-2,316	-1,959
Loans outstanding	49,945	47,629	45,670

*\$500 thousand or less.

Balance Sheet (in millions of dollars)

Identification code 20-4521-0-4-803	1996 actual	1997 actual	1998 est.	1999 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	338	338	338	338

Investments in US securities:					
1104	Agency securities, par	62,258	50,154	47,838	45,879
1106	Receivables, net	1,524	1,241	1,074	942
1999	Total assets	64,120	51,733	49,250	47,160
LIABILITIES:					
Federal liabilities:					
2101	Accounts payable	2,257	2,202	2,275	1,543
Debt:					
2103	Borrowing from Treasury	47,251	35,147	32,831	30,872
2103	Debt arising from prepayment premiums	2,115	2,115	2,115	.....
2103	Borrowing from the Civil Service Retirement Trust Fund	15,000	15,000	15,000	15,000
2999	Total liabilities	66,623	54,464	52,221	47,415
NET POSITION:					
3300	Cumulative results of operations	-2,503	-2,731	-2,971	-255
3999	Total net position	-2,503	-2,731	-2,971	-255
4999	Total liabilities and net position	64,120	51,733	49,250	47,160

Object Classification (in millions of dollars)

Identification code 20-4521-0-4-803	1997 actual	1998 est.	1999 est.
25.2 Other services	3	3	3
43.0 Interest and dividends	5,508	4,479	4,096
99.9 Total obligations	5,511	4,482	4,099

BUREAU OF ALCOHOL, TOBACCO AND FIREARMS

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Bureau of Alcohol, Tobacco and Firearms, including purchase of not to exceed [650] 812 vehicles for police-type use, of which 650 shall be for replacement only, and hire of passenger motor vehicles; hire of aircraft; services of expert witnesses at such rates as may be determined by the Director; for payment of per diem and/or subsistence allowances to employees where [an assignment to the National Response Team during the investigation of a bombing or arson incident] a major investigative assignment requires an employee to work 16 hours or more per day or to remain overnight at his or her post of duty; not to exceed [\$12,500] \$20,000 for official reception and representation expenses; for training of State and local law enforcement agencies with or without reimbursement, including training in connection with the training and acquisition of canines for explosives and fire accelerants detection; and provision of laboratory assistance to State and local agencies, with or without reimbursement; [\$478,934,000, of which \$1,250,000 may be used for the Youth Crime Gun Interdiction Initiative] \$544,324,000, of which not to exceed \$1,000,000 shall be available for the payment of attorneys' fees as provided by 18 U.S.C. 924(d)(2); [and of which \$1,000,000 shall be available]: *Provided, That, such funds shall be available for the equipping of any vessel, vehicle, equipment, or aircraft available for official use by a State or local law enforcement agency if the conveyance will be used in [drug-related] joint [law enforcement] operations with the Bureau of Alcohol, Tobacco and Firearms and for the payment of [overtime] salaries, to include overtime and personnel benefits, travel, fuel, training, equipment, supplies, and other similar costs of State and local law enforcement [officers] personnel, including sworn officers and support personnel, that are incurred in joint operations with the Bureau of Alcohol, Tobacco and Firearms: [Provided, That no funds made available by this or any other Act may be used to transfer the functions, missions, or activities of the Bureau of Alcohol, Tobacco and Firearms to other agencies or Departments in the fiscal year ending on September 30, 1998:] Provided further, That no funds appropriated herein shall be available for salaries or administrative expenses in connection with consolidating or centralizing, within the Department of the Treasury, the records, or any portion thereof, of acquisition and disposition of firearms maintained by Federal firearms licensees: [Provided further, That no funds appropriated herein shall be used to pay administrative expenses or the compensation of any officer or*

employee of the United States to implement an amendment or amendments to 27 CFR 178.118 or to change the definition of "Curios or relics" in 27 CFR 178.11 or remove any item from ATF Publication 5300.11 as it existed on January 1, 1994:] *Provided further, That none of the funds appropriated herein shall be available to investigate or act upon applications for relief from Federal firearms disabilities under 18 U.S.C. 925(c): Provided further, That such funds shall be available to investigate and act upon applications filed by corporations for relief from Federal firearms disabilities under 18 U.S.C. 925(c): Provided further, That no funds in this Act may be used to provide ballistics imaging equipment to any State or local authority who has obtained similar equipment through a Federal grant or subsidy unless the State or local authority agrees to return that equipment or to repay that grant or subsidy to the Federal Government[: Provided further, That no funds under this Act may be used to electronically retrieve information gathered pursuant to 18 U.S.C. 923(g)(4) by name or any personal identification code].*

In addition, to be derived from the Violent Crime Reduction Trust Fund and to remain available until expended, \$10,000,000 for activities authorized by section 32401 of Public Law 103-322. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-1000-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Reduce Violent Crime		350	398
00.02 Collect Revenue		62	60
00.03 Protect the Public		96	96
Compliance Operations:			
00.04 Alcohol	82		
00.05 Tobacco	4		
00.06 Firearms	51		
00.07 Explosives	12		
00.91 Total, compliance operations	149	508	554
Law enforcement:			
01.03 Firearms	224		
01.04 Explosives	127		
01.91 Total, law enforcement	351		
01.92 Total direct program	500	508	554
09.01 Reimbursable program	21	51	17
10.00 Total obligations	521	559	571
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	19	26	26
22.00 New budget authority (gross)	527	560	571
22.10 Resources available from recoveries of prior year obligations	3		
22.30 Unobligated balance expiring	-1		
23.90 Total budgetary resources available for obligation	548	586	597
23.95 New obligations	-521	-559	-571
24.40 Unobligated balance available, end of year:			
Uninvested	26	26	26
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	460	479	544
42.00 Transferred from other accounts	46	30	10
43.00 Appropriation (total)	506	509	554
50.00 Reappropriation	1		
Permanent:			
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	21	51	17
68.10 Change in orders on hand from Federal sources	-1		
68.90 Spending authority from offsetting collections (total)	20	51	17
70.00 Total new budget authority (gross)	527	560	571
Change in unpaid obligations:			
Unpaid obligations, start of year:			
72.40 Obligated balance: Uninvested	60	87	88
72.95 Orders on hand from Federal sources	7	6	6
72.99 Total unpaid obligations, start of year	67	93	94

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-1000-0-1-751	1997 actual	1998 est.	1999 est.
73.10 New obligations	521	559	571
73.20 Total outlays (gross)	-489	-558	-575
73.40 Adjustments in expired accounts	-4		
73.45 Adjustments in unexpired accounts	-3		
Unpaid obligations, end of year:			
74.40 Obligated balance: Uninvested	87	88	84
74.95 Orders on hand from Federal sources	6	6	6
74.99 Total unpaid obligations, end of year	93	94	90
Outlays (gross), detail:			
86.90 Outlays from new current authority	417	457	505
86.93 Outlays from current balances	51	50	52
86.97 Outlays from new permanent authority	20	51	17
86.98 Outlays from permanent balances	1		
87.00 Total outlays (gross)	489	558	575
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Drug enforcement	-10	-10	-10
88.00 Other Federal sources	-11	-41	-7
88.90 Total, offsetting collections (cash)	-21	-51	-17
88.95 Change in orders on hand from Federal sources	1		
Net budget authority and outlays:			
89.00 Budget authority	507	509	554
90.00 Outlays	467	507	558

The Bureau of Alcohol, Tobacco and Firearms (ATF) is a law enforcement organization within the United States Department of the Treasury with unique responsibilities dedicated to reducing violent crime, collecting revenue, and protecting the public. ATF enforces the Federal laws and regulations relating to alcohol, tobacco, firearms, explosives, and arson by working directly and in cooperation with others to: (1) Effectively contribute to a safer America by reducing the future number and cost of violent crimes; (2) Maintain a sound revenue management and regulatory system that continues reducing payer burden, improving service, collecting the revenue due and preventing illegal diversion; and (3) Protect the public and prevent consumer deception in ATF's regulated commodities.

The following performance measurements continue to be refined and improved in order to provide viable output and outcome measures for the Bureau, thus complying with the Government Performance and Results Act of 1993 (GPRA).

PERFORMANCE AND WORKLOAD MEASURES

	1997 actual	1998 est.	1999 est.
Reduce Violent Crime:			
Crime related costs avoided (\$ billions)	\$0.93	\$1.0	\$1.0
Future crimes avoided	n/a	440,000	450,000
Number of persons trained/developed (non-ATF)	n/a	52,000	52,000
Collect the Revenue:			
Taxes and fees collected from the alcohol, firearms and explosives industries (\$ billion)	\$12.7	\$12.8	\$12.8
Ratio of taxes and fees collected vs. resources expended to collect	n/a	\$224:\$1	\$210:\$1
Burden hours reduced	n/a	1,450,681	606,630
Protect the Public:			
Response to unsafe conditions and product deficiencies discovered (explosives)	677	677	677
The number of commodity seminars held	n/a	122	120
Workload Measures:			
Number of firearms traces	191,378	225,000	275,000
Number of inspections (explosives)	7,924	9,000	9,000
Percent of population inspected (firearms)	21	21	21

Object Classification (in millions of dollars)

Identification code 20-1000-0-1-751	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	201	211	222
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	28	31	33
11.9 Total personnel compensation	230	243	256
12.1 Civilian personnel benefits	75	80	85
21.0 Travel and transportation of persons	15	16	21
22.0 Transportation of things	2	2	2
23.1 Rental payments to GSA	35	38	40
23.3 Communications, utilities, and miscellaneous charges	18	19	23
24.0 Printing and reproduction	2	2	2
25.2 Other services	61	58	73
26.0 Supplies and materials	10	9	10
31.0 Equipment	52	40	42
42.0 Insurance claims and indemnities		1	
99.0 Subtotal, direct obligations	500	508	554
99.0 Reimbursable obligations	21	51	17
99.9 Total obligations	521	559	571

Personnel Summary

Identification code 20-1000-0-1-751	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	3,818	3,934	4,038
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	107	138	115

LABORATORY FACILITIES AND HEADQUARTERS

For necessary expenses for [construction of a new facility or facilities to house the Bureau of Alcohol, Tobacco and Firearms National Laboratory Center and the Fire Investigation Research and Development Center, not to exceed 185,000 occupiable square feet, \$55,022,000 to remain available until expended: *Provided*, That these funds shall not be available until a prospectus for the Laboratory Facilities is reviewed and resolutions of authorization are approved by the House Committee on Transportation and Infrastructure and the Senate Committee on Environment and Public Works] *the relocation of the Bureau of Alcohol, Tobacco and Firearms headquarters, \$32,000,000, to remain available until expended. (Treasury Department Appropriations Act, 1998.)*

Program and Financing (in millions of dollars)

Identification code 20-1003-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations		55	25
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested		7	7
22.00 New budget authority (gross)	7	55	32
23.90 Total budgetary resources available for obligation	7	62	39
23.95 New obligations		-55	-25
24.40 Unobligated balance available, end of year:			
Uninvested	7	7	14
New budget authority (gross), detail:			
40.00 Appropriation	7	55	32
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested			45
73.10 New obligations		55	25
73.20 Total outlays (gross)		-10	-26
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested		45	44
Outlays (gross), detail:			
86.90 Outlays from new current authority		7	4

86.93	Outlays from current balances	3	21
87.00	Total outlays (gross)	10	26
Net budget authority and outlays:			
89.00	Budget authority	7	55
90.00	Outlays	10	26

This appropriation is requested to provide funding for relocation of ATF headquarters employees to alternate building facilities that would be better suited to meeting physical protection and security needs than existing leased space provides.

Object Classification (in millions of dollars)

Identification code 20-1003-0-1-751	1997 actual	1998 est.	1999 est.
25.2 Other services		10	
32.0 Land and structures		45	25
99.9 Total obligations		55	25

INTERNAL REVENUE COLLECTIONS FOR PUERTO RICO

Unavailable Collections (in millions of dollars)

Identification code 20-5737-0-2-806	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year			
Receipts:			
02.01 Deposits, internal revenue collections for Puerto Rico	205	210	201
02.02 Deposits, internal revenue collections for Puerto Rico, legislative proposal subject to PAYGO			34
02.99 Total receipts	205	210	235
Appropriation:			
05.01 Internal revenue collections for Puerto Rico	-205	-210	-201
05.02 Internal revenue collections for Puerto Rico, legislative proposal subject to PAYGO			-34
05.99 Subtotal appropriation	-205	-210	-235
07.99 Total balance, end of year			

Program and Financing (in millions of dollars)

Identification code 20-5737-0-2-806	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 41.0)	205	210	201
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	205	210	201
23.95 New obligations	-205	-210	-201
New budget authority (gross), detail:			
60.25 Appropriation (special fund, indefinite)	205	210	201
Change in unpaid obligations:			
73.10 New obligations	205	210	201
73.20 Total outlays (gross)	-205	-210	-201
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	205	210	201
Net budget authority and outlays:			
89.00 Budget authority	205	210	201
90.00 Outlays	205	210	201

Summary of Budget Authority and Outlays

(in millions of dollars)

Enacted/requested:	1997 actual	1998 est.	1999 est.
Budget Authority	205	210	201
Outlays	205	210	201
Legislative proposal, subject to PAYGO:			
Budget Authority			34
Outlays			34
Total:			
Budget Authority	205	210	235

Outlays	205	210	235
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INTERNAL REVENUE COLLECTIONS FOR PUERTO RICO

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 20-5737-4-2-806	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 41.0)			34
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			34
23.95 New obligations			-34
New budget authority (gross), detail:			
60.25 Appropriation (special fund, indefinite)			34
Change in unpaid obligations:			
73.10 New obligations			34
73.20 Total outlays (gross)			-34
Outlays (gross), detail:			
86.97 Outlays from new permanent authority			34
Net budget authority and outlays:			
89.00 Budget authority			34
90.00 Outlays			34

The Puerto Rican Federal Relations Act mandates that excise taxes collected under the Internal Revenue laws of the United States on articles produced in Puerto Rico and either transported to the United States or consumed on the island are to be covered over to Puerto Rico (48 U.S.C. 734). The budget assumes that the full amount of the collections on Puerto Rico rum will be covered over. The Administration will propose legislation to eliminate a limitation on the amount of the cover over on rum imposed by 26 U.S.C. 7652, which is no longer justified. The legislation will also provide that, for five years, fifty cents per proof gallon would be dedicated for the Puerto Rico Conservation Trust Fund pursuant to an agreement between the Secretary of the Interior and the Governor of Puerto Rico. This proposal replaces a funding source lost as a consequence of the repeal of a provision of tax law.

UNITED STATES CUSTOMS SERVICE

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the United States Customs Service, including purchase and lease of up to 1,050 motor vehicles of which [985] 550 are for replacement only and of which 1,030 are for police-type use and commercial operations; hire of motor vehicles; contracting with individuals for personal services abroad; not to exceed \$30,000 for official reception and representation expenses; and awards of compensation to informers, as authorized by any Act enforced by the United States Customs Service; [\$1,522,165,000] \$1,638,065,000, of which such sums as become available in the Customs User Fee Account, except sums subject to section 13031(f)(3) of the Consolidated Omnibus Budget Reconciliation Act of 1985, as amended ("COBRA") (19 U.S.C. 58c(f)(3)), shall be derived from that Account; of the total, not to exceed \$150,000 shall be available for payment for rental space in connection with preclearance operations, and not to exceed \$4,000,000 shall be available until expended for research, not to exceed \$5,000,000 shall be available until expended for conducting special operations pursuant to 19 U.S.C. 2081, and up to [\$6,000,000] \$8,000,000 shall be available until expended for the procurement of automation infrastructure items, including hardware, software, and installation; *Provided, That upon enactment of authorization to increase the ad valorem rate authorized by section 13031 of COBRA (19 U.S.C. 58c(a)(9)), such increased amounts shall*

General and special funds—Continued

SALARIES AND EXPENSES—Continued

be collected and deposited in the Customs User Fee Account as offsetting receipts, to be available until expended for necessary expenses incurred by the Secretary for modernization of Customs automated commercial operations: Provided further, That such increased amounts are in addition to sums otherwise made available by this Act: Provided further, That uniforms may be purchased without regard to the general purchase price limitation for the current fiscal year: [Provided further, That \$1,250,000 shall be available to fund the Global Trade and Research Program at the Montana World Trade Center:] Provided further, That notwithstanding any other provision of law, the fiscal year aggregate overtime limitation prescribed in subsection 5(c)(1) of the Act of February 13, 1911 (19 U.S.C. 261 and 267) shall be \$30,000.

In addition, \$64,472,000 to remain available until expended, to be derived from the Violent Crime Reduction Trust Fund, for activities authorized by section 190001(e) of Public Law 103-322, of which no less than \$54,000,000 shall be available for narcotics detection technology. (Treasury Department Appropriations Act, 1998.)

Unavailable Collections (in millions of dollars)

Identification code 20-0602-0-1-751	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year			
Receipts:			
02.01 U.S. Customs users fees account, conveyance/passenger/other	455	326	349
02.02 U.S. Customs user fee accounts, merchandise processing, Treasury	831	856	873
02.03 U.S. Customs user fee accounts, merchandise processing, legislative proposal not subject to PAYGO			48
02.99 Total receipts	1,286	1,182	1,270
Appropriation:			
05.01 Salaries and expenses	-1,286	-1,182	-1,222
05.02 Salaries and expenses, legislative proposal not subject to PAYGO			-48
05.99 Subtotal appropriation	-1,286	-1,182	-1,270
07.99 Total balance, end of year			

Program and Financing (in millions of dollars)

Identification code 20-0602-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Inspection and control	929	1,020	
00.02 Enforcement	516	580	
00.03 Tariff and trade	371	410	
00.04 Commercial			1,283
00.05 Drug and other enforcement			733
00.91 Total direct program	1,816	2,010	2,016
09.01 Reimbursable program	391	404	413
10.00 Total obligations	2,207	2,414	2,429
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	605	832	769
22.00 New budget authority (gross)	2,420	2,352	2,471
22.10 Resources available from recoveries of prior year obligations	34		
22.30 Unobligated balance expiring	-19		
23.90 Total budgetary resources available for obligation	3,040	3,184	3,240
23.95 New obligations	-2,207	-2,414	-2,429
24.40 Unobligated balance available, end of year:			
Uninvested	832	769	811
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	719	666	765
40.25 Appropriation (special fund, indefinite)	831	856	873
42.00 Transferred from other accounts	24	84	72
43.00 Appropriation (total)	1,574	1,606	1,710
50.00 Reappropriation		16	
Permanent:			
60.25 Appropriation (special fund, indefinite)	455	326	349

68.00	Spending authority from offsetting collections:			
68.10	Offsetting collections (cash)	422	404	412
	Change in orders on hand from Federal sources	-31		
68.90	Spending authority from offsetting collections (total)	391	404	412
70.00	Total new budget authority (gross)	2,420	2,352	2,471
	Change in unpaid obligations:			
	Unpaid obligations, start of year:			
72.40	Obligated balance: Uninvested	242	279	386
72.95	Orders on hand from Federal sources	140	109	109
72.99	Total unpaid obligations, start of year	382	388	495
73.10	New obligations	2,207	2,414	2,429
73.20	Total outlays (gross)	-2,157	-2,307	-2,442
73.40	Adjustments in expired accounts	-11		
73.45	Adjustments in unexpired accounts	-34		
	Unpaid obligations, end of year:			
74.40	Obligated balance: Uninvested	279	386	373
74.95	Orders on hand from Federal sources	109	109	109
74.99	Total unpaid obligations, end of year	388	495	482
	Outlays (gross), detail:			
86.90	Outlays from new current authority	1,360	1,438	1,532
86.93	Outlays from current balances	197	141	168
86.97	Outlays from new permanent authority	593	701	712
86.98	Outlays from permanent balances	7	27	30
87.00	Total outlays (gross)	2,157	2,307	2,442
	Offsets:			
	Against gross budget authority and outlays:			
	Offsetting collections (cash) from:			
88.00	Federal sources	-411	-404	-412
88.40	Non-Federal sources	-11		
88.90	Total, offsetting collections (cash)	-422	-404	-412
88.95	Change in orders on hand from Federal sources	31		
	Net budget authority and outlays:			
89.00	Budget authority	2,029	1,948	2,059
90.00	Outlays	1,735	1,903	2,030

Summary of Budget Authority and Outlays

(in millions of dollars)

	1997 actual	1998 est.	1999 est.
Enacted/requested:			
Budget Authority	2,029	1,948	2,059
Outlays	1,735	1,903	2,030
Legislative proposal, not subject to PAYGO:			
Budget Authority			48
Outlays			44
Total:			
Budget Authority	2,029	1,948	2,107
Outlays	1,735	1,903	2,074

The United States Customs Service, in partnership with other Federal agencies, is one of the Nation's principal means of border enforcement. Its mission is to ensure that all goods and persons entering and exiting the United States do so in compliance with all United States laws and regulations.

Prior to 1999, the Customs Service budget consisted of three activities: Inspection and Control, Enforcement, and Tariff and Trade. These activities were developed in the early 1980's and reflected the organizational needs and structure of Customs at that time. In order for Customs to effectively implement the requirements of the Results Act, a comprehensive restructuring from three to two budget activities is proposed beginning in FY 1999. The operations of the Customs Salaries and Expenses appropriation would be divided into two major budget activities: "Commercial" and "Drug and Other Enforcement."

Commercial.—Commercial activities are all process/business area activities (Trade Compliance, Outbound, and Passenger Processing) which occur prior to a violation being confirmed or acceptance of a referral for investigation. This includes intelligence gathering, targeting, analysis and examination activities.

WORKLOAD DATA

	1997 actual	1998 est.	1999 est.
Total Commercial Entry Summaries (millions)	17.9	18.4	17.6
Total Passengers (in millions):			
Land	369.6	372.0	379.4
Air	68.4	76.9	81.5
Sea	8.1	9.0	10.0
Total Carriers (thousands):			
Land	127,914	130,000	130,000
Air	836	860	890
Sea	214	230	245

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Overall Trade Compliance Rate	82.7%	84.0%	85.0%
Overall Passenger Compliance Rate:			
Land	99.96%	99.97%	99.98%
Air	97.6%	98.0%	98.5%
Revenue Compliance Rate	99.04%	99.06%	99.06%
Collection (billions \$)	\$19.1	\$19.2	\$19.3

Drug and Other Enforcement.—Drug and Other Enforcement activities are process activities which occur after confirmation of a violation or acceptance of a referral for investigation. Also included are enforcement strategies to address enforcement issues which impact more than one process, intelligence activities and investigations of drug and money laundering violations, intelligence activities and investigations related to alleged/suspected violations which are independent of process activities, the air and marine interdiction programs, and radio communications management.

WORKLOAD DATA

	1997 actual	1998 est.	1999 est.
Total Investigative Cases	34,722	36,000	36,000

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Quantity of Narcotics Seized (thousands of lbs.):			
Heroin	2.4	3.0	3.0
Cocaine	157.9	170.0	160.0
Marijuana	726.1	780.0	780.0
Number of Narcotics Seizures:			
Heroin	1,208	1,250	1,250
Cocaine	2,537	2,600	2,500
Marijuana	12,741	13,000	13,000
Currency/Real Property Seized (millions \$)	\$34.4	\$36.0	\$37.5

The North American Free Trade Agreement Implementation Act (Public Law 103-182) extended the collection of Customs user fees (merchandise and passenger fees) through September 2003. Provisions which increased air and sea passenger collections, and lifted air and sea passenger country exemptions expired in September 1997.

Object Classification (in millions of dollars)

Identification code 20-0602-0-1-751	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	768	836	868
11.3 Other than full-time permanent	10	21	39
11.5 Other personnel compensation	188	197	199
11.9 Total personnel compensation	966	1,054	1,106
12.1 Civilian personnel benefits	235	277	282
21.0 Travel and transportation of persons	32	48	46
22.0 Transportation of things	4	6	6
23.1 Rental payments to GSA	122	152	163
23.2 Rental payments to others	1	3	2
23.3 Communications, utilities, and miscellaneous charges	35	43	43
24.0 Printing and reproduction	3	4	4
25.1 Advisory and assistance services	12	38	29
25.2 Other services	39	125	147
25.3 Purchases of goods and services from Government accounts	172		
25.4 Operation and maintenance of facilities	13		
25.5 Research and development contracts	1		
25.7 Operation and maintenance of equipment	52		
26.0 Supplies and materials	18	25	28
31.0 Equipment	109	228	159

32.0	Land and structures	1	3	
41.0	Grants, subsidies, and contributions		2	
42.0	Insurance claims and indemnities	1	1	1
99.0	Subtotal, direct obligations	1,816	2,009	2,016
99.0	Reimbursable obligations	390	403	413
99.5	Below reporting threshold	1	2	
99.9	Total obligations	2,207	2,414	2,429

Personnel Summary

Identification code 20-0602-0-1-751	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	16,712	16,744	16,855
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	1,877	2,250	2,475

SALARIES AND EXPENSES

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 20-0602-2-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.04 Commercial			48
10.00 Total obligations			48
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			48
23.95 New obligations			-48
New budget authority (gross), detail:			
40.25 Appropriation (special fund, indefinite)			48
Change in unpaid obligations:			
73.10 New obligations			48
73.20 Total outlays (gross)			-44
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested			4
Outlays (gross), detail:			
86.90 Outlays from new current authority			44
Net budget authority and outlays:			
89.00 Budget authority			48
90.00 Outlays			44

This proposal would allow the Secretary of the Treasury to increase the rate of the Merchandise Processing Fee (MPF) to offset the costs of modernizing the Customs Service automated commercial operations. Proceeds of the fee increase would be statutorily restricted to this modernization effort. Subsequent to the FY 1999 President's Budget, authorization legislation will be transmitted to allow the Secretary to increase the ad valorem rate paid by importers on formal cargo entries into the United States from .21 percent to up to .25 percent. (This would not include imports excluded from the MPF under NAFTA.) The proceeds would be available to Customs on a current indefinite basis after necessary legislation by the authorizations and appropriations committees.

Object Classification (in millions of dollars)

Identification code 20-0602-2-1-751	1997 actual	1998 est.	1999 est.
21.0	Travel and transportation of persons		1
25.2	Other services		16
31.0	Equipment		31
99.9	Total obligations		48

General and special funds—Continued

OPERATION AND MAINTENANCE, AIR AND MARINE INTERDICTION PROGRAMS

For expenses, not otherwise provided for, necessary for the operation and maintenance of marine vessels, aircraft, and other related equipment of the Air and Marine Programs, including operational training and mission-related travel, and rental payments for facilities occupied by the air or marine interdiction and demand reduction programs, the operations of which include: the interdiction of narcotics and other goods; the provision of support to Customs and other Federal, State, and local agencies in the enforcement or administration of laws enforced by the Customs Service; and, at the discretion of the Commissioner of Customs, the provision of assistance to Federal, State, and local agencies in other law enforcement and emergency humanitarian efforts; **[\$92,758,000] \$98,488,000**, which shall remain available until expended: *Provided*, That no aircraft or other related equipment, with the exception of aircraft which is one of a kind and has been identified as excess to Customs requirements and aircraft which has been damaged beyond repair, shall be transferred to any other Federal agency, department, or office outside of the Department of the Treasury, during fiscal year **[1998] 1999** without **[the] prior [approval of] notice submitted to the Committees on Appropriations. (Treasury Department Appropriations Act, 1998.)**

Program and Financing (in millions of dollars)

Identification code 20-0604-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Air and Marine Interdiction	83	97	87
00.02 P3 Interdiction	11	13	13
00.03 Procurement	9	34	8
00.91 Total direct program	103	144	108
09.01 Reimbursable program	10	34	4
10.00 Total obligations	113	178	112
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	22	52	9
22.00 New budget authority (gross)	134	127	102
22.10 Resources available from recoveries of prior year obligations	9	9	
23.90 Total budgetary resources available for obligation	165	188	111
23.95 New obligations	-113	-178	-112
24.40 Unobligated balance available, end of year:			
Uninvested	52	9	
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	83	93	98
42.00 Transferred from other accounts	42		
43.00 Appropriation (total)	125	93	98
Permanent:			
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	4	34	4
68.10 Change in orders on hand from Federal sources	5		
68.90 Spending authority from offsetting collections (total)	9	34	4
70.00 Total new budget authority (gross)	134	127	102
Change in unpaid obligations:			
Unpaid obligations, start of year:			
72.40 Obligated balance: Uninvested	88	94	114
72.95 Orders on hand from Federal sources	4	9	9
72.99 Total unpaid obligations, start of year	92	103	123
73.10 New obligations	113	178	112
73.20 Total outlays (gross)	-90	-148	-101
73.40 Adjustments in expired accounts	-1	-1	
73.45 Adjustments in unexpired accounts	-9	-9	
Unpaid obligations, end of year:			
74.40 Obligated balance: Uninvested	94	114	125
74.95 Orders on hand from Federal sources	9	9	9
74.99 Total unpaid obligations, end of year	103	123	134

Outlays (gross), detail:			
86.90 Outlays from new current authority	57	60	64
86.93 Outlays from current balances	29	54	33
86.97 Outlays from new permanent authority	4	34	4
87.00 Total outlays (gross)	90	148	101
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-4	-34	-4
88.95 Change in orders on hand from Federal sources	-5		
Net budget authority and outlays:			
89.00 Budget authority	125	93	98
90.00 Outlays	87	114	97

The Customs Air and Marine Interdiction Program combats the illegal entry of narcotics and other goods into the United States. This appropriation provides capital procurement and total operations and maintenance for the Customs air and marine program. This program also provides support for the interdiction of narcotics by other Federal, State and local agencies.

Object Classification (in millions of dollars)

Identification code 20-0604-0-1-751	1997 actual	1998 est.	1999 est.
Direct obligations:			
21.0 Travel and transportation of persons	4	6	4
22.0 Transportation of things		1	
23.2 Rental payments to others	2		2
23.3 Communications, utilities, and miscellaneous charges	4	6	4
25.2 Other services	7	9	7
25.3 Purchases of goods and services from Government accounts	3	3	3
25.4 Operation and maintenance of facilities	3	3	3
25.7 Operation and maintenance of equipment	42	52	46
26.0 Supplies and materials	18	32	19
31.0 Equipment	20	32	20
99.0 Subtotal, direct obligations	103	144	108
99.0 Reimbursable obligations	10	34	4
99.9 Total obligations	113	178	112

CUSTOMS FACILITIES, CONSTRUCTION, IMPROVEMENTS AND RELATED EXPENSES

Program and Financing (in millions of dollars)

Identification code 20-0608-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations	2	6	
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	7	6	
22.10 Resources available from recoveries of prior year obligations	2		
23.90 Total budgetary resources available for obligation	9	6	
23.95 New obligations	-2	-6	
24.40 Unobligated balance available, end of year:			
Uninvested	6		
Change in unpaid obligations:			
Unpaid obligations, start of year: Obligated balance:			
72.40 Uninvested	16	7	6
73.10 New obligations	2	6	
73.20 Total outlays (gross)	-9	-7	
73.45 Adjustments in unexpired accounts	-2		
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	7	6	5
Outlays (gross), detail:			
86.93 Outlays from current balances	9	7	
Net budget authority and outlays:			
89.00 Budget authority			

90.00 Outlays 9 7

This account funds major Customs construction, repair, and facility improvement initiatives.

Object Classification (in millions of dollars)

Identification code 20-0608-0-1-751	1997 actual	1998 est.	1999 est.
25.1 Advisory and assistance services		5	
25.4 Operation and maintenance of facilities	1		
31.0 Equipment	1		
99.0 Subtotal, direct obligations	2	5	
99.5 Below reporting threshold		1	
99.9 Total obligations	2	6	

【CUSTOMS SERVICES AT SMALL AIRPORTS】
【(TO BE DERIVED FROM FEES COLLECTED)】

【Beginning in fiscal year 1998 and thereafter, such sums as may be necessary for expenses for the provision of Customs services at certain small airports or other facilities when authorized by law and designated by the Secretary of the Treasury, including expenditures for the salary and expenses of individuals employed to provide such services, to be derived from fees collected by the Secretary pursuant to section 236 of Public Law 98-573 for each of these airports or other facilities when authorized by law and designated by the Secretary, and to remain available until expended.】 (Treasury Department Appropriations Act, 1998.)

Unavailable Collections (in millions of dollars)

Identification code 20-5694-0-2-751	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year			
Receipts:			
02.01 User fees for customs service	2	2	2
Appropriation:			
05.01 Customs services at small airports	-2	-2	-2
07.99 Total balance, end of year			

Program and Financing (in millions of dollars)

Identification code 20-5694-0-2-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Direct program	2	2	2
09.01 Reimbursable program	1	1	1
10.00 Total obligations	3	3	3

Budgetary resources available for obligation:

21.40 Unobligated balance available, start of year:			
Uninvested	1	1	1
22.00 New budget authority (gross)	2	2	2
23.90 Total budgetary resources available for obligation	3	3	3
23.95 New obligations	-3	-3	-3
24.40 Unobligated balance available, end of year:			
Uninvested	1	1	1

New budget authority (gross), detail:

40.25 Appropriation (special fund, indefinite)	2	2	2
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Change in unpaid obligations:

72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested		1	1
73.10 New obligations	3	3	3
73.20 Total outlays (gross)	-1	-2	-2
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	1	1	1

Outlays (gross), detail:

86.90 Outlays from new current authority	1	2	2
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Net budget authority and outlays:

89.00 Budget authority	2	2	2
90.00 Outlays	1	2	2

Customs charges fees at certain small airports where the volume or value of business is insufficient to justify the availability of Customs services. The funds generated from these fees are applied to expenditures incurred in providing Customs services at each of these designated small airports. (19 U.S.C. 58b.)

The Treasury, Postal Service, and General Government Appropriations Act of 1998 (Public Law 105-284) made permanent the provision that Customs services at small airports may be derived from fees collected.

Object Classification (in millions of dollars)

Identification code 20-5694-0-2-751	1997 actual	1998 est.	1999 est.
11.1 Direct obligations: Personnel compensation: Full-time permanent	1	1	1
99.0 Reimbursable obligations: Subtotal, reimbursable obligations	1	1	1
99.5 Below reporting threshold	1	1	1
99.9 Total obligations	3	3	3

Personnel Summary

Identification code 20-5694-0-2-751	1997 actual	1998 est.	1999 est.
1001 Total compensable workyears: Full-time equivalent employment	30	50	50

Trust Funds

MISCELLANEOUS PERMANENT APPROPRIATIONS

Unavailable Collections (in millions of dollars)

Identification code 20-9922-0-2-806	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year			3
Receipts:			
02.01 Deposits, duties and taxes, Puerto Rico, U.S. Customs Service	107	113	115
04.00 Total: Balances and collections	107	113	118
Appropriation:			
05.01 Miscellaneous permanent appropriations	-107	-110	-111
07.99 Total balance, end of year		3	7

Program and Financing (in millions of dollars)

Identification code 20-9922-0-2-806	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Direct obligations	109	110	111
09.01 Reimbursable program	6	4	4
10.00 Total obligations	115	114	115

Budgetary resources available for obligation:

21.40 Unobligated balance available, start of year:			
Uninvested	4	3	-1
22.00 New budget authority (gross)	112	110	111
22.10 Resources available from recoveries of prior year obligations	2		
23.90 Total budgetary resources available for obligation	118	113	110
23.95 New obligations	-115	-114	-115
24.40 Unobligated balance available, end of year:			
Uninvested	3	-1	-5

New budget authority (gross), detail:

60.25 Appropriation (special fund, indefinite)	107	110	111
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	5		
70.00 Total new budget authority (gross)	112	110	111

Change in unpaid obligations:

72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	9	10	14
73.10 New obligations	115	114	115

MISCELLANEOUS PERMANENT APPROPRIATIONS—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-9922-0-2-806	1997 actual	1998 est.	1999 est.
73.20 Total outlays (gross)	-112	-110	-111
73.45 Adjustments in unexpired accounts	-2		
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested	10	14	18
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	112	110	111
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-5		
Net budget authority and outlays:			
89.00 Budget authority	107	110	111
90.00 Outlays	107	110	111

Customs duties, taxes, and fees collected in Puerto Rico are deposited in this account. After providing for the expenses of administering Customs activities in Puerto Rico, the remaining amounts are transferred to the Treasurer of Puerto Rico (48 U.S.C. 740, 795).

Object Classification (in millions of dollars)

Identification code 20-9922-0-2-806	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	14	15	15
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	2	2
11.9 Total personnel compensation	15	18	18
12.1 Civilian personnel benefits	6	8	8
21.0 Travel and transportation of persons	1	2	2
22.0 Transportation of things	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	3	3
25.1 Advisory and assistance services	1	8	8
25.2 Other services	1		
25.3 Purchases of goods and services from Government accounts	1		
25.4 Operation and maintenance of facilities	1		
25.7 Operation and maintenance of equipment	2		
26.0 Supplies and materials	1	2	2
31.0 Equipment	3	3	3
41.0 Payments to the Treasurer of Puerto Rico	64	55	56
44.0 Refunds	12	10	10
99.0 Subtotal, direct obligations	109	110	111
99.0 Reimbursable obligations	6	4	4
99.9 Total obligations	115	114	115

Personnel Summary

Identification code 20-9922-0-2-806	1997 actual	1998 est.	1999 est.
1001 Total compensable workyears: Full-time equivalent employment	380	380	380

REFUNDS, TRANSFERS, AND EXPENSES, UNCLAIMED AND ABANDONED GOODS

Unavailable Collections (in millions of dollars)

Identification code 20-8789-0-7-751	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year			2
Receipts:			
02.01 Proceeds of sales of unclaimed, abandoned, and seized goods, U.S. Customs Service, Treasury	7	7	7
04.00 Total: Balances and collections	7	7	9

Appropriation:			
05.01 Refunds, transfers and expenses, unclaimed, and abandoned goods	-7	-5	-5
07.99 Total balance, end of year		2	4

Program and Financing (in millions of dollars)

Identification code 20-8789-0-7-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations	7	5	5
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	5	4	4
22.00 New budget authority (gross)	7	5	5
23.90 Total budgetary resources available for obligation	12	9	9
23.95 New obligations	-7	-5	-5
24.40 Unobligated balance available, end of year:			
Uninvested	4	4	4
New budget authority (gross), detail:			
60.27 Appropriation (trust fund, indefinite)	7	5	5
Change in unpaid obligations:			
73.10 New obligations	7	5	5
73.20 Total outlays (gross)	-7	-5	-5
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	7	5	5
Net budget authority and outlays:			
89.00 Budget authority	7	5	5
90.00 Outlays	7	5	5

Unclaimed and abandoned goods are held in storage under Customs custody for one year from the date of importation. At the end of that period, all merchandise upon which duties, storage, and other charges have not been paid is appraised and sold at public auction. The proceeds of such sales are deposited in this account. The salaries and expenses account is reimbursed for expenses of such sales and the balance is transferred to the general fund. (19 U.S.C. 528, 1491, 1493, 1559, 1613, 1624).

Object Classification (in millions of dollars)

Identification code 20-8789-0-7-751	1997 actual	1998 est.	1999 est.
25.2 Other services	2		
25.7 Operation and maintenance of equipment	4	5	5
44.0 Refunds	1		
99.9 Total obligations	7	5	5

HARBOR MAINTENANCE FEE COLLECTION

For administrative expenses related to the collection of the Harbor Maintenance Fee, pursuant to Public Law 103-182, \$3,000,000, to be derived from the Harbor Maintenance Trust Fund and to be transferred to and merged with the Customs "Salaries and Expenses" account for such purposes. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-8870-0-7-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 25.2)	3	3	3
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	3	3	3
23.95 New obligations	-3	-3	-3
New budget authority (gross), detail:			
40.26 Appropriation (trust fund, definite)	3	3	3

Change in unpaid obligations:				
73.10	New obligations	3	3	3
73.20	Total outlays (gross)	-3	-3	-3
Outlays (gross), detail:				
86.90	Outlays from new current authority	3	3	3
Net budget authority and outlays:				
89.00	Budget authority	3	3	3
90.00	Outlays	3	3	3

BUREAU OF ENGRAVING AND PRINTING

Federal Funds

Intragovernmental funds:

BUREAU OF ENGRAVING AND PRINTING FUND

Program and Financing (in millions of dollars)

Identification code 20-4502-0-4-803	1997 actual	1998 est.	1999 est.	
Obligations by program activity:				
Operating expenditures:				
09.01	Currency Program Activity	344	371	394
09.02	Postage Program Activity	69	67	57
09.09	Total operating expenditures	413	438	451
Capital investment:				
09.11	Purchase of operating equipment	42	30	31
09.12	Plant alterations and experimental equipment	1	1	1
09.19	Total capital investment	43	31	32
10.00	Total obligations	456	469	483
Budgetary resources available for obligation:				
21.40	Unobligated balance available, start of year: Fund balance	91	63	76
22.00	New budget authority (gross)	428	482	473
23.90	Total budgetary resources available for obligation	519	545	549
23.95	New obligations	-456	-469	-483
24.40	Unobligated balance available, end of year: Fund balance	63	76	66
New budget authority (gross), detail:				
68.00	Spending authority from offsetting collections (gross): Offsetting collections (cash)	428	482	473
Change in unpaid obligations:				
72.40	Unpaid obligations, start of year: Obligated balance: Appropriation	105	120	127
73.10	New obligations	456	469	483
73.20	Total outlays (gross)	-440	-462	-473
74.40	Unpaid obligations, end of year: Obligated balance: Appropriation	120	127	137
Outlays (gross), detail:				
86.97	Outlays from new permanent authority	428	482	473
86.98	Outlays from permanent balances	12	-20	
87.00	Total outlays (gross)	440	462	473
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources—Postage Stamps	-63	-64	-54
88.40	Non-Federal sources—Currency	-365	-418	-419
88.90	Total, offsetting collections (cash)	-428	-482	-473
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays	12	-20	

The Bureau of Engraving and Printing designs, manufactures, and supplies Federal Reserve notes, various public debt instruments, as well as most evidences of a financial character issued by the United States, such as postage and internal revenue stamps. The Bureau executes certain printings

for various territories administered by the United States, particularly postage and revenue stamps.

The anticipated work volume is based on estimates of requirements submitted by agencies served. The program comprises the following activities:

Engraving and printing—

Currency.—Total deliveries of currency for 1998 and 1999 are estimated to be 9.2 and 9.5 billion notes, respectively. During 1997, the Bureau delivered 9.6 billion Federal Reserve notes.

Stamps.—This category of work is comprised of postal and internal revenue stamps. The projected requirements for 1998 and 1999 are estimated to be 22.0 and 18.0 respectively. In 1997, the Bureau delivered 22.4 billion stamps.

Securities.—This program encompasses the production of a wide variety of bonds, notes, and debentures for the Bureau of Public Debt and certain other agencies of the Government.

Commissions, certificates, etc.—This program is comprised primarily of Presidential and Department of Defense commissions and certificates, White House invitations, and identification cards for various Government agencies. It represents a small portion of the Bureau's total workload.

Space utilized by other agencies.—Other agencies are charged for services provided in the space occupied in the Bureau's buildings.

Other miscellaneous services.—A wide variety of miscellaneous services are performed by Bureau personnel for other agencies, which are charged on an actual cost basis.

Purchase of operating equipment.—This category consists of new purchases and replacement of printing equipment and other related printing items.

Plant alterations and experimental equipment.—This category encompasses alterations made on the Bureau's buildings and purchases of experimental equipment.

The operations of the Bureau are currently financed by means of a revolving fund established in accordance with the provisions of Public Law 656, August 4, 1950 (31 U.S.C. 181), which requires the Bureau to be reimbursed by customer agencies for all costs of manufacturing products and services performed. The Bureau is also authorized to assess amounts to acquire capital equipment and provide for working capital needs. Bureau operations during 1997 resulted in a decrease to retained earnings of \$26.8 million.

PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Manufacturing workyears	2,178	2,170	2,170
Security and Accountability workyears	396	421	421
Administrative and general workyears	375	328	328
Total workyears	2949	2919	2919
Manufacturing:			
Federal reserve note deliveries (in billions)	9.6	9.2	9.5
Postage stamp deliveries (in billions)	22.4	22.0	18.0
Year-to-year productivity trend (% change)	4.7	+	+
Currency spoilage (% of total units printed)	5.2	6	6
Postage stamp spoilage (% of total units printed)	10.7	11	11
Manufacturing cost for currency (cost per 1000 notes)	\$18.65	\$23.79	\$23.79
Manufacturing cost for stamps:			
100 Stamp Flag Coil Pressure Sensitive (cost per 1000 stamps)	\$1.36	\$1.33	\$1.33
Security and Accountability:			
Currency shipment discrepancies (per million notes) .....	.01135	(?)	(?)
Postage Stamp shipment discrepancies (per million stamps)	25.815	(?)	(?)
Administrative:			
Annual financial statement audit opinion	(1)	(1)	(1)

¹ Unqualified opinion expected.
² At or below preceding year.

Statement of Operations (in millions of dollars)

Identification code 20-4502-0-4-803	1996 actual	1997 actual	1998 est.	1999 est.
0101 Revenue	453	431	424	429
0102 Expense	-449	-458	-422	-428

Intragovernmental funds—Continued**BUREAU OF ENGRAVING AND PRINTING FUND—Continued****Statement of Operations (in millions of dollars)—Continued**

Identification code 20-4502-0-4-803	1996 actual	1997 actual	1998 est.	1999 est.
0109 Net income or loss (-)	4	-27	2	1

Balance Sheet (in millions of dollars)

Identification code 20-4502-0-4-803	1996 actual	1997 actual	1998 est.	1999 est.
ASSETS:				
Non-Federal assets:				
1206 Receivables, net	40	43	44	39
1207 Advances and prepayments	2	2	2	2
Other Federal assets:				
1801 Cash and other monetary assets	196	183	203	203
1802 Inventories and related properties	57	54	50	50
1803 Property, plant and equipment, net	334	361	355	357
1901 Other assets—Machinery repair parts	26	24	22	23
1999 Total assets	655	667	676	674
LIABILITIES:				
Federal liabilities: Accounts payable				
2101	22	22	25	26
Non-Federal liabilities:				
2201 Accounts payable	13	44	45	43
2206 Pension and other actuarial liabilities	30	38	41	39
2999 Total liabilities	65	104	111	108
NET POSITION:				
3100 Appropriated capital	32	32	32	32
3300 Cumulative results of operations	558	531	533	534
3999 Total net position	590	563	565	566
4999 Total liabilities and net position	655	667	676	674

Object Classification (in millions of dollars)

Identification code 20-4502-0-4-803	1997 actual	1998 est.	1999 est.
Personnel compensation:			
11.1 Full-time permanent	128	120	124
11.3 Other than full-time permanent	3	2	2
11.5 Other personnel compensation	25	22	22
11.9 Total personnel compensation	156	144	148
12.1 Civilian personnel benefits	30	31	32
21.0 Travel and transportation of persons	1	2	2
22.0 Transportation of things	1	1	1
23.1 Rental payments to GSA	1	1	1
23.3 Communications, utilities, and miscellaneous charges	11	15	16
24.0 Printing and reproduction	1	1	1
25.2 Other services	40	54	56
26.0 Supplies and materials	172	189	194
31.0 Equipment	43	31	32
99.9 Total obligations	456	469	483

Personnel Summary

Identification code 20-4502-0-4-803	1997 actual	1998 est.	1999 est.
2001 Total compensable workyears: Full-time equivalent employment	2,739	2,739	2,714

UNITED STATES MINT**Federal Funds****Public enterprise revolving funds:****UNITED STATES MINT PUBLIC ENTERPRISE FUND****Program and Financing (in millions of dollars)**

Identification code 20-4159-0-3-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
09.01 Circulating coinage	283	285	299
09.02 Numismatic and investment products	405	335	368
09.03 Protection	13	16	16

10.00 Total obligations	701	636	683
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Budgetary resources available for obligation:

21.40 Unobligated balance available, start of year:			
Uninvested	28	14	14
22.00 New budget authority (gross)	687	636	683
23.90 Total budgetary resources available for obligation	715	650	697
23.95 New obligations	-701	-636	-683
24.40 Unobligated balance available, end of year:			
Uninvested	14	14	14

New budget authority (gross), detail:

60.05 Appropriation (indefinite)	29	30	15
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	658	606	668
70.00 Total new budget authority (gross)	687	636	683

Change in unpaid obligations:

72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	84	110	110
73.10 New obligations	701	636	683
73.20 Total outlays (gross)	-675	-636	-696
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	110	110	97

Outlays (gross), detail:

86.97 Outlays from new permanent authority	675	636	683
86.98 Outlays from permanent balances			13
87.00 Total outlays (gross)	675	636	696

Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Non-Federal sources:			
88.40 circulating coinage	-269	-280	-312
88.40 numismatic and investment products	-389	-326	-356
88.90 Total, offsetting collections (cash)	-658	-606	-668

Net budget authority and outlays:

89.00 Budget authority	29	30	15
90.00 Outlays	17	30	28

Statement of Operations (in millions of dollars)

Identification code 20-4159-0-3-803	1996 actual	1997 actual	1998 est.	1999 est.
0101 Revenue	671	715	650	697
0102 Expense	-637	-701	-636	-683
0109 Net income or loss (-)	34	14	14	14

The United States Mint manufactures coins, sells numismatic and investment products, and provides for security and asset protection. Public Law 104-52, dated November 19, 1995, enacted 5136, of Subchapter III of chapter 51 of subtitle IV of title 31, United States Code established the United States Mint Public Enterprise Fund. The new fund encompasses the previous Salaries and Expenses, Coinage Profit Fund, Coinage Metal Fund, and the Numismatic Public Enterprise Fund. The Mint submits annual audited business-type financial statements to the Secretary of the Treasury and to Congress in support of the operations of the revolving fund. The Office of Management and Budget and the Department of the Treasury are working on Performance Based Organization proposals throughout the Department, including one for the Mint.

The operations of the Mint are divided into three major activities: Circulating Coinage, Protection, and Numismatic and Investment Products. Beginning in 1997, the Capital Investments line is no longer identified as a separate budget activity in order to better align the GPRA/budgetary reporting with the Mint's Strategic Plan. The Mint is credited with receipts from its circulating coinage operations, equal to the full cost of producing and distributing coins that are put into circulation, including depreciation of the Mint's plant and equipment on the basis of current replacement value.

From that, the Mint pays its cost of operations, which includes the costs of production and distribution. The difference between the face value of the coins and the estimate of receipts is profit, which is deposited as seigniorage to the general fund. In FY 1997, the Mint transferred \$465 million to the general fund. Any seigniorage used to finance the Mint's capital acquisitions is recorded as budget authority in the year that funds are obligated for this purpose, and as receipts over the life of the asset.

Circulating Coinage.—This activity funds the manufacture of circulating coins as determined by public demand. In 1999, resources for this activity will enable the Mint to produce 12.8 billion coins. In 1996, with the merger of the former Coinage Metal Fund into the Mint Public Enterprise Fund, the Mint began including the cost of metal in the Circulating Coinage activity.

Numismatic and Investment Products.—This activity funds the manufacture of numismatic and bullion coins, medals, and other products for sale to collectors and the general public. These coins include annual recurring programs such as proof and uncirculated sets, silver proof coins, the American Eagle gold and silver bullion uncirculated and proof coins, American Eagle platinum coins, and national and historic medals. The activity also includes nonrecurring programs for coins and medals which are legislated to commemorate specific events or individuals. In 1999, this activity will fund the following new commemorative coin programs: Dolly Madison, George Washington, and Yellowstone National Park.

Protection.—This activity funds protection of the Government's stock of gold and silver bullion, coins, Mint employees and visitors, plant facilities and equipment, and all other Mint property against abuse, theft, damage, disorders, and all other unsafe or illegal practices by utilizing police officers and modern protective devices.

The performance measures associated with each activity are listed below:

	1997 actual	1998 est.	1999 est.
Circulating Coinage Activity:			
Frequency of time within minimum/maximum inventory levels (in percent)	63	N/A	N/A
Frequency of time within 90% confidence interval of the coin demand forecast (in percent)	100	100	100
Total Coinage Output Capacity—Clad (in billions)	5.605	5.605	6.000
Costs (in cents) to produce 1 cent coin (excluding metal costs)	0.0026	0.0026	0.0026
Costs (in cents) to produce 5 cent coin (excluding metal costs)	0.0073	0.0123	0.0123
Costs (in cents) to produce 10 cent coin (excluding metal costs)	0.0105	0.0121	0.0121
Costs (in cents) to produce 25 cent coin (excluding metal costs)	0.0208	0.0193	0.0193
Costs (in cents) to produce 50 cent coin (excluding metal costs)	0.0483	0.0805	0.0805
Average total cost (in cents) to produce coins (excluding metal costs)	0.0179	0.0254	0.0254
Numismatic and Investment Products:			
Shipment of all numismatic coins within 4 weeks of order date (in percent)	97	N/A	N/A
Shipment of commemorative coins within 4 weeks and recurring coins within 3 weeks (in percent)*	N/A	98	98
Numismatic/bullion contribution margin (in percent)	9.8	10.0	10.0
Recurring, bullion and commemorative unit sales (in millions)	15.0	12.0	23.0
Recurring, bullion and commemorative sales in dollars (in thousands)	\$414,057	\$305,063	\$370,595
Numismatic/bullion sales as a percent of prior year	127.1	N/A	N/A
Numismatic/bullion profits and surcharges as a % of numismatic/bullion sales	6.3	N/A	N/A
Protection:			
Losses as a percentage of Reserve Value	0.0001	0.001	0.001

* Revised measure to be reported beginning in FY 1998.

Balance Sheet (in millions of dollars)

Identification code 20-4159-0-3-803	1996 actual	1997 actual	1998 est.	1999 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	122	107	105	107

Investments in US securities:					
1106	Receivables, net	2	4	3	3
1107	Advances and prepayments	2	13	7	6
Other Federal assets:					
1802	Inventories and related properties	307	298	250	280
1803	Property, plant and equipment, net	85	100	145	170
1901	Other assets	60	65	60	60
1999	Total assets	578	587	570	626
LIABILITIES:					
Federal liabilities: Accounts payable					
2101	.....	60	137	114	120
Non-Federal liabilities:					
2201	Accounts payable	8	23	20	12
2207	Other	104	50	47	41
2999	Total liabilities	172	210	181	173
NET POSITION:					
3300	Cumulative results of operations	406	377	389	453
3999	Total net position	406	377	389	453
4999	Total liabilities and net position	578	587	570	626

Object Classification (in millions of dollars)

Identification code 20-4159-0-3-803	1997 actual	1998 est.	1999 est.	
Personnel compensation:				
11.1	Full-time permanent	78	85	87
11.3	Other than full-time permanent	1	2	2
11.5	Other personnel compensation	5	6	6
11.9	Total personnel compensation	84	93	95
12.1	Civilian personnel benefits	21	23	24
13.0	Benefits for former personnel	3	1	.....
21.0	Travel and transportation of persons	2	3	4
22.0	Transportation of things	9	11	11
23.1	Rental payments to GSA	3	3	3
23.2	Rental payments to others	1	1	1
23.3	Communications, utilities, and miscellaneous charges	11	14	15
24.0	Printing and reproduction	2	2	3
25.2	Other services	40	61	62
26.0	Supplies and materials	479	358	429
31.0	Equipment	33	30	15
32.0	Land and structures	13	36	21
99.9	Total obligations	701	636	683

Personnel Summary

Identification code 20-4159-0-3-803	1997 actual	1998 est.	1999 est.	
2001	Total compensable workyears: Full-time equivalent employment	2,073	2,280	2,277

BUREAU OF THE PUBLIC DEBT

Federal Funds

General and special funds:

ADMINISTERING THE PUBLIC DEBT

For necessary expenses connected with any public-debt issues of the United States, [\$173,826,000] \$177,500,000, of which not to exceed \$2,500 shall be available for official reception and representation expenses, and of which not to exceed \$2,000,000 shall remain available until September 30, [2000] 2001 for information systems modernization initiatives: *Provided*, That the sum appropriated herein from the General Fund for fiscal year [1998] 1999 shall be reduced by not more than \$4,400,000 as definitive security issue fees and Treasury Direct Investor Account Maintenance fees are collected, so as to result in a final fiscal year [1998] 1999 appropriation from the General Fund estimated at [\$169,426,000] \$173,100,000, and in addition, \$20,000, to be derived from the Oil Spill Liability Trust Fund to reimburse the Bureau for administrative and personnel expenses for financial management of the Fund, as authorized by section 102 of Public Law 101-380: *Provided further*, That notwithstanding any other provisions of law, effective upon enactment, the Bureau of the Public Debt shall be fully and directly reimbursed by the funds described in Public Law 101-136, title I, section 104, 103 Stat. 789 for costs and services performed by the Bureau in the administration of such funds]. (*Treasury Department Appropriations Act, 1998.*)

General and special funds—Continued

ADMINISTERING THE PUBLIC DEBT—Continued

Program and Financing (in millions of dollars)

Identification code 20-0560-0-1-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Savings and retirement securities	121	127	139
00.02 Marketable and special securities	47	47	39
00.03 Reimbursements to Federal Reserve Banks	130	146	135
00.91 Total direct program	298	320	313
09.01 Reimbursable program	1	2	2
10.00 Total obligations	299	322	315
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	6	11	
22.00 New budget authority (gross)	304	311	313
23.90 Total budgetary resources available for obligation	310	322	315
23.95 New obligations	-299	-322	-315
24.40 Unobligated balance available, end of year:			
Uninvested	11		
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	165	170	173
41.00 Transferred to other accounts	-1		
43.00 Appropriation (total)	164	170	173
Permanent:			
60.05 Appropriation (indefinite)	135	135	135
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash)	5	5	5
70.00 Total new budget authority (gross)	304	310	313
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	51	51	108
73.10 New obligations	299	321	315
73.20 Total outlays (gross)	-299	-264	-310
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	51	108	113
Outlays (gross), detail:			
86.90 Outlays from new current authority	150	143	145
86.93 Outlays from current balances	14		27
86.97 Outlays from new permanent authority	103	106	101
86.98 Outlays from permanent balances	32	15	37
87.00 Total outlays (gross)	299	264	310
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal			
sources	-5	-5	-5
Net budget authority and outlays:			
89.00 Budget authority	299	306	308
90.00 Outlays	294	259	305

This appropriation provides funds for the conduct of all public debt operations and the promotion of the sale of U.S. savings-type securities.

Processing and accounting for:

Savings securities.—This activity is concerned with the issuance, servicing, and retirement of savings bonds and notes and retirement-type securities, including: (1) the maintenance and servicing of individual accounts of owners of series H and HH bonds and the authorization of interest payments; and (2) the maintenance of accounting control over financial transactions, securities transactions and accountability, and interest cost. These functions are performed directly by the Bureau of the Public Debt, by the Federal Reserve Banks as fiscal agents of the United States, and by the qualified agents which issue and redeem savings bonds and notes. This

activity also consists of sales promotion efforts, using press, radio, other advertising media, and organized groups, augmented by concentrated sales campaigns emphasizing payroll savings plans.

	1997 actual	1998 est.	1999 est.
Number of Savings Securities Redemptions (000)	77,748	79,000	73,500
Number of Savings Securities Issued (000)	60,120	64,000	72,500
Number of Reissues and Claims (000)	3,500	5,250	5,250
Provide quality service to purchasers of savings bonds:			
Percent over-the-counter issued w/in in three weeks	99.9	95	95
Percent of customer service transactions w/in four weeks	88	80	90
Percent HH/H interest payments timely	100	100	100
Percent HH/H interest payments accurately	99.9	99.9	99.9
Maintain cost-effective Series EE program:			
Amount saved through Series EE sales (\$000)	\$284,000	\$100,000	\$100,000
Promote public awareness of savings bonds:			
Advertising value (\$000)	\$23,000	\$13,000	\$13,000
Promote thrift and encourage long-term savings:			
Average holding period (years)	10.18	10	10

Marketable and special securities.—This activity is concerned with all securities of the United States, other than savings and retirement securities, including securities of Government corporations for which the Bureau of the Public Debt provides services. Functions performed relate to the issuance, servicing, and retirement of these securities, both directly by the Bureau and through the Federal Reserve Banks, as fiscal agents, including: (1) The maintenance and servicing of individual accounts of owners of registered securities and book-entry Treasury bills; (2) the authorization of interest and principal payments; and (3) the maintenance of accounting control over financial transactions, securities transactions and accountability, and interest cost.

	1997 actual	1998 est.	1999 est.
Meet the borrowing needs of the Federal Government:			
Percent of auctions completed w/o error	99	100	100
Percent completed w/in one hour	90	90	90
Quality service to investors:			
Percent of TD transactions w/in 3 weeks	94.7	90	90
Percent of TD accounts established accurately	99.9	99	99
Percent of TD payments timely	100	100	100
Percent of TD payments accurately	100	99.9	99.9
Percent of CBE payments timely	100	100	100
Percent of CBE payments accurately	100	100	100
Percent CBE transfer system available	99.9	99	99
Accurate public debt accounting information:			
Number of qualifications on financial statements	Note	1	1

Note: The audit opinion for the FY 1997 custodial accounts will not be issued until January or February 1998.

Object Classification (in millions of dollars)

Identification code 20-0560-0-1-803	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	65	72	73
11.5 Other personnel compensation	4	4	4
11.9 Total personnel compensation	69	76	77
12.1 Civilian personnel benefits	15	15	15
21.0 Travel and transportation of persons	2	2	2
22.0 Transportation of things	1	1	1
23.1 Rental payments to GSA	6	6	6
23.3 Communications, utilities, and miscellaneous			
charges	17	18	21
24.0 Printing and reproduction	4	5	4
25.2 Other services	39	38	38
25.3 Purchases of goods and services from Government			
accounts	133	148	138
25.7 Operation and maintenance of equipment	3	3	3
26.0 Supplies and materials	2	2	2
31.0 Equipment	7	6	6
99.0 Subtotal, direct obligations	298	320	313
99.0 Reimbursable obligations	1	1	1
99.5 Below reporting threshold		1	1
99.9 Total obligations	299	322	315

Personnel Summary

Identification code 20-0560-0-1-803	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	1,680	1,805	1,805
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	7	17	17

PAYMENT OF GOVERNMENT LOSSES IN SHIPMENT

Program and Financing (in millions of dollars)

Identification code 20-1710-0-1-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 42.0)		1	1
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		1	1
23.95 New obligations		-1	-1
New budget authority (gross), detail:			
60.00 Appropriation		1	1
Change in unpaid obligations:			
73.10 New obligations		1	1
73.20 Total outlays (gross)		-1	-1
Outlays (gross), detail:			
86.97 Outlays from new permanent authority		1	1
Net budget authority and outlays:			
89.00 Budget authority		1	1
90.00 Outlays		1	1

This account was created as self-insurance to cover losses in shipment of Government property such as coins, currency, securities, certain losses incurred by the Postal Service, and losses in connection with the redemption of savings bonds. Approximately 500 claims are paid annually.

INTERNAL REVENUE SERVICE

The mission of the Internal Revenue Service is to collect the proper amount of tax revenue at the least cost; serve the public by continually improving the quality of our products and services; and perform in a manner warranting the highest degree of public confidence in our integrity, efficiency and fairness.

This mission will be carried out while providing consistently first-rate service to the American public. To achieve its mission, the Service has identified three strategic objectives. In order to achieve the first objective of "Improving Customer Service," the IRS will improve taxpayer access, resolve most inquiries on the first contact, while increasing customer satisfaction. Second, to achieve the objective of "Increasing Compliance," the IRS will encourage and assist taxpayers to voluntarily file accurate returns and pay timely, and take appropriate enforcement actions if they do not comply. Also, to help improve customer satisfaction with compliance efforts, the IRS will ensure that taxpayers are treated with courtesy, fairness, and professionalism. The IRS will meet its third objective of "Increasing Productivity," by using systems management techniques and developing a highly skilled work force to continually improve operations and the quality of products and services provided to taxpayers.

IRS has developed a set of key performance measures to focus the energies and talents of the organization and its employees on the attainment of the mission, to establish clear lines of accountability, and to ensure first-rate customer serv-

ice. The mission effectiveness measure is an overall barometer of Service performance and represents the first level of these measures. This indicator compares the amount of revenue collected during a fiscal year, minus the IRS costs of collecting that revenue and minus the costs plus the monetized value of the hours used by taxpayers and the costs in meeting their tax obligations, with the amount of revenue that would have been collected if all taxpayers had paid their full tax liability.

The IRS uses the second level of measures to assess achievement of the Service's three objectives. These measures are referred to as Servicewide performance measures and are included in the chart that is displayed below.

Finally, the third level of measures contains the measures for the Service's sixteen budget activities. These sixteen activities represent the Service's various functional components; each activity contributes to the achievement of the Service's mission and strategic objectives. Details on these measures are shown at the conclusion of the appropriation summaries.

SERVICEWIDE PERFORMANCE MEASURES

	1997 actual	1998 est.	1999 est.
Mission Measure:			
Collect the proper amount of tax revenue at the least cost:			
Total Net Revenue—(Budget + Burden) ¹ :			
Total True Tax Liability (in percent)	79.5	79.5	79.5
Objective Measures:			
Improve Customer Service:			
Taxpayer Burden Cost (in dollars) for IRS to Collect \$100	\$8.52	\$8.53	\$8.55
Initial Contact Resolution Rate (in percent)	78.8	73	73
Toll-Free Telephone Level of Access (GAO Methodology) (in percent) ²	65.1	70	86
Tax Law Accuracy Rate for Taxpayer Inquiries (On-Line) (in percent)	96.1	96	96
Customer Satisfaction Rates: All Business Lines ³	N/A	TBD	TBD
Employee Satisfaction Rate ³	N/A	TBD	TBD
Increase Compliance:			
Total Collection Percentage (TCP)	87.3	87.4	87.4
Total Net Revenue Collected (trillions)	\$1.504	\$1.575	\$1.642
Increase Productivity:			
Budget Cost to Collect \$100	\$0.48	\$0.47	\$0.49
Customers Successfully Served per Dollars Expended ³	N/A	TBD	TBD

¹ Revenue estimates reflect the current services baseline; estimates based on the President's proposals were not available at the time this went to print.

² The FY 1997 Level of Access has been recalculated to reflect the GAO definition, adopted by IRS this year. The new definition renders the goal more challenging since it is based on calls offered over total call attempts whereas the former definition (calls answered over unique caller demand) only counted repeated callers once.

³ New measure-baselines and targets will be established during FY 1998.

Federal Funds

General and special funds:

PROCESSING, ASSISTANCE, AND MANAGEMENT

For necessary expenses of the Internal Revenue Service[, not otherwise provided] for[; including processing] tax returns *processing*; revenue accounting; [providing] tax law and account assistance to taxpayers by telephone and correspondence; [matching] *programs to match* information returns and tax returns; management services; rent and utilities; and inspection; including purchase (not to exceed 150 for replacement only for police-type use) and hire of passenger motor vehicles (31 U.S.C. 1343(b)); and services as authorized by 5 U.S.C. 3109, at such rates as may be determined by the Commissioner; [\$2,925,874,000] \$3,162,430,000, of which up to \$3,700,000 shall be for the Tax Counseling for the Elderly Program, and of which not to exceed \$25,000 shall be for official reception and representation expenses. (Treasury, Postal Service, and General Government Appropriations Act, 1998.)

Unavailable Collections (in millions of dollars)

Identification code 20-0912-0-1-803	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year	16	6	
Receipts:			
02.01 New installment agreements fees	74	78	80

General and special funds—Continued

PROCESSING, ASSISTANCE, AND MANAGEMENT—Continued

Unavailable Collections (in millions of dollars)—Continued

Identification code 20-0912-0-1-803	1997 actual	1998 est.	1999 est.
02.02 Restructured installment agreements fees	11	12	15
02.03 Enrolled agent fee increase	-2		2
02.04 General user fees, miscellaneous retained fees	5	5	2
02.99 Total receipts	88	95	99
04.00 Total: Balances and collections	104	101	99
<i>Appropriation:</i>			
05.01 Processing, assistance, and management	-46	-69	-39
05.02 Tax law enforcement	-52	-18	-58
05.03 Information systems		-14	
05.99 Subtotal appropriation	-98	-101	-97
07.99 Total balance, end of year	6		2

Program and Financing (in millions of dollars)

Identification code 20-0912-0-1-803	1997 actual	1998 est.	1999 est.
<i>Obligations by program activity:</i>			
<i>Direct program:</i>			
00.01 Submission Processing	833	869	899
00.02 Telephone & Correspondence		875	909
00.03 Document Matching		63	64
00.04 Inspection	100	104	108
00.05 Management Services	163	524	564
00.06 Rent & Utilities		575	657
00.07 Taxpayer Services	497		
00.08 Resources Management (PAM)	273		
00.91 Total direct program	1,866	3,010	3,201
09.01 Reimbursable program	23	30	28
10.00 Total obligations	1,889	3,040	3,229

<i>Budgetary resources available for obligation:</i>			
21.40 Unobligated balance available, start of year:			
Uninvested	27	15	
22.00 New budget authority (gross)	1,880	3,025	3,229
22.30 Unobligated balance expiring	-3		
23.90 Total budgetary resources available for obligation	1,904	3,040	3,229
23.95 New obligations	-1,889	-3,040	-3,229
24.40 Unobligated balance available, end of year:			
Uninvested	15		

<i>New budget authority (gross), detail:</i>			
<i>Current:</i>			
40.00 Appropriation	1,790	2,926	3,162
42.00 Transferred from other accounts	20		
43.00 Appropriation (total)	1,810	2,926	3,162
50.00 Reappropriation	1		
<i>Permanent:</i>			
60.25 Appropriation (special fund, indefinite)	46	69	39
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash)	23	30	28
70.00 Total new budget authority (gross)	1,880	3,025	3,229

<i>Change in unpaid obligations:</i>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	275	270	381
73.10 New obligations	1,889	3,040	3,229
73.20 Total outlays (gross)	-1,875	-2,929	-3,207
73.40 Adjustments in expired accounts	-19		
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	270	381	403

<i>Outlays (gross), detail:</i>			
86.90 Outlays from new current authority	1,654	2,663	2,877
86.93 Outlays from current balances	152	167	264
86.97 Outlays from new permanent authority	59	99	67
86.98 Outlays from permanent balances	10		
87.00 Total outlays (gross)	1,875	2,929	3,207

<i>Offsets:</i>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-23	-30	-28
<i>Net budget authority and outlays:</i>			
89.00 Budget authority	1,857	2,995	3,201
90.00 Outlays	1,852	2,899	3,179

This appropriation provides for: processing tax returns and related documents; assisting taxpayers in filing of their returns and in paying taxes that are due; matching information returns with tax returns; conducting internal audit reviews and internal security investigations; and managing financial resources, rent and utilities.

Submission processing.—This activity provides for all actions associated with receipt of completed returns and payments, deposit of those payments, processing and accounting for revenue collections and Federal Tax Deposits and verification of the accuracy of information provided by the taxpayer through an automated master file system. It provides for payment of refunds, offset of refunds against delinquent accounts, issuance of notices that payments are overdue, identification of possible nonfilers for investigation, and assistance in the selection of tax returns for audit.

Telephone and Correspondence.—This activity aids voluntary compliance with Federal tax laws by informing taxpayers of their responsibilities and by providing services and information through various media which assist them in meeting their obligations. It provides for responding to inquiries concerning tax laws, IRS bills and notices, and resolving tax account problems.

Document Matching.—This activity processes information returns, such as wage, dividend, and interest statements and matches them with related individual income tax returns. This enables the Service to identify income reporting discrepancies, unsubstantiated deductions, and nonfiling of tax returns and to verify facts and amounts in question through taxpayer contact prior to assessing additional tax or refunding excess credits.

Inspection.—This activity protects public confidence in the integrity of the Internal Revenue Service. Internal Audit independently reviews service programs at the national, regional and local levels to ensure that laws and regulations are being followed, that management and financial internal controls are in place, that programs and major ADP systems are functioning effectively and efficiently and that appropriated funds are spent as authorized. Internal Security conducts background investigations to maintain the integrity of the IRS workforce against fraud and drug abuse and protect the Service against outside attempts to bribe, intimidate or harass its employees.

Management Services.—This activity sets policies and goals, provides leadership and direction for the Service, and provides Servicewide policy guidance for managing contract administration and procurement programs, conducting strategic and organizational planning, and developing and managing the human, logistical, and financial resources required to fulfill the Service's mission in performing tax administration. It also provides all administrative services for IRS National office and field installations.

Rent and Utilities.—This activity provides rent and utilities for the entire Service.

PERFORMANCE MEASURES BY BUDGET ACTIVITY

	1997 actual	1998 est.	1999 est.
<i>Submission Processing:</i>			
Percent of Individual Returns Filed Electronically	15.9	17	19.5
Percent of Dollars Received Electronically	40.6	48.4	78.2
Percent of Dollars Received via Third Party Processors	70.9	70.9	70.9
Number of Primary Returns Processed (millions) ¹	202.6	208.4	211.8
Total Number of Individual Refunds Issued (millions) ¹	87.9	89.6	93.3
Refund Timeliness—Paper (days)	38	40	40
Refund Timeliness—Electronic Filing (days)	14.5	21	21

Processing Accuracy Rate—Paper (in percent)	95.2	95	95
Processing Accuracy Rate—Electronic Filing (in percent)	99.3	99	99
Notice Accuracy Rate (in percent)	98.6	98.5	98.5
Telephone and Correspondence:			
Dollars Collected per Dollars Expended ²	N/A	TBD	TBD
Taxpayers Gaining Access (all methods) as a Percentage of Demand ²	N/A	TBD	TBD
Customer Complaint Analysis ²	N/A	TBD	TBD
Number of Calls Answered—Includes Automated (millions)	103.9	120.6	126.6
Correspondence Answered	N/A	TBD	TBD
Problem Resolution Program Average Processing Time—District Office (days)	36.1	35.8	35.8
Problem Resolution Program Average Processing Time—Service Center (days)	31.6	30.3	30.3
Problem Resolution Program Quality Customer Service Rate—District Office (in percent)	88.8	89.4	90.5
Problem Resolution Program Quality Customer Service Rate—Service Centers (in percent)	80.7	81.6	83.4
Currency of Problem Resolution Program Inventory—Districts (days)	93.8	86.8	86.8
Currency of Problem Resolution Program Inventory—Service Centers (days)	95.9	85.9	85.9
Service Center Examination Dollars Recommended (billions) ³	N/A	\$2.141	\$2.223
Service Center Examination Dollars Recommended per \$100 ³ of Cost	N/A	TBD	TBD
Automated Collection System (ACS) Dollars Collected (billions)	\$4.1	\$4.1	\$4.1
Amounted Collection System (ACS) per \$100 of Cost	N/A	TBD	TBD
Document Matching:			
Document Matching Dollars Assessed (billions)	\$1.5	\$1.218	\$1.218
Inspection:			
Internal Audit Corrective Actions Completed (in percent)	N/A	66.3	69.5
Internal Security Investigations Effectiveness (in percent)	N/A	58.3	61.1
Background Investigations Completed Timely (in percent)	N/A	81	82.6
Inspection Efficiency	N/A	8.33	8.50
Usefulness of Inspection Products to Customers	N/A	3.06	3.12
Management Services:			
Support Services Performance Index	100.0	103.0	104.5
Rent and Utilities:			
Space Utilization Rate (sq. ft.)	213	196	180

¹ Not a measure but a projection for budget purposes. Not used in Business Review.
² New measure-baseline and targets will be established during FY 1998.
³ Amounts to be adjusted to remove penalty component.

Object Classification (in millions of dollars)

Identification code 20-0912-0-1-803	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	711	1,235	1,271
11.3 Other than full-time permanent	229	266	295
11.5 Other personnel compensation	47	64	54
11.9 Total personnel compensation	987	1,565	1,620
12.1 Civilian personnel benefits	253	384	402
13.0 Benefits for former personnel	42	32	36
21.0 Travel and transportation of persons	15	30	30
22.0 Transportation of things	15	15	15
23.1 Rental payments to GSA	166	515	615
23.3 Communications, utilities, and miscellaneous charges	127	138	137
24.0 Printing and reproduction	71	79	87
25.1 Advisory and assistance services	6	24	38
25.2 Other services	94	146	155
25.3 Purchases of goods and services from Government accounts	36		
25.4 Operation and maintenance of facilities	15	39	28
25.6 Medical care	1	1	1
25.7 Operation and maintenance of equipment	14	11	8
26.0 Supplies and materials	12	20	18
31.0 Equipment	9	7	7
41.0 Grants, subsidies, and contributions	4	4	4
99.0 Subtotal, direct obligations	1,866	3,010	3,201
99.0 Reimbursable obligations	23	30	28
99.9 Total obligations	1,889	3,040	3,229

Personnel Summary

Identification code 20-0912-0-1-803	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	31,280	45,195	46,206

Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	524	603	623

TAX LAW ENFORCEMENT
[INCLUDING RESCISSION]

For necessary expenses of the Internal Revenue Service for determining and establishing tax liabilities; [tax and enforcement] providing litigation support; technical rulings; examining employee plans and exempt organizations; conducting criminal investigation and enforcement activities; securing unfiled tax returns; collecting unpaid accounts; compiling statistics of income and conducting compliance research; the purchase (for police-type use, not to exceed 850), and hire of passenger motor vehicles (31 U.S.C. 1343(b)); and services as authorized by 5 U.S.C. 3109, at such rates as may be determined by the Commissioner, [\$3,142,822,000: Provided, That of the funds appropriated under this heading in Public Law 104-208, \$26,000,000 is rescinded and in Public Law 104-52, \$6,000,000 is rescinded] \$3,169,539,000. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-0913-0-1-999	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Criminal Investigations		370	379
00.02 Examination	1,676	1,736	1,747
00.03 Collection	868	671	706
00.04 Employee Plans & Exempt Organizations	130	135	136
00.05 Statistics of Income		26	28
00.06 Chief Counsel	215	223	232
00.07 Tax Fraud & Financial Investigations	379		
00.08 International	35		
00.09 SOI/Compliance Research	62		
00.10 Document Matching	69		
00.11 Resources Management (Compliance)	677		
00.91 Total direct program	4,111	3,161	3,228
09.01 Reimbursable program	59	44	41
10.00 Total obligations	4,170	3,205	3,269

Budgetary resources available for obligation:

21.40 Unobligated balance available, start of year:			
Uninvested	1	32	
22.00 New budget authority (gross)	4,184	3,175	3,269
22.10 Resources available from recoveries of prior year obligations	32		
22.30 Unobligated balance expiring	-15		
23.90 Total budgetary resources available for obligation	4,202	3,207	3,269
23.95 New obligations	-4,170	-3,205	-3,269
24.40 Unobligated balance available, end of year:			
Uninvested	32		

New budget authority (gross), detail:

Current:			
40.00 Appropriation	4,104	3,143	3,170
40.35 Appropriation rescinded		-32	
41.00 Transferred to other accounts	-33		
42.00 Transferred from other accounts	1	2	
43.00 Appropriation (total)	4,072	3,113	3,170
50.00 Reappropriation	1		
Permanent:			
60.25 Appropriation (special fund, indefinite)	52	18	58
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	59	44	41
70.00 Total new budget authority (gross)	4,184	3,175	3,269

Change in unpaid obligations:

72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	353	354	335
73.10 New obligations	4,170	3,205	3,269
73.20 Total outlays (gross)	-4,141	-3,224	-3,266
73.40 Adjustments in expired accounts	4		
73.45 Adjustments in unexpired accounts	-32		
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	354	335	338

General and special funds—Continued

TAX LAW ENFORCEMENT—Continued
[INCLUDING RESCISSION]—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-0913-0-1-999	1997 actual	1998 est.	1999 est.
Outlays (gross), detail:			
86.90 Outlays from new current authority	3,820	2,957	2,980
86.93 Outlays from current balances	242	205	186
86.97 Outlays from new permanent authority	79	62	99
87.00 Total outlays (gross)	4,141	3,224	3,266
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-59	-44	-41
Net budget authority and outlays:			
89.00 Budget authority	4,125	3,131	3,228
90.00 Outlays	4,082	3,180	3,225

This appropriation provides for the examination of tax returns, both domestic and international, and the administrative and judicial settlement of taxpayer appeals of examination findings. It also provides for issuing technical rulings, monitoring employee pension plans, determining qualifications of organizations seeking tax-exempt status, examining tax returns of exempt organizations, enforcing statutes relating to detection and investigation of criminal violations of the internal revenue laws, collecting unpaid accounts, compiling statistics of income and compliance research, and securing unfiled tax returns and payments. Funds are requested to continue the Service's ability to ensure equitable application and adequate enforcement of the tax laws, to promote voluntary compliance with the internal revenue laws, to identify possible nonfilers for investigation and to investigate cases of fraud or financial transactions related to possible money laundering schemes.

Criminal Investigations.—This activity provides for enforcement of criminal statutes relating to violations of internal revenue laws. It investigates cases of suspected intent to defraud, recommends prosecution as warranted, and assists in the preparation and trial of criminal tax cases. In addition, financial investigations expose money laundering schemes through a variety of methods, including Currency Transaction Reports.

Examination.—This activity encourages voluntary compliance with the internal revenue laws through the determination of correct tax liability by the selective examination of tax returns, the correction of errors, and explanation of these corrections to taxpayers. The appeals portion of this activity provides staffing, training, and direct support to allow for an administrative review process that provides a channel for impartial case settlement prior to cases being docketed in a court of law. This includes the offices of the national director of appeals and the regional director of appeals.

The international portion of this activity directs the full range of IRS enforcement and assistance programs related to U.S. taxpayers doing business or residing outside the United States as well as non-resident aliens with a U.S. tax obligation. It also provides technical tax training and administrative assistance to foreign governments; provides compliance and taxpayer service support to Puerto Rico, the Virgin Islands and certain Pacific Island jurisdictions; and manages activities related to tax treaties between the United States and other governments. The compliance research component of this activity develops and evaluates data on taxpayer filing characteristics based on returns as they are filed and conducts statistical and economic studies.

Collection.—This activity collects unpaid tax accounts and secures delinquent returns; develops and implements pro-

grams to prevent tax accounts from becoming delinquent; determines and analyzes reasons for tax accounts that become delinquent; and develops, implements, and measures programs that analyze the reasons for types and degrees of non-filing.

Employee plans and exempt organizations.—This activity monitors private pension plans to ensure compliance with the Employee Retirement Income Security Act of 1974, as amended. Organizations apply for tax-exempt status, which is determined by this activity, through the application of certain tests. By examining tax returns of tax-exempt organizations, it monitors and ensures compliance with current tax laws regarding tax-exempt organizations.

Statistics of income.—This activity publishes Statistics of Income Reports on the operation of income tax laws, as required by the Internal Revenue Code for the Congress and its committees; for administrative use by the Secretary of the Treasury and the Commissioner of Internal Revenue; and for the Federal benchmark statistical programs on income, wealth and finance.

Chief Counsel.—The counsel activity is the independent legal counsel to the Internal Revenue Service and provides the correct legal interpretation of the internal revenue laws; represents the Internal Revenue Service in litigation; provides all other legal support for the Internal Revenue Service; and, performs these duties in a manner that enhances public confidence in the integrity, efficiency, and fairness of our nation's tax system.

PERFORMANCE MEASURES BY BUDGET ACTIVITY

	1997 actual	1998 est.	1999 est.
Criminal Investigations:			
Narcotics Convictions	950	900	825
Fraud Convictions	2,160	1,800	1,800
Examination:			
Field Examination Dollars Recommended (in billions) ¹	\$26.18	\$26.40	\$26.40
Field Examination Dollars Recommended per \$100 of Cost ¹	N/A	TBD	TBD
Alternative Treatment Revenue ²	N/A	TBD	TBD
Alternative Treatment Revenue per \$100 of Cost ²	N/A	TBD	TBD
Appeals Staff Days Per Disposal	2.04	2.03	2.00
Appeals Non-Docketed Cycle Time (Days)	223	217	221
Field Collection:			
Collection Dollars Collected (in billions)	\$5.99	\$6.04	\$6.33
Collection Dollars Collected per \$100 of Cost	N/A	TBD	TBD
Collection Average Cycles Per TDA/TDI Disposition	34.1	34.7	34.7
Walk-In Customer Service Contact—Includes Forms Contacts (millions) ³	N/A	9.9	9.9
Exempt Plans/Exempt Organizations:			
EP Determination Letter Cycle Time (Days)	132	140	140
EO Determination Letter Cycle Time (Days)	84	87	87
EP Examination Cycle Time (Days)	N/A	210	210
EO Examination Cycle Time (Days)	N/A	314	314
Statistics of Income:			
Percentage of Projects Delivered On Time	N/A	90	90
Quality Customer Service Rate (in percent)	N/A	90	90
Chief Counsel:			
Technical Advice and Service Assistance per FTE	64	64	64
Private Letter Rulings (PLR) and Advance Pricing Agreements (APA) per FTE	66	66	66
Regulations, Revenue Rulings & Procedures, and Legislation per FTE	9	9	9
Docketed Tax Court Closures per FTE	65	65	65
Bankruptcy Closures per FTE	228	228	228
Litigation Support Completions per FTE	87	87	87

¹ Amounts to be adjusted to remove penalty component.

² New measure-baseline and targets will be established during FY 1998.

³ Customer Service provides program direction. Program funding is in Collection BAC.

Object Classification (in millions of dollars)

Identification code 20-0913-0-1-999	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	2,714	2,301	2,344
11.3 Other than full-time permanent	82	43	54
11.5 Other personnel compensation	80	72	74
11.8 Special personal services payments	13	11	13
11.9 Total personnel compensation	2,889	2,427	2,485
12.1 Civilian personnel benefits	625	523	531

13.0	Benefits for former personnel	31	18	19
21.0	Travel and transportation of persons	83	76	76
22.0	Transportation of things	3	4	3
23.1	Rental payments to GSA	314		
23.3	Communications, utilities, and miscellaneous charges	24	4	5
24.0	Printing and reproduction	5	1	1
25.1	Advisory and assistance services	10	12	11
25.2	Other services	62	60	62
25.3	Purchases of goods and services from Government accounts	14		
25.4	Operation and maintenance of facilities	10		
25.5	Research and development contracts		1	1
25.6	Medical care		1	1
25.7	Operation and maintenance of equipment	6	6	4
26.0	Supplies and materials	19	15	15
31.0	Equipment	13	11	11
42.0	Insurance claims and indemnities	1		
91.0	Unvouchered	2	2	3
99.0	Subtotal, direct obligations	4,111	3,161	3,228
99.0	Reimbursable obligations	59	44	41
99.9	Total obligations	4,170	3,205	3,269

Personnel Summary

Identification code 20-0913-0-1-999	1997 actual	1998 est.	1999 est.	
Direct:				
1001	Total compensable workyears: Full-time equivalent employment	62,918	46,073	46,130
Reimbursable:				
2001	Total compensable workyears: Full-time equivalent employment	440	391	403

EARNED INCOME TAX CREDIT COMPLIANCE INITIATIVE

For funding essential earned income tax credit compliance and error reduction initiatives pursuant to section 5702 of the Balanced Budget Act of 1997 (Public Law 105-33), **[\$138,000,000]** \$143,000,000, of which not to exceed \$10,000,000 may be used to reimburse the Social Security Administration for the costs of implementing section 1090 of the Taxpayer Relief Act of 1997. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-0917-0-1-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01	Earned Income Tax Credit	138	143
10.00	Total obligations	138	143
Budgetary resources available for obligation:			
22.00	New budget authority (gross)	138	143
23.95	New obligations	-138	-143
New budget authority (gross), detail:			
40.00	Appropriation	138	143
Change in unpaid obligations:			
72.40	Unpaid obligations, start of year: Obligated balance: Uninvested		10
73.10	New obligations	138	143
73.20	Total outlays (gross)	-128	-143
74.40	Unpaid obligations, end of year: Obligated balance: Uninvested		10
Outlays (gross), detail:			
86.90	Outlays from new current authority	128	133
86.93	Outlays from current balances		10
87.00	Total outlays (gross)	128	143
Net budget authority and outlays:			
89.00	Budget authority	138	143
90.00	Outlays	128	143

This appropriation provides for: expanded customer service and public outreach programs, strengthened enforcement ac-

tivities, and enhanced research efforts to reduce overclaims and erroneous filings associated with the Earned Income Tax Credit (EITC).

Expanded customer service includes dedicated, toll-free telephone assistance, increased community-based tax preparation sites and a coordinated marketing and educational effort (including paid advertising and direct mailings) to assist low income taxpayers in determining their eligibility for EITC. Improved compliance includes increased staff and systemic improvements in submission processing, examination and criminal investigation programs. In returns processing, new procedures for expanded use of math error authority and in the identification of EITC-based refund claims involving invalid or duplicate primary, secondary and dependent tax identification numbers (TINs). Increased examination coverage, prior to issuance of refunds, reduces overpayments and encourages compliance in subsequent filing periods; in addition, post-refund correspondence audits by service center staff aids in the recovery of erroneous refunds. Criminal investigation activities target individuals and practitioners involved in fraudulent refund schemes and generate referrals of suspicious returns for follow-up examination. Examination staff, assigned to district offices, audit return preparers and may apply penalties for non-compliance with "due diligence requirements."

Enhanced research activities and projects focus on EITC claimant characteristics and patterns of non-compliance and are designed to improve education and outreach products, strengthen IRS abuse detection capabilities and measure the effects of Servicewide programs on compliance levels for the EITC-eligible taxpayer population. This appropriation also funds the development of specialized research databases and masterfile updates, reimbursement to the Social Security Administration (SSA) for enhancements to the SSA numbering systems and cooperative efforts with State vital statistics offices.

Object Classification (in millions of dollars)

Identification code 20-0917-0-1-803	1997 actual	1998 est.	1999 est.
Personnel compensation:			
11.1	Full-time permanent	42	52
11.3	Other than full-time permanent	20	23
11.5	Other personnel compensation	2	2
11.9	Total personnel compensation	64	77
12.1	Civilian personnel benefits	17	20
21.0	Travel and transportation of persons	2	2
23.3	Communications, utilities, and miscellaneous charges	9	9
24.0	Printing and reproduction	5	6
25.2	Other services	21	22
25.5	Research and development contracts	4	3
26.0	Supplies and materials	2	1
31.0	Equipment	14	3
99.9	Total obligations	138	143

Personnel Summary

Identification code 20-0917-0-1-803	1997 actual	1998 est.	1999 est.
1001	Total compensable workyears: Full-time equivalent employment	1,954	2,184

INFORMATION SYSTEMS

For necessary expenses of the Internal Revenue Service for [data processing;] information systems and telecommunications support [for Internal Revenue Service activities], including developmental information systems and operational information systems; the hire of passenger motor vehicles (31 U.S.C. 1343(b)); and services as authorized by 5 U.S.C. 3109, at such rates as may be determined by the Commissioner \$1,540,884,000 which shall be available until September 30, 2000, \$1,272,487,000, which shall be available until September 30, 1999: Provided, That under the heading "Information Sys-

General and special funds—Continued

INFORMATION SYSTEMS—Continued

tems” in Public Law 104–208 (110 Stat. 3009), the following is deleted: “of which no less than \$130,075,000 shall be available for Tax Systems Modernization (TSM) development and deployment”: *Provided further*, That the Internal Revenue Service shall submit a reprogramming request, of which no less than \$87,000,000 shall be available for Year 2000 conversion: *Provided further*, That none of the funds under this heading, or funds made available under this heading in any previous Acts, may be obligated to award or otherwise initiate a Prime contract to implement the Internal Revenue Service’s Modernization Blueprint submitted to Congress on May 15, 1997, although funds may be used to develop a Request for Proposals for the Prime contract]. (*Treasury Department Appropriations Act, 1998.*)

Program and Financing (in millions of dollars)

Identification code 20–0919–0–1–803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Operational Information Systems		1,372	1,416
00.02 Developmental Information Systems	51		125
00.04 Modernized Operational	209		
00.05 Services & Compliance	1,045		
00.91 Total direct program	1,305	1,372	1,541
09.01 Reimbursable program	7	8	8
10.00 Total obligations	1,312	1,380	1,549
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested	285	86	
22.00 New budget authority (gross)	1,156	1,294	1,549
22.10 Resources available from recoveries of prior year obligations	20		
22.30 Unobligated balance expiring	–63		
23.90 Total budgetary resources available for obligation	1,398	1,380	1,549
23.95 New obligations	–1,312	–1,380	–1,549
24.40 Unobligated balance available, end of year:			
Uninvested	86		
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	1,149	1,272	1,541
Permanent:			
60.25 Appropriation (special fund, indefinite)		14	
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	7	8	8
70.00 Total new budget authority (gross)	1,156	1,294	1,549
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested	529	524	605
73.10 New obligations	1,312	1,380	1,549
73.20 Total outlays (gross)	–1,262	–1,299	–1,455
73.40 Adjustments in expired accounts	–33		
73.45 Adjustments in unexpired accounts	–20		
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested	524	605	699
Outlays (gross), detail:			
86.90 Outlays from new current authority	880	827	1,002
86.93 Outlays from current balances	375	450	445
86.97 Outlays from new permanent authority	7	22	8
87.00 Total outlays (gross)	1,262	1,299	1,455
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	–7	–8	–8
Net budget authority and outlays:			
89.00 Budget authority	1,149	1,286	1,541
90.00 Outlays	1,255	1,291	1,447

This appropriation provides for Servicewide information systems support, including the evaluation, development, and

implementation of computer systems, including software and hardware requirements.

Operational Information Systems.—This activity provides the salaries, benefits, and related costs to manage, maintain and operate the information systems that support tax administration. The Service’s business activities rely on these information systems to process tax and information returns, account for tax revenues collected, send bills for taxes owed, issue refunds, assist in the selection of tax returns for audit, and provide telecommunications services for all business activities including the public’s toll free access to tax information. These systems are located in a variety of sites including the Martinsburg Computing Center, the Detroit Computing Center, the Tennessee Computing Center, and in regional and district offices and service centers. The staffing in this activity is used to maintain the millions of lines of programming code running the computer systems; to operate and administer the Service’s hardware infrastructure of mainframes, minicomputers and networks; and to bring all systems into Year 2000 compliance.

Developmental Information Systems.—This activity provides for salaries and benefits, hardware, software (including commercial-off-the-shelf), and contractual services to design, develop, and deploy new information systems that are essential to temporarily build a bridge to the modernized IRS. All of the projects included in this budget activity are consistent with the Modernization Blueprint and are essential to providing employees with the information systems equipment they need to do their jobs.

PERFORMANCE MEASURES BY BUDGET ACTIVITY

	1997 actual	1998 est.	1999 est.
Operational Information Systems (in percent):			
Integrated Data Retrieval System (IDRS) Real Time Availability	99.3	99	99
Weekend Taxpayer Information File (TIF) Update Completion Times	89.6	85.6	85.6
Corporate Files On-Line (CFOL) Availability	99	99	99

Object Classification (in millions of dollars)

Identification code 20–0919–0–1–803	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	376	366	410
11.3 Other than full-time permanent	8	5	6
11.5 Other personnel compensation	16	12	13
11.9 Total personnel compensation	400	383	429
12.1 Civilian personnel benefits	76	76	84
13.0 Benefits for former personnel	5		3
21.0 Travel and transportation of persons	14	17	26
22.0 Transportation of things	1	1	1
23.1 Rental payments to GSA	29		
23.3 Communications, utilities, and miscellaneous charges	238	198	247
24.0 Printing and reproduction	2	2	2
25.1 Advisory and assistance services	26	24	
25.2 Other services	204	242	284
25.3 Purchases of goods and services from Government accounts	7		
25.4 Operation and maintenance of facilities	8	2	5
25.6 Medical care			1
25.7 Operation and maintenance of equipment	101	132	138
26.0 Supplies and materials	16	21	24
31.0 Equipment	178	274	297
99.0 Subtotal, direct obligations	1,305	1,372	1,541
99.0 Reimbursable obligations	7	8	8
99.9 Total obligations	1,312	1,380	1,549

Personnel Summary

Identification code 20–0919–0–1–803	1997 actual	1998 est.	1999 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment	7,505	7,329	7,493

Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment	40	45	46

INFORMATION TECHNOLOGY INVESTMENTS

For necessary expenses [for] of the Internal Revenue Service, \$323,000,000, to remain available until expended, for: the capital asset acquisition of information technology systems, including management and related contractual costs of said acquisition, and including contractual costs associated with operations as authorized by 5 U.S.C. 3109, [\$325,000,000, which shall remain available until September 30, 2000: Provided, That none of these funds is available for obligation until September 1, 1998]: Provided [further], That none of these funds shall be obligated until the Internal Revenue Service and the Department of the Treasury develops [submits to Congress for approval,] a plan for expenditure that: (1) implements the Internal Revenue Service's Modernization Blueprint submitted to Congress on May 15, 1997; (2) meets the information systems investment guidelines established by the Office of Management and Budget in the fiscal year 1998 budget; (3) [has been] is reviewed and approved by [the Internal Revenue Service's Investment Review Board,] the Office of Management and Budget, [and] the Department of the Treasury's [Modernization] IRS Management Board, and [has been] is reviewed by the General Accounting Office; (4) meets the requirements of the May 15, 1997 Internal Revenue Service's Systems Life Cycle program; and (5) is in compliance with acquisition rules, requirements, guidelines, and systems acquisition management practices of the Federal Government. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-0921-0-1-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
00.01 Information Technology Investments		325	323
10.00 Total obligations (object class 31.0)		325	323
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		325	323
23.95 New obligations		-325	-323
New budget authority (gross), detail:			
40.00 Appropriation		325	323
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance:			
Uninvested			325
73.10 New obligations		325	323
73.20 Total outlays (gross)			-81
74.40 Unpaid obligations, end of year: Obligated balance:			
Uninvested		325	567
Outlays (gross), detail:			
86.93 Outlays from current balances			81
Net budget authority and outlays:			
89.00 Budget authority		325	323
90.00 Outlays			81

This appropriation provides for funding of the PRIME Systems Integration Services Contractor to build the information technology described in the IRS Modernization Blueprint of May 15, 1997. The IRS is partnering with the private sector to make technology investments in its primary business lines: customer service, compliance; electronic commerce; submission processing; corporate systems; and financial reporting. These investments are predicated on a systems architecture that integrates functional requirements with infrastructure and data security; a project sequencing plan that details the logical of systems development roll out and phase out of legacy systems; and business cases that incorporate known outcomes of reengineering, electronic commerce and redesign of work processes.

PAYMENT WHERE EARNED INCOME CREDIT EXCEEDS LIABILITY FOR TAX

Program and Financing (in millions of dollars)

Identification code 20-0906-0-1-609	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 44.0)	21,856	22,295	24,496
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	21,856	22,295	24,496
23.95 New obligations	-21,856	-22,295	-24,496
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	21,856	22,295	24,496
Change in unpaid obligations:			
73.10 New obligations	21,856	22,295	24,496
73.20 Total outlays (gross)	-21,856	-22,295	-24,496
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	21,856	22,295	24,496
Net budget authority and outlays:			
89.00 Budget authority	21,856	22,295	24,496
90.00 Outlays	21,856	22,295	24,496

Summary of Budget Authority and Outlays

(in millions of dollars)

Enacted/requested:	1997 actual	1998 est.	1999 est.
Budget Authority	21,856	22,295	24,496
Outlays	21,856	22,295	24,496
Legislative proposal, subject to PAYGO:			
Budget Authority			-65
Outlays			-65
Total:			
Budget Authority	21,856	22,295	24,431
Outlays	21,856	22,295	24,431

As provided by law, there will be instances wherein the earned income tax credit will exceed the amount of tax liability owed through the individual income tax system, resulting in an additional payment to the tax filer. The Earned Income Credit was originally authorized by the Tax Reduction Act of 1975 (Public Law 94-12) and made permanent by the Revenue Adjustment Act of 1978 (Public Law 95-600). The Tax Reform Act of 1986 and the Omnibus Budget Reconciliation Acts of 1990 and 1993 have increased the credit amount and expanded the eligibility for earned income credit.

PAYMENT WHERE EARNED INCOME CREDIT EXCEEDS LIABILITY FOR TAX

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 20-0906-4-1-609	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 44.0)			-65
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			-65
23.95 New obligations			65
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)			-65
Change in unpaid obligations:			
73.10 New obligations			-65
73.20 Total outlays (gross)			65
Outlays (gross), detail:			
86.97 Outlays from new permanent authority			-65
Net budget authority and outlays:			
89.00 Budget authority			-65

General and special funds—Continued

PAYMENT WHERE EARNED INCOME CREDIT EXCEEDS LIABILITY FOR TAX—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-0906-4-1-609	1997 actual	1998 est.	1999 est.
90.00 Outlays			-65

Savings shown result from legislative proposals to clarify the Internal Revenue Service's authority to correct errors on tax returns relating to the age of children and to clarify eligibility rules.

PAYMENT WHERE CHILD CREDIT EXCEEDS LIABILITY FOR TAX

Program and Financing (in millions of dollars)

Identification code 20-0922-0-1-609	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 41.0)			538
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			538
23.95 New obligations			-538
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)			538
Change in unpaid obligations:			
73.10 New obligations			538
73.20 Total outlays (gross)			-538
Outlays (gross), detail:			
86.97 Outlays from new permanent authority			538
Net budget authority and outlays:			
89.00 Budget authority			538
90.00 Outlays			538

Summary of Budget Authority and Outlays

(in millions of dollars)

Enacted/requested:	1997 actual	1998 est.	1999 est.
Budget Authority			538
Outlays			538
Legislative proposal, subject to PAYGO:			
Budget Authority			-5
Outlays			-5
Total:			
Budget Authority			533
Outlays			533

As provided by law, there will be instances wherein the child credit will exceed the amount of tax liability owed through the individual income tax system, resulting in an additional payment to the tax filer. The child credit was originally authorized by the Taxpayer Relief Act of 1997 (Public Law 105-34).

PAYMENT WHERE CHILD CREDIT EXCEEDS LIABILITY FOR TAX (Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 20-0922-4-1-609	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 41.0)			-5
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			-5
23.95 New obligations			5
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)			-5

Change in unpaid obligations:			
73.10 New obligations			-5
73.20 Total outlays (gross)			5

Outlays (gross), detail:			
86.97 Outlays from new permanent authority			-5

Net budget authority and outlays:			
89.00 Budget authority			-5
90.00 Outlays			-5

Savings shown result from a legislative proposal to clarify the Internal Revenue Service's authority to correct errors on tax returns relating to the age of children.

REFUNDING INTERNAL REVENUE COLLECTIONS, INTEREST

Program and Financing (in millions of dollars)

Identification code 20-0904-0-1-908	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 43.0)	2,341	2,497	2,580
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	2,341	2,497	2,580
23.95 New obligations	-2,341	-2,497	-2,580
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	2,341	2,497	2,580
Change in unpaid obligations:			
73.10 New obligations	2,341	2,497	2,580
73.20 Total outlays (gross)	-2,341	-2,497	-2,580
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	2,341	2,497	2,580
Net budget authority and outlays:			
89.00 Budget authority	2,341	2,497	2,580
90.00 Outlays	2,341	2,497	2,580

Under certain circumstances, as provided in 26 U.S.C. 6611, interest is paid on Internal Revenue collections that must be refunded. The Tax Equity and Fiscal Responsibility Act of 1982 (Public Law 97-248) provides for daily compounding of interest. Under the Tax Reform Act of 1986 (Public Law 99-514), interest paid on Internal Revenue collections will equal the Federal short-term rate plus two percentage points, such rate to be adjusted quarterly.

INFORMANT PAYMENTS

Unavailable Collections (in millions of dollars)

Identification code 20-5433-0-2-803	1997 actual	1998 est.	1999 est.
Balance, start of year:			
01.99 Balance, start of year			
Receipts:			
02.01 Underpayment and fraud collection		6	6
Appropriation:			
05.01 Informant payments		-6	-6
07.99 Total balance, end of year			

Program and Financing (in millions of dollars)

Identification code 20-5433-0-2-803	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 91.0)		6	6
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		6	6
23.95 New obligations		-6	-6
New budget authority (gross), detail:			
60.25 Appropriation (special fund, indefinite)		6	6

Change in unpaid obligations:			
73.10	New obligations	6	6
73.20	Total outlays (gross)	-6	-6
Outlays (gross), detail:			
86.97	Outlays from new permanent authority	6	6
Net budget authority and outlays:			
89.00	Budget authority	6	6
90.00	Outlays	6	6

As provided by law (26 U.S.C. 7623), the Treasury Secretary may make payments to individuals resulting from information given that leads to the collection of Internal Revenue taxes. The Taxpayer Bill of Rights of 1996 (Public Law 104-168) provides for payments of such sums to individuals from the proceeds of amounts (other than interest) collected by reason of the information provided, and any amount collected shall be available for such payments. This information must lead to the detection of underpayments of taxes, or detection and bringing to trial and punishment persons guilty of violating the internal revenue laws (in cases where such expenses are not otherwise provided for by law).

Public enterprise funds:

FEDERAL TAX LIEN REVOLVING FUND

Program and Financing (in millions of dollars)

Identification code 20-4413-0-3-803		1997 actual	1998 est.	1999 est.
Obligations by program activity:				
09.01	Reimbursable program	10	10	10
10.00	Total obligations (object class 32.0)	10	10	10
Budgetary resources available for obligation:				
21.40	Unobligated balance available, start of year:			
	Uninvested	8	5	3
22.00	New budget authority (gross)	8	8	8
23.90	Total budgetary resources available for obligation	16	13	11
23.95	New obligations	-10	-10	-10
24.40	Unobligated balance available, end of year:			
	Uninvested	5	3	3
New budget authority (gross), detail:				
68.00	Spending authority from offsetting collections (gross):			
	Offsetting collections (cash)	8	8	8
Change in unpaid obligations:				
72.40	Unpaid obligations, start of year: Obligated balance:			
	Uninvested	-2		
73.10	New obligations	10	10	10
73.20	Total outlays (gross)	-8	-8	-8
Outlays (gross), detail:				
86.97	Outlays from new permanent authority	8	8	8
Offsets:				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal			
	sources	-8	-8	-8
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays			

This revolving fund was established pursuant to section 112(a) of the Federal Tax Lien Act of 1966, to serve as the source of financing the redemption of real property by the United States. During the process of collecting unpaid taxes, the government places a tax lien on real estate in order to protect the government's interest. Situations arise where property of this nature is collateral for other indebtedness and the tax lien is subordinate to the original indebtedness. In this circumstance, it is often to the government's interest

to purchase the property during the foreclosure sale. The advantage arises when the property is worth substantially more than the first lienholder's equity but is being sold for an amount that barely covers that equity, thereby leaving no proceeds to apply against delinquent taxes. Under these circumstances, if the Government buys the property and subsequently puts it up for sale under more advantageous conditions, it is possible to realize sufficient profit on the transaction to fully or partially collect the amount of taxes due. The revolving fund is reimbursed from the proceeds of the sale in an amount equal to the amount expended from the fund for the redemption. The balance of the proceeds are applied against the amount of the tax, interest, penalties, and additions thereto, and for the costs of sale. The remainder, if any, would revert to the parties legally entitled to it.

ADMINISTRATIVE PROVISIONS—INTERNAL REVENUE SERVICE

SECTION 101. Not to exceed 5 percent of any appropriation made available in this Act to the Internal Revenue Service may be transferred to any other Internal Revenue Service appropriation upon the advance [approval of] notice transmitted to the House and Senate Committees on Appropriations.

SEC. 102. The Internal Revenue Service shall maintain a training program to ensure that Internal Revenue Service employees are trained in taxpayers' rights, in dealing courteously with the taxpayers, and in cross-cultural relations.

SEC. 103. The funds provided in this Act for the Internal Revenue Service shall be used to provide, as a minimum, the fiscal year 1995 level of service, staffing, and funding for Taxpayer Services.

SEC. 104. None of the funds appropriated by this title shall be used in connection with the collection of any underpayment of any tax imposed by the Internal Revenue Code of 1986 unless the conduct of officers and employees of the Internal Revenue Service in connection with such collection, including any private sector employees under contract to the Internal Revenue Service, complies with subsection (a) of section 805 (relating to communications in connection with debt collection), and section 806 (relating to harassment or abuse), of the Fair Debt Collection Practices Act (15 U.S.C. 1692).

SEC. 105. The Internal Revenue Service shall institute and enforce policies and procedures which will safeguard the confidentiality of taxpayer information.

SEC. 106. Funds made available by this or any other Act to the Internal Revenue Service shall be available for improved facilities and increased manpower to provide sufficient and effective 1-800 help line for taxpayers. The Commissioner shall continue to make the improvement of the Internal Revenue Service 1-800 help line service a priority and allocate resources necessary to increase phone lines and staff to improve the Internal Revenue Service 1-800 help line service.

[SEC. 107. Hereafter, no field support reorganization of the Internal Revenue Service shall be undertaken in Aberdeen, South Dakota until the Internal Revenue Service toll-free help phone line assistance program reaches at least an 80 percent service level. The Commissioner shall submit to Congress a report and the General Accounting Office shall certify to Congress that the 80 percent service level has been met.]

[SEC. 108. Notwithstanding any other provision of law, no reorganization of the field office structure of the Internal Revenue Service Criminal Investigation division will result in a reduction of criminal investigators in Wisconsin and South Dakota from the 1996 level.] (Treasury Department Appropriations Act, 1998.)

UNITED STATES SECRET SERVICE

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the United States Secret Service, including purchase not to exceed [705] 739 vehicles for police-type use, of which 675 shall be for replacement only, and hire of passenger motor vehicles; hire of aircraft; training and assistance requested

General and special funds—Continued

SALARIES AND EXPENSES—Continued

by State and local governments, which may be provided without reimbursement; services of expert witnesses at such rates as may be determined by the Director; rental of buildings in the District of Columbia, and fencing, lighting, guard booths, and other facilities on private or other property not in Government ownership or control, as may be necessary to perform protective functions; for payment of per diem and/or subsistence allowances to employees where a protective assignment during the actual day or days of the visit of a protectee require an employee to work 16 hours per day or to remain overnight at his or her post of duty; the conducting of and participating in firearms matches; presentation of awards; for travel of Secret Service employees on protective missions without regard to the limitations on such expenditures in this or any other Act [if approval is obtained in advance from the House and Senate Committees on Appropriations]; for repairs, alterations, and minor construction at the James J. Rowley Secret Service Training Center; for research and development; for making grants to conduct behavioral research in support of protective research and operations; not to exceed \$20,000 for official reception and representation expenses; [for sponsorship of a conference for the Women in Federal Law Enforcement, to be held during fiscal year 1998;] not to exceed \$50,000 to provide technical assistance and equipment to foreign law enforcement organizations in counterfeit investigations; for payment in advance for commercial accommodations as may be necessary to perform protective functions; and for uniforms without regard to the general purchase price limitation for the current fiscal year; [\$564,348,000] \$594,657,000. In addition, \$11,700,000, to remain available until expended, which shall be derived from the Violent Crime Reduction Trust Fund, for activities authorized by section 190001(e) of Public Law 103-322. (Treasury Department Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-1408-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
Direct program:			
00.01 Protection, investigations, and uniformed activities	518	581	587
00.02 Other security programs	21	6	12
00.03 Presidential candidate protective activities	7		8
00.91 Total direct program	546	587	607
09.01 Reimbursable program	7	18	18
10.00 Total obligations	553	605	625
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year: Brought Forward October 1 (no year)	2	6	
22.00 New budget authority (gross)	558	599	625
22.10 Resources available from recoveries of prior year obligations	1		
22.30 Unobligated balance expiring	-2		
23.90 Total budgetary resources available for obligation	559	605	625
23.95 New obligations	-553	-605	-625
24.40 Unobligated balance available, end of year: Uninvested	6		
New budget authority (gross), detail:			
Current:			
40.00 Appropriation	531	564	595
42.00 Transferred from other accounts	20	17	12
43.00 Appropriation (total)	551	581	607
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	7	18	18
70.00 Total new budget authority (gross)	558	599	625
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance: Uninvested	68	64	80
73.10 New obligations	553	605	625
73.20 Total outlays (gross)	-557	-589	-625
73.45 Adjustments in unexpired accounts	-1		
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested	64	80	80

Outlays (gross), detail:			
86.90 Outlays from new current authority	500	517	542
86.93 Outlays from current balances	48	51	65
86.97 Outlays from new permanent authority	6	18	18
86.98 Outlays from permanent balances	3	1	
87.00 Total outlays (gross)	557	589	625
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-7	-18	-18
Net budget authority and outlays:			
89.00 Budget authority	551	581	607
90.00 Outlays	548	571	607

The Secret Service is responsible for the security of the President, the Vice President and other dignitaries and designated individuals; for enforcement of laws relating to obligations and securities of the United States and financial crimes such as financial institution fraud and other fraud; and for protection of the White House and other buildings within Washington, DC.

Investigations, protection, and uniformed activities.—The Service must provide for the protection of the President of the United States, immediate family members, the President-elect, the Vice President, or other officer next in the order of succession to the Office of the President, and the Vice President-elect, and the members of their immediate families unless the members decline such protection; protection of the person of a visiting head and accompanying spouse of a foreign state or foreign government and, at the direction of the President, other distinguished foreign visitors to the United States and official representatives of the United States performing special missions abroad; the protection of former Presidents, their spouses and minor children, unless such protection is declined. The Service is also responsible for investigation of counterfeiting of currency, and securities; forgery and altering of Government checks and bonds; thefts and frauds relating to Treasury electronic funds transfers; financial access device fraud, telecommunications fraud, computer and telemarketing fraud; fraud relative to federally insured financial institutions; and other criminal and noncriminal cases.

The Secret Service Uniformed Division protects the Executive Residence and grounds in the District of Columbia; any building in which White House offices are located; the President and members of his immediate family; the official residence and grounds of the Vice-President in the District of Columbia; the Vice President and members of his immediate family; foreign diplomatic missions located in the Washington metropolitan area; the Treasury Building, its Annex and grounds, and such other areas as the President may direct on a case-by-case basis.

Presidential candidate protective activities.—The Secret Service is authorized to protect major Presidential and Vice-Presidential candidates, as determined by the Secretary of the Treasury after consultation with an advisory committee. In addition, the Service is authorized to protect the spouses of major Presidential and Vice-Presidential candidates; however, such protection may not commence more than 120 days prior to the general Presidential election.

PERFORMANCE INDICATORS

	1997 actual	1998 est.	1999 est.
Cases Closed—The total number of cases worked and closed, excluding protective intelligence, protective surveys, and administratively closed cases	32,430	28,000	28,000
Arrests—The total number of arrests reported by field offices	13,649	10,000	10,000
Counterfeit Notes Seized—Value of counterfeit notes seized expressed in dollars	\$101,516,212	\$190,000,000	\$190,000,000
Permanent Protection (Protection is measured in numbers of protectee stops. A stop is generally considered a city visited by a protectee.)	3,391	3,700	3,700

Foreign Dignitaries Protection	1,480	1,000	1,000
Candidate/Nominee Protection	352	—	—

Object Classification (in millions of dollars)

Identification code 20-1408-0-1-751	1997 actual	1998 est.	1999 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	213	234	247
11.3 Other than full-time permanent	20	24	24
11.5 Other personnel compensation	75	69	71
11.9 Total personnel compensation	308	327	342
12.1 Civilian personnel benefits	78	84	93
21.0 Travel and transportation of persons	44	36	39
22.0 Transportation of things	3	2	2
23.1 Rental payments to GSA	34	35	39
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	17	10	11
24.0 Printing and reproduction	1	1	1
25.2 Other services	32	41	39
26.0 Supplies and materials	8	7	9
31.0 Equipment	17	33	29
32.0 Land and structures	3	8	2
41.0 Grants, subsidies, and contributions	—	2	—
99.0 Subtotal, direct obligations	546	587	607
99.0 Reimbursable obligations	7	18	18
99.9 Total obligations	553	605	625

Personnel Summary

Identification code 20-1408-0-1-751	1997 actual	1998 est.	1999 est.
1001 Total compensable workyears: Full-time equivalent employment	4,683	5,000	5,042

ACQUISITION, CONSTRUCTION, IMPROVEMENTS, AND RELATED EXPENSES

For necessary expenses of construction, repair, alteration, and improvement of facilities, **[\$8,799,000]** \$6,445,000, to remain available until expended. (Department of the Treasury Appropriations Act, 1998.)

Program and Financing (in millions of dollars)

Identification code 20-1409-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations	4	52	6
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year: Uninvested	—	43	—
22.00 New budget authority (gross)	37	9	6
22.22 Unobligated balance transferred from other accounts	10	—	—
23.90 Total budgetary resources available for obligation	47	52	6
23.95 New obligations	-4	-52	-6
24.40 Unobligated balance available, end of year: Uninvested	43	—	—
New budget authority (gross), detail:			
40.00 Appropriation	37	9	6
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance: Uninvested	—	3	44
73.10 New obligations	4	52	6
73.20 Total outlays (gross)	-1	-11	-19
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested	3	44	31
Outlays (gross), detail:			
86.90 Outlays from new current authority	1	1	1
86.93 Outlays from current balances	—	10	18
87.00 Total outlays (gross)	1	11	19
Net budget authority and outlays:			
89.00 Budget authority	37	9	6

90.00 Outlays	1	11	19
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This account provides funding for the interior build out of a new United States Secret Service headquarters building and for the James J. Rowley Training Center to continue development of the current Master Plan and to maintain and renovate existing facilities to ensure efficient and full utilization of the center.

Object Classification (in millions of dollars)

Identification code 20-1409-0-1-751	1997 actual	1998 est.	1999 est.
23.3 Communications, utilities, and miscellaneous charges	—	9	—
25.2 Other services	—	9	6
31.0 Equipment	1	11	—
32.0 Land and structures	3	23	—
99.9 Total obligations	4	52	6

CONTRIBUTION FOR ANNUITY BENEFITS

Program and Financing (in millions of dollars)

Identification code 20-1407-0-1-751	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 12.1)	68	72	72
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	68	72	72
23.95 New obligations	-68	-72	-72
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	68	72	72
Change in unpaid obligations:			
72.40 Unpaid obligations, start of year: Obligated balance: Uninvested	7	2	—
73.10 New obligations	68	72	72
73.20 Total outlays (gross)	-73	-74	-72
74.40 Unpaid obligations, end of year: Obligated balance: Uninvested	2	—	—
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	67	72	72
86.98 Outlays from permanent balances	6	2	—
87.00 Total outlays (gross)	73	74	72
Net budget authority and outlays:			
89.00 Budget authority	68	72	72
90.00 Outlays	74	72	72

The District of Columbia is reimbursed for benefit payments made from the revenue of the District of Columbia to or for members of the Secret Service Uniformed Division and such members of the U.S. Secret Service entitled to benefits under the Policemen and Firemen's Retirement and Disability Act (4 D.C. Code 521).

COMPTROLLER OF THE CURRENCY

Trust Funds

ASSESSMENT FUNDS

Program and Financing (in millions of dollars)

Identification code 20-8413-0-8-373	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
09.01 Reimbursable program	350	362	362
10.00 Total obligations	350	362	362

ASSESSMENT FUNDS—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-8413-0-8-373	1997 actual	1998 est.	1999 est.
Budgetary resources available for obligation:			
Unobligated balance available, start of year:			
U.S. Securities:			
21.41 Par value	29	49	58
21.42 Unrealized discounts	-3	-4	-4
21.99 Total unobligated balance, start of year	26	45	54
22.00 New budget authority (gross)	369	371	371
23.90 Total budgetary resources available for obligation	395	416	425
23.95 New obligations	-350	-362	-362
Unobligated balance available, end of year:			
U.S. Securities:			
24.41 Par value	49	58	67
24.42 Unrealized discounts	-4	-4	-4
24.99 Total unobligated balance, end of year	45	54	63
New budget authority (gross), detail:			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash)	369	371	371
Change in unpaid obligations:			
Unpaid obligations, start of year:			
Obligated balance:			
72.40 Uninvested	12	13	
72.41 U.S. Securities: Par value	218	222	241
72.99 Total unpaid obligations, start of year	230	235	241
73.10 New obligations	350	362	362
73.20 Total outlays (gross)	-345	-357	-357
Unpaid obligations, end of year:			
Obligated balance:			
74.40 Uninvested	13		
74.41 U.S. Securities: Par value	222	241	246
74.99 Total unpaid obligations, end of year	235	241	246
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	345	357	357
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-12	-12	-12
88.40 Non-Federal sources: Assessments	-357	-359	-359
88.90 Total, offsetting collections (cash)	-369	-371	-371
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-24	-14	-14

The Office of the Comptroller of the Currency was created for the purpose of establishing and regulating a national banking system. The National Currency Act of 1863 (12 U.S.C. 1 et seq., 12 Stat. 665) provided for the chartering and supervising functions in this connection. The income of the bureau is derived principally from assessments paid by national banks and interest on investments in U.S. Government obligations.

As the Administrator of National Banks, the Office of the Comptroller of the Currency charters new banking institutions only after investigation and due consideration of charter applications. Supervision of existing national banks is aided by the required submission of periodic reports and detailed onsite examinations, which are conducted by a staff of approximately 2,020 national bank examiners. At present, there are approximately 2,624 national banks with total assets of more than \$2.8 trillion.

In addition, the Comptroller considers applications for mergers in which the resulting bank will be a national bank and applications from banks to establish branches. The Comptroller of the Currency also promulgates rules and regulations for the guidance of national banks and bank directors.

Statement of Operations (in millions of dollars)

Identification code 20-8413-0-8-373	1996 actual	1997 actual	1998 est.	1999 est.
0101 Revenue	372	369	371	371
0102 Expense	-371	-356	-368	-368
0109 Net income or loss (-)	1	13	3	3

Balance Sheet (in millions of dollars)

Identification code 20-8413-0-8-373	1996 actual	1997 actual	1998 est.	1999 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	6	13	16	19
Investments in US securities:				
1102 Treasury securities, par	247	268	268	268
1106 Receivables, net	1	3	3	3
1107 Advances and prepayments	1	2	2	2
Non-Federal assets:				
1206 Receivables, net	4	2	2	2
1207 Advances and prepayments	2	2	2	2
1803 Other Federal assets: Property, plant and equipment, net	97	94	94	94
1999 Total assets	358	384	387	390
LIABILITIES:				
2101 Federal liabilities: Accounts payable	36			
Non-Federal liabilities:				
2201 Accounts payable	8	3	3	3
2206 Pension and other actuarial liabilities	1	5	5	5
2207 Other	187	236	236	236
2999 Total liabilities	232	244	244	244
NET POSITION:				
3200 Invested capital	126	140	143	146
3999 Total net position	126	140	143	146
4999 Total liabilities and net position	358	384	387	390

Object Classification (in millions of dollars)

Identification code 20-8413-0-8-373	1997 actual	1998 est.	1999 est.
Personnel compensation:			
11.1 Full-time permanent	203	215	215
11.3 Other than full-time permanent	4	4	4
11.5 Other personnel compensation	1	1	1
11.8 Special personal services payments	1	1	1
11.9 Total personnel compensation	209	221	221
12.1 Civilian personnel benefits	49	49	49
21.0 Travel and transportation of persons	23	23	23
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	23	23	23
23.3 Communications, utilities, and miscellaneous charges	7	7	7
24.0 Printing and reproduction	2	2	2
25.1 Advisory and assistance services	19	19	19
26.0 Supplies and materials	3	3	3
31.0 Equipment	13	13	13
32.0 Land and structures	1	1	1
99.9 Total obligations	350	362	362

Personnel Summary

Identification code 20-8413-0-8-373	1997 actual	1998 est.	1999 est.
2001 Total compensable workyears: Full-time equivalent employment	2,948	2,975	2,975

OFFICE OF THRIFT SUPERVISION

Federal Funds

Public enterprise funds:

OFFICE OF THRIFT SUPERVISION

Program and Financing (in millions of dollars)

Identification code 20-4108-0-3-373	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
09.00 Reimbursable program	137	142	144
10.00 Total obligations	137	142	144
Budgetary resources available for obligation:			
Unobligated balance available, start of year:			
U.S. Securities:			
21.41 Par value	77	85	84
21.42 Unrealized discounts	-1	-1	
21.99 Total unobligated balance, start of year	76	84	84
22.00 New budget authority (gross)	145	142	144
23.90 Total budgetary resources available for obligation	221	226	228
23.95 New obligations	-137	-142	-144
Unobligated balance available, end of year:			
U.S. Securities:			
24.41 Par value	85	84	84
24.42 Unrealized discounts	-1		
24.99 Total unobligated balance, end of year	84	84	84
New budget authority (gross), detail:			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash)	145	142	144
Change in unpaid obligations:			
72.41 Unpaid obligations, start of year: Obligated balance:			
U.S. Securities: Par value	68	68	68
73.10 New obligations	137	142	144
73.20 Total outlays (gross)	-137	-142	-144
74.41 Unpaid obligations, end of year: Obligated balance:			
U.S. Securities: Par value	68	68	68
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	137	142	144
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.20 Interest on U.S. securities	-6	-6	-6
88.40 Non-Federal sources	-139	-136	-138
88.90 Total, offsetting collections (cash)	-145	-142	-144
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-8		

The Office of Thrift Supervision (OTS) was created by the Financial Institutions Reform, Recovery, and Enforcement Act of 1989 (12 U.S.C. 1811 note). The OTS assumed the regulatory functions of the Federal Home Loan Bank Board dissolved by the same act.

The OTS charters, regulates and examines Federal thrifts, all of which are insured by the Savings Association Insurance Fund. In addition, the OTS cooperates in the examination and supervision of State-chartered thrifts insured by the Savings Association Insurance Fund. The OTS sets capital standards for Federal and State thrifts and reviews applications of State-chartered thrifts for conversion to Federal thrifts. It also reviews applications for establishment of branch offices.

Income of the bureau is derived principally from assessments on thrifts, examination fees and interest on investments in U.S. Government obligations. At present, the OTS oversees more than 1,200 thrifts with more than 10,000 operating branches and total assets of more than \$700 billion.

Statement of Operations (in millions of dollars)

Identification code 20-4108-0-3-373	1996 actual	1997 actual	1998 est.	1999 est.
0101 Revenue	151	145	142	144
0102 Expense	-140	-138	-143	-143
0109 Net income or loss (-)	11	7	-1	1

Balance Sheet (in millions of dollars)

Identification code 20-4108-0-3-373	1996 actual	1997 actual	1998 est.	1999 est.
ASSETS:				
Investments in US securities:				
1102 Federal assets: Treasury securities, par	146	156	156	156
1803 Other Federal assets: Property, plant and equipment, net	45	49	50	51
1999 Total assets	191	205	206	207
LIABILITIES:				
2201 Non-Federal liabilities: Accounts payable	61	61	62	63
2999 Total liabilities	61	61	62	63
NET POSITION:				
3100 Appropriated capital	85	95	94	93
3200 Invested capital	45	49	50	51
3999 Total net position	130	144	144	144
4999 Total liabilities and net position	191	205	206	207

Object Classification (in millions of dollars)

Identification code 20-4108-0-3-373	1997 actual	1998 est.	1999 est.
Personnel compensation:			
11.1 Full-time permanent	82	83	84
11.5 Other personnel compensation	1	1	1
11.8 Special personal services payments	1	1	1
11.9 Total personnel compensation	84	85	86
12.1 Civilian personnel benefits	18	19	20
13.0 Benefits for former personnel	1	1	1
21.0 Travel and transportation of persons	10	11	11
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	6	6	6
23.3 Communications, utilities, and miscellaneous charges	2	3	3
25.2 Other services	11	11	11
26.0 Supplies and materials	1	1	1
31.0 Equipment	3	3	3
32.0 Land and structures		1	1
99.9 Total obligations	137	142	144

Personnel Summary

Identification code 20-4108-0-3-373	1997 actual	1998 est.	1999 est.
2001 Total compensable workyears: Full-time equivalent employment	1,335	1,300	1,275

INTEREST ON THE PUBLIC DEBT

Federal Funds

General and special funds:

INTEREST ON THE PUBLIC DEBT

Program and Financing (in millions of dollars)

Identification code 20-0550-0-1-901	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 43.0)	355,796	362,021	366,396
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	355,796	362,021	366,396
23.95 New obligations	-355,796	-362,021	-366,396
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)	355,796	362,021	366,396

General and special funds—Continued

INTEREST ON THE PUBLIC DEBT—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-0550-0-1-901	1997 actual	1998 est.	1999 est.
Change in unpaid obligations:			
73.10 New obligations	355,796	362,021	366,396
73.20 Total outlays (gross)	-355,796	-362,021	-366,396
Outlays (gross), detail:			
86.97 Outlays from new permanent authority	355,796	362,021	366,396
Net budget authority and outlays:			
89.00 Budget authority	355,796	362,021	366,396
90.00 Outlays	355,796	362,021	366,396

Summary of Budget Authority and Outlays

(in millions of dollars)

	1997 actual	1998 est.	1999 est.
Enacted/requested:			
Budget Authority	355,796	362,021	366,396
Outlays	355,796	362,021	366,396
Supplemental proposal:			
Budget Authority			3
Outlays			3
Legislative proposal, not subject to PAYGO:			
Budget Authority		99	218
Outlays		99	218
Total:			
Budget Authority	355,796	362,120	366,617
Outlays	355,796	362,120	366,617

Such amounts are appropriated as may be necessary to pay the interest each year on the public debt (31 U.S.C. 1305, 3123). Interest on Government account series securities is generally computed on a cash basis. Interest is generally computed on an accrual basis on all other types of securities.

INTEREST ON THE PUBLIC DEBT

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 20-0550-2-1-901	1997 actual	1998 est.	1999 est.
Obligations by program activity:			
10.00 Total obligations (object class 43.0)		99	218
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		99	218
23.95 New obligations		-99	-218
New budget authority (gross), detail:			
60.05 Appropriation (indefinite)		99	218
Change in unpaid obligations:			
73.10 New obligations		99	218
73.20 Total outlays (gross)		-99	-218
Outlays (gross), detail:			
86.97 Outlays from new permanent authority		99	218
Net budget authority and outlays:			
89.00 Budget authority		99	218
90.00 Outlays		99	218

A portion of interest on the public debt is paid to funds that have invested in Treasury securities. In the schedules for legislative proposals for such funds, the effect of proposals on interest receipts are shown. In this schedule, the amounts shown are the corresponding interest payments to those funds.

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	1997 actual	1998 est.	1999 est.
Governmental receipts:			
20-015800 Transportation fuels tax	7,107	442	682
20-040100 Net tobacco settlement: Legislative proposal, subject to PAYGO			9,795
20-065000 Deposit of earnings, Federal Reserve System	19,636	24,991	24,544
Legislative proposal, subject to PAYGO			98
20-085000 Registration, filing, and transaction fees	4	4	4
20-086100 Charges for expenses, settlement of international claims	1	1	1
20-086900 Fees for legal and judicial services, not otherwise classified	63	63	63
20-089100 Miscellaneous fees for regulatory and judicial services, not otherwise classified	7	7	7
20-101000 Fines, penalties, and forfeitures, agricultural laws	2	2	2
20-102000 Fines, penalties, and forfeitures, economic stabilization laws	100	400	300
20-103000 Fines, penalties and forfeitures, immigration and labor laws	76	76	76
20-104000 Fines, penalties, and forfeitures, customs, commerce, and antitrust laws	66	66	66
20-105000 Fines, penalties, and forfeitures, narcotic prohibition and alcohol laws	1	1	1
20-106000 Forfeitures of unclaimed money and property	30	30	30
20-108000 Fines, penalties, and forfeitures, Federal coalmine health and safety laws	13	13	13
20-109900 Fines, penalties and forfeitures, not otherwise classified	425	425	425
20-129900 Gifts to the United States, not otherwise classified	7	7	7
20-241100 User fees for IRS, Treasury	45	47	48
20-309200 Recovery from Highway Trust Fund for refunds of taxes	798	1,040	1,052
20-309400 Recovery from Airport and Airway Trust Fund for refunds of taxes	37	47	47
20-309500 Recovery from Leaking underground storage tank trust fund for refunds of taxes, EPA	2	5	5
20-309990 Refunds of moneys erroneously received and recovered (20X1807)	-25	-25	-25
95-085015 Registration, filing, and transaction fees, SEC	670	837	740
99-011050 Individual income taxes	737,399	767,808	792,673
Legislative proposal, subject to PAYGO		-106	-1,285
99-011100 Corporation income and excess profits taxes	182,289	190,944	194,412
Legislative proposal, subject to PAYGO		-102	2,210
99-015250 Other Federal fund excise taxes	1,710	-36	29
Legislative proposal, subject to PAYGO			-22
99-015300 Estate and gift taxes	19,845	20,436	20,542
Legislative proposal, subject to PAYGO			-1
99-015500 Tobacco excise tax	5,873	5,926	5,900
99-015600 Alcohol excise tax	7,257	7,251	7,254
99-015700 Telephone excise tax	4,543	4,864	5,129
99-031050 Other Federal fund customs duties	11,370	11,987	12,235
Legislative proposal, subject to PAYGO			-658
99-089400 Ozone depleting chemicals tax	130	55	30
General Fund Governmental receipts	999,481	1,037,506	1,076,429
Offsetting receipts from the public:			
20-143500 General fund proprietary interest receipts, not otherwise classified, Treasury	173	173	173
20-144100 Interest on loans to the District of Columbia	3	3	2
20-145000 Interest payments from States, Cash management improvement	57	61	60
20-146100 Interest on loans to United Kingdom	25	22	20
20-146310 Interest on quota in International Monetary Fund	439	439	439
20-148400 Interest on deposits in tax and loan accounts	948	920	920
20-149900 Net interest received from direct loan financing accounts	4,988	5,552	6,392
20-261300 Proceeds from the sale of United States Enrichment Corporation		1,600	
20-286800 Dollar conversion of foreign currency loan repayments, Treasury	9	9	9
20-296100 Repayment of loans to United Kingdom	108	110	112
20-322000 All other general fund proprietary receipts, Treasury	964	1,486	1,000
Legislative proposal, subject to PAYGO			-21
20-387500 Budget clearing account (suspense)	-38	-40	-40
General Fund Offsetting receipts from the public	7,676	10,335	9,066

Intragovernmental payments:				
13-141000	Interest on investment, economic development revolving fund	4	4	3
14-142400	Interest on investment, Colorado River projects	70	72	55
14-142700	Interest on advances to Colorado River Dam Fund, Boulder Canyon project	14	14	13
20-135100	Interest on loans to BPA	417	378	398
20-135400	Interest on loans for housing for the elderly or handicapped	637	361	309
20-135500	Interest on loans to Land Acquisition and Development Fund, PADC		176	
20-136100	Interest on loans to the Secretary of Transportation, Railroad rehabilitation and improvement fund	6	6	6
20-136300	Interest on loans for college housing and academic facilities loans, Education	12	12	11
20-140100	Interest on loans to Commodity Credit Corporation	95	150	203
20-140500	Interest on loans to H.U.D., college housing loans, ED.	4	10	10
20-141700	Interest on loans to Tennessee Valley Authority	3	6	5
20-141800	Interest on loans to Federal Financing Bank	4,171	3,142	2,758
20-142500	Interest on loans to Rural Development Insurance Fund	107	136	130
20-143300	Interest on loans to National flood insurance fund, FEMA	20	54	52
20-143900	Interest on loans to Rural Telephone Bank	7		
20-149500	Interest payments on repayable advances to the Black Lung Disability Trust Fund	471	494	516
20-149700	Payment of interest on advances to the Railroad Retirement Board	244	246	241
20-241600	Charges for administrative expenses of Social Security Act as amended	334	325	305
20-320000	Receivables from cancelled accounts, Treasury	362	200	200
20-388500	Undistributed intragovernmental payments, Treasury	203		
72-138000	Interest on loans to A.I.D. Housing Guaranty Program	10	10	10
73-142800	Interest on advances to Small Business Administration	162	151	114
91-142200	Interest on loans, Higher Education Facilities Loan Fund	2	3	2
General Fund Intragovernmental payments		7,355	5,950	5,341

OTHER CONSOLIDATED RECEIPT ACCOUNTS

(in millions of dollars)

	1997 actual	1998 est.	1999 est.	
20-977910	Employing agency contributions, miscellaneous trust funds, government-wide		1	1
20-977920	Interest, miscellaneous trust funds, government-wide	1	1	1

GENERAL PROVISIONS—DEPARTMENT OF THE TREASURY

[SEC. 110. Any obligation or expenditure by the Secretary in connection with law enforcement activities of a Federal agency or a Department of the Treasury law enforcement organization in accordance with 31 U.S.C. 9703(g)(4)(B) from unobligated balances remaining in the Fund on September 30, 1998, shall be made in compliance with reprogramming guidelines.]

SEC. [111] 110. Appropriations to the Department of the Treasury in this Act shall be available for uniforms or allowances therefor, as authorized by law (5 U.S.C. 5901), including maintenance, repairs, and cleaning; purchase of insurance for official motor vehicles operated in foreign countries; purchase of motor vehicles without regard to the general purchase price limitations for vehicles purchased and used overseas for the current fiscal year; entering into contracts with the Department of State for the furnishing of health and medical services to employees and their dependents serving in foreign countries; and services authorized by 5 U.S.C. 3109.

SEC. [112] 111. The funds provided to the Bureau of Alcohol, Tobacco and Firearms for fiscal year [1998] 1999 in this Act for the enforcement of the Federal Alcohol Administration Act shall be

expended in a manner so as not to diminish enforcement efforts with respect to section 105 of the Federal Alcohol Administration Act.

SEC. [113] 112. Not to exceed 2 percent of any appropriations in this Act made available to the Federal Law Enforcement Training Center, Financial Crimes Enforcement Network, Bureau of Alcohol, Tobacco and Firearms, United States Customs Service, and United States Secret Service may be transferred between such appropriations upon [the] advance [approval of] notice submitted to the House and Senate Committees on Appropriations. No transfer may increase or decrease any such appropriation by more than 2 percent.

SEC. [114] 113. Not to exceed 2 percent of any appropriations in this Act made available to the Departmental Offices, Office of Inspector General, Financial Management Service, and Bureau of the Public Debt, may be transferred between such appropriations upon [the] advance [approval of] notice submitted to the House and Senate Committees on Appropriations. No transfer may increase or decrease any such appropriation by more than 2 percent.

[SEC. 115. The Secretary of the Treasury shall pay from amounts transferred to the "Departmental Offices" appropriation, up to \$26,034 to reimburse Secret Service personnel for any attorney fees and costs they incurred with respect to investigation by the Department of the Treasury Inspector General concerning testimony provided to Congress: *Provided*, That the Secretary of the Treasury shall pay an individual in full upon submission by the individual of documentation verifying the attorney fees and costs: *Provided further*, That the liability of the United States shall not be inferred from enactment of or payment under this provision: *Provided further*, That the Secretary of the Treasury shall not pay any claim filed under this section that is filed later than 120 days after the date of enactment of this Act: *Provided further*, That payment under this provision, when accepted, shall be in full satisfaction of all claims of, or on behalf of, the individual Secret Service agents who were the subjects of said investigation.]

[SEC. 116. (a)(1) Effective beginning on the date determined under paragraph (2), the compensation and other emoluments attached to the Office of Secretary of the Treasury shall be those that would then apply if Public Law 103-2 (107 Stat. 4; 31 U.S.C. 301 note) had never been enacted.

(2) Paragraph (1) shall become effective on the later of—

(A) the day after the date on which the individual holding the Office of Secretary of the Treasury on January 1, 1997, ceases to hold that office; or

(B) the date of the enactment of this Act.

(3) Nothing in this subsection shall be considered to affect the compensation or emoluments due to any individual in connection with any period preceding the date determined under paragraph (2).

(b) Subsection (b) of the first section of the public law referred to in subsection (a)(1) of this section shall not apply in the case of any appointment the consent of the Senate to which occurs on or after the date of the enactment of this Act.

(c) This section shall not be limited (for purposes of determining whether a provision of this section applies or continues to apply) to fiscal year 1998.]

[SEC. 117. (a) Requirement of Advance Submission of Treasury Testimony.—During the fiscal year covered by this Act, any officer or employee of the Department of the Treasury who is scheduled to testify before the Committee on Appropriations of the House of Representatives or the Senate, or any of its subcommittees, shall, not less than 7 calendar days (excluding Saturdays, Sundays, and Federal legal public holidays) preceding the scheduled date of the testimony, submit to the committee or subcommittee—

(1) a written statement of the testimony to be presented, regardless of whether such statement is to be submitted for inclusion in the record of the hearing; and

(2) any other written information to be submitted for inclusion in the record of the hearing.

(b) Limitation on Treasury Clearance Process.—None of the funds made available in this Act may be used for any clearance process within the Department of the Treasury that could cause a submission beyond the specified time, as officially transmitted by the committee, of—

(1) any corrections to the transcript copy of testimony given before the Committee on Appropriations of the House of Representatives or the Senate, or any of its subcommittees; or

(2) any information to be provided in writing in response to an oral or written request by such committee or subcommittee for specific information for inclusion in the record of the hearing.

(c) Exception.—The time periods established in subsections (a) and (b) shall not apply to any specific testimony, or corrections, if the Secretary of the Treasury—

- (1) determines that special circumstances prevent compliance; and
- (2) submits to the committee or subcommittee involved a written notification of such determination, including the Secretary's estimate of the time periods required for specific testimony, information, or corrections.]

[SEC. 118. (a) New Rates of Basic Pay.—Section 501 of the District of Columbia Police and Firemen's Salary Act of 1958 (District of Columbia Code, section 4-416), is amended—

- (1) in subsection (b)(1), by striking "Interior" and all that follows through "Treasury," and inserting "Interior";

(2) by redesignating subsection (c) as subsection (b)(3);

(3) in subsection (b)(3) (as redesignated)—

(A) by striking "or to officers and members of the United States Secret Service Uniformed Division"; and

(B) by striking "subsection (b) of this section" and inserting "this subsection"; and

(4) by adding after subsection (b) the following new subsection:

"(c)(1) The annual rates of basic compensation of officers and members of the United States Secret Service Uniformed Division, serving in classes corresponding or similar to those in the salary schedule in section 101 (District of Columbia Code, section 4-406), shall be fixed in accordance with the following schedule of rates:

"SALARY SCHEDULE

Salary class and title	Service steps								
	1	2	3	4	5	6	7	8	9
Class 1: Private	29,215	30,088	31,559	33,009	35,331	37,681	39,128	40,593	42,052
Class 4: Sergeant	39,769	41,747	43,728	45,718	47,715	49,713			
Class 5: Lieutenant	45,148	47,411	49,663	51,924	54,180				
Class 7: Captain	52,523	55,155	57,788	60,388					
Class 8: Inspector	60,886	63,918	66,977	70,029					
Class 9: Deputy Chief	71,433	76,260	81,113	85,950					
Class 10: Assistant Chief	84,694	90,324	95,967						
Class 11: Chief of the United States Secret Service Uniformed Division	98,383	104,923							

"(2) Effective at the beginning of the first applicable pay period commencing on or after the first day of the month in which an adjustment takes effect under section 5303 of title 5, United States Code (or any subsequent similar provision of law), in the rates of pay under the General Schedule (or any pay system that may supersede such schedule), the annual rates of basic compensation of officers and members of the United States Secret Service Uniformed Division shall be adjusted by the Secretary of the Treasury by an amount equal to the percentage of such annual rate of pay which corresponds to the overall percentage of the adjustment made in the rates of pay under the General Schedule.

"(3) Locality-based comparability payments authorized under section 5304 of title 5, United States Code, shall be applicable to the basic pay under this section, except locality-based comparability payments may not be paid at a rate which, when added to the rate of basic pay otherwise payable to the officer or member, would cause the total to exceed the rate of basic pay payable for level IV of the Executive Schedule.

"(4) Basic pay, and any locality pay combined with basic pay may not be paid by reason of any provision of this subsection (disregarding any locality-based comparability payment payable under Federal law) at a rate in excess of the rate of basic pay payable for level V of the Executive Schedule contained in subchapter II of chapter 53 of title 5, United States Code.

"(5) Any reference in any law to the salary schedule in section 101 (District of Columbia Code, section 4-406) with respect to officers and members of the United States Secret Service Uniformed Division shall be considered to be a reference to the salary schedule in paragraph (1) of this subsection as adjusted in accordance with this subsection.

"(6)(A) Except as otherwise permitted by or under law, no allowance, differential, bonus, award, or other similar cash payment under this title or under title 5, United States Code, may be paid to an officer or member of the United States Secret Service Uniformed Division in a calendar year if, or to the extent that, when added to the total basic pay paid or payable to such officer or member for service performed in such calendar year as an officer or member, such payment would cause the total to exceed the annual rate of basic pay payable for level I of the Executive Schedule, as of the end of such calendar year.

"(B) This paragraph shall not apply to any payment under the following provisions of title 5, United States Code:

- "(i) Subchapter III or VII of chapter 55, or section 5596.
- "(ii) Chapter 57 (other than section 5753, 5754, or 5755).
- "(iii) Chapter 59 (other than section 5928).

"(7)(A) Any amount which is not paid to an officer or member of the United States Secret Service Uniformed Division in a calendar year because of the limitation under paragraph (6) shall be paid to such officer or member in a lump sum at the beginning of the following calendar year.

"(B) Any amount paid under this paragraph in a calendar year shall be taken into account for purposes of applying the limitations under paragraph (6) with respect to such calendar year.

"(8) The Office of Personnel Management shall prescribe regulations as may be necessary (consistent with section 5582 of title 5, United States Code) concerning how a lump-sum payment under paragraph (7) shall be made with respect to any employee who dies before an amount payable to such employee under paragraph (7) is made."

(b) Conversion to New Salary Schedule.—

(1)(A) Effective on the first day of the first pay period beginning after the date of enactment of this section, the Secretary of the Treasury shall fix the rates of basic pay for members of the United States Secret Service Uniformed Division in accordance with this paragraph.

(B) Subject to subparagraph (C), each officer and member receiving basic compensation, immediately prior to the effective date of this section, at one of the scheduled rates in the salary schedule in section 101 of the District of Columbia Police and Firemen's Salary Act of 1958, as adjusted by law and as in effect prior to the effective date of this section, shall be placed in and receive basic compensation at the corresponding scheduled service step of the salary schedule under subsection (a)(4).

(C)(i) The Assistant Chief and the Chief of the United States Secret Service Uniformed Division shall be placed in and receive basic compensation in salary class 10 and salary class 11, respectively, in the appropriate service step in the new salary class in accordance with section 304 of the District of Columbia Police and Firemen's Salary Act of 1958 (District of Columbia Code, section 4-413).

(ii) Each member whose position is to be converted to the salary schedule under section 501(c) of the District of Columbia Police and Firemen's Salary Act of 1958 (District of Columbia Code, section 4-416(c)) as amended by this section, in accordance with subsection (a) of this section, and who, prior to the effective date of this section has earned, but has not been credited with, an increase in his or her rate of pay shall be afforded that increase before such member is placed in the corresponding service step in the salary schedule under section 501(c).

(2) Except in the cases of the Assistant Chief and the Chief of the United States Secret Service Uniformed Division, the conversion of positions and individuals to appropriate classes of the salary schedule under section 501(c) of the District of Columbia Police and Firemen's Salary Act of 1958 (District of Columbia Code, section 4-416(c)) as amended by this section, and the initial adjustments of rates of basic pay of those positions and individuals, in accordance with paragraph (1) of this subsection, shall not be considered to be transfers or promotions within the meaning of section 304 of the District of Columbia Police and Firemen's Salary Act of 1958 (District of Columbia Code, section 4-413).

(3) Each member whose position is converted to the salary schedule under section 501(c) of the District of Columbia Police and Firemen's Salary Act of 1958 (District of Columbia Code, section 4-416(c)) as amended by this section, in accordance with subsection (a) of this section, shall be granted credit for purposes of such member's first service step adjustment under the salary schedule in such section 510(c) for all satisfactory service performed by the member since the member's last increase in basic pay prior to the adjustment under that section.

(c) Limitation on Pay Period Earnings.—The Act of August 15, 1950 (64 Stat. 477), (District of Columbia Code, section 4-1104), is amended—

(1) in subsection (h), by striking "any officer or member" each place it appears and inserting "an officer or member of the Metropolitan Police force; or of the Fire Department of the District of Columbia; or of the United States Park Police";

(2) by redesignating subsection (h)(3) as subsection (i); and

(3) by inserting after paragraph (2) the following new paragraph:

"(3)(A) no premium pay provided by this section shall be paid to, and no compensatory time is authorized for, any officer or member of the United States Secret Service Uniformed Division whose rate of basic pay, combined with any applicable locality-based comparability payment, equals or exceeds the lesser of—

"(i) 150 percent of the minimum rate payable for grade GS-15 of the General Schedule (including any applicable locality-based comparability payment under section 5304 of title 5, United States Code or any similar provision of law, and any applicable special rate of pay under section 5305 of title 5, United States Code or any similar provision of law); or

"(ii) the rate payable for level V of the Executive Schedule contained in subchapter II of chapter 53 of title 5, United States Code.

"(B) In the case of any officer or member of the United States Secret Service Uniformed Division whose rate of basic pay, combined with any applicable locality-based comparability payment, is less than the lesser of—

"(i) 150 percent of the minimum rate payable for grade GS-15 of the General Schedule (including any applicable locality-based comparability payment under section 5304 of title 5, United States Code or any similar provision of law, and any applicable special rate of pay under section 5305 of title 5, United States Code or any similar provision of law); or

"(ii) the rate payable for level V of the Executive Schedule contained in subchapter II of chapter 53 of title 5, United States Code, such premium pay may be paid only to the extent that such payment would not cause such officer or member's aggregate rate of compensation to exceed such lesser amount with respect to any pay period."

(d) Savings Provision.—On the effective date of this section, any existing special salary rates authorized for members of the United States Secret Service Uniformed Division under section 5305 of title 5, United States Code (or any previous similar provision of law) and any special rates of pay or special pay adjustments under section 403, 404, or 405 of the Federal Law Enforcement Pay Reform Act of 1990 applicable to members of the United States Secret Service Uniformed Division shall be rendered inapplicable.

(e) Conforming Amendment.—The Federal Law Enforcement Pay Reform Act of 1990 (104 Stat. 1466) is amended by striking subsections (b)(1) and (c)(1) of section 405.

(f) Effective Date.—The provisions of this section shall become effective on the first day of the first pay period beginning after the date of enactment of this Act.]

[SEC. 119. Section 117 of the Treasury, Postal Service, and General Government Appropriations Act, 1997 (as contained in section 101(f) of division A of Public Law 104-208) is hereby repealed.]

SEC. 120. Based on results of industry response to the Request for Proposals, in tax-year 1998, the Internal Revenue Service shall initiate a pilot project which would pay qualified returns preparers, electronic return originators, or transmitters who electronically forward and file tax returns (form 1040 and related information returns) properly formatted and accepted by the Internal Revenue Service, up to \$3.00 per return so filed if such payments are determined by the Commissioner of the Internal Revenue Service to be in the best interest of the Government: *Provided*, That the payment may not be made unless the electronic filing service is provided without charge to the taxpayer whose return is so filed: *Provided further*, That the Internal Revenue Service shall use standard procurement processes to establish this pilot project and through these processes,

the Internal Revenue Service shall assure the security of all electronic transmissions and the full protection of the privacy of taxpayer data.]

[SEC. 121. Subsection (a) of section 5378 of title 5, United States Code, is amended to read as follows:

"(a) The Secretary of the Department of the Treasury, or his designee, in his sole discretion shall fix the rates of basic pay for positions within the police forces of the United States Mint and the Bureau of Engraving and Printing without regard to the pay provisions of title 5, United States Code, except that no entry-level police officer shall receive basic pay for a calendar year that is less than the basic rate of pay for General Schedule GS-7 and no executive security official shall receive basic compensation for a calendar year that exceeds the basic rate of pay for General Schedule GS-15.".]

114. *The Secretary is authorized to promote the benefits of and encourage the use of electronic tax administration programs, as they become available, through the use of mass communications and other means. Additionally, the Secretary may implement procedures to pay appropriate incentives to commercial concerns for electronic filing services: Provided, That such payment may not be made unless the electronic filing service is provided without charge to the taxpayer whose return is so filed: Provided further, That the Internal Revenue Service shall assure the security of all electronic transmissions and the full protection of the privacy of taxpayer data.*

[SEC. 122. (a) The Secretary of the Treasury is authorized to receive all unavailable collections transferred from the Special Forfeiture Fund established by section 26073 of the Anti-Drug Abuse Act of 1988 (21 U.S.C. 1509) by the Director of the Office of Drug Control Policy as a deposit into the Treasury Forfeiture Fund (31 U.S.C. 9703(a)), to become available for obligation on October 1, 1998, as revenue available for purposes identified under 31 U.S.C. 9703(g)(4)(B).]

[(b) Paragraph (3)(C) of section 9703(g) of title 31, United States Code, is amended by adding after the last sentence of that paragraph as amended by Public Law 104-208, the following sentence: "Unobligated balances remaining pursuant to section 4(B) of 9703(g) shall also be carried forward."]

(c) Paragraph (4)(B) of section 9703(g) of title 31, United States Code, is amended by striking ", subject to subparagraph (C)," from the first and only sentence of that paragraph.]

[SEC. 123. Notwithstanding any other provision of law, the Secretary of the Treasury shall establish the port of Kodiak, Alaska as a port of entry and United States Customs Service personnel in Anchorage, Alaska shall serve such port of entry. There are authorized to be appropriated such sums as necessary to cover the costs associated with the performance of customs functions using such United States Customs Service personnel.]

[SEC. 124. None of the funds made available by this Act may be used by the Inspector General to contract for advisory and assistance services that has the meaning given such term in section 1105(g) of title 31, United States Code.] (*Treasury Department Appropriations Act, 1998.*)

TITLE V—GENERAL PROVISIONS

THIS ACT

SEC. 501. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.

SEC. 502. The expenditure of any appropriation under this Act for any consulting service through procurement contract, pursuant to 5 U.S.C. 3109, shall be limited to those contracts where such expenditures are a matter of public record and available for public inspection, except where otherwise provided under existing law, or under existing Executive order issued pursuant to existing law.

SEC. 503. None of the funds made available by this Act shall be available for any activity or for paying the salary of any Government employee where funding an activity or paying a salary to a Government employee would result in a decision, determination, rule, regulation, or policy that would prohibit the enforcement of section 307 of the Tariff Act of 1930.

SEC. 504. None of the funds made available by this Act shall be available in fiscal year [1998] 1999, for the purpose of transferring control over the Federal Law Enforcement Training Center located at Glynco, Georgia, and Artesia, New Mexico, out of the Department of the Treasury.

[SEC. 505. The Office of Personnel Management may, during the fiscal year ending September 30, 1998, and hereafter, accept dona-

THIS ACT—Continued

tions of supplies, services, land, and equipment for the Federal Executive Institute and Management Development Centers to assist in enhancing the quality of Federal management.]

SEC. [506] 505. No part of any appropriation contained in this Act shall be available to pay the salary for any person filling a position, other than a temporary position, formerly held by an employee who has left to enter the Armed Forces of the United States and has satisfactorily completed his period of active military or naval service, and has within 90 days after his release from such service or from hospitalization continuing after discharge for a period of not more than 1 year, made application for restoration to his former position and has been certified by the Office of Personnel Management as still qualified to perform the duties of his former position and has not been restored thereto.

SEC. [507] 506. No funds appropriated pursuant to this Act may be expended by an entity unless the entity agrees that in expending the assistance the entity will comply with sections 2 through 4 of the Act of March 3, 1933 (41 U.S.C. 10a–10c, popularly known as the “Buy American Act”).

SEC. [508] 507. (a) Purchase of American-Made Equipment and Products.—In the case of any equipment or products that may be authorized to be purchased with financial assistance provided under this Act, it is the sense of the Congress that entities receiving such assistance should, in expending the assistance, purchase only American-made equipment and products.

(b) Notice to Recipients of Assistance.—In providing financial assistance under this Act, the Secretary of the Treasury shall provide to each recipient of the assistance a notice describing the statement made in subsection (a) by the Congress.

SEC. [509] 508. If it has been finally determined by a court or Federal agency that any person intentionally affixed a label bearing a “Made in America” inscription, or any inscription with the same meaning, to any product sold in or shipped to the United States that is not made in the United States, such person shall be ineligible to receive any contract or subcontract made with funds provided pursuant to this Act, pursuant to the debarment, suspension, and ineligibility procedures described in sections 9.400 through 9.409 of title 48, Code of Federal Regulations.

SEC. [510] 509. Except as otherwise specifically provided by law, not to exceed 50 percent of unobligated balances remaining available at the end of fiscal year [1998] 1999 from appropriations made available for salaries and expenses for fiscal year [1998] 1999 in this Act, shall remain available through September 30, [1999] 2000, for each such account for the purposes authorized: *Provided*, That [a request] notice shall be submitted to the House and Senate Committees on Appropriations [for approval] prior to the expenditure of such funds: *Provided further*, That these requests shall be made in compliance with reprogramming guidelines.

SEC. [511] 510. None of the funds made available in this Act may be used by the Executive Office of the President to request from the Federal Bureau of Investigation any official background investigation report on any individual, except when it is made known to the Federal official having authority to obligate or expend such funds that—

(1) such individual has given his or her express written consent for such request not more than 6 months prior to the date of such request and during the same presidential administration; or

(2) such request is required due to extraordinary circumstances involving national security.

[SEC. 512. (a) Prohibiting Reappointment of Members of Federal Election Commission.—Section 306(a)(2)(A) of the Federal Election Campaign Act of 1971 (2 U.S.C. 437c(a)(2)(A)) is amended by striking “for terms of 6 years” and inserting “for a single term of 6 years”.

(b) Applicability.—The amendment made by subsection (a) shall apply with respect to individuals nominated by the President to be members of the Federal Election Commission after December 31, 1997.]

[SEC. 513. No funds appropriated by this Act shall be available to pay for an abortion, or the administrative expenses in connection with any health plan under the Federal employees health benefit program which provides any benefits or coverage for abortions.]

[SEC. 514. The provision of section 513 shall not apply where the life of the mother would be endangered if the fetus were carried to term, or the pregnancy is the result of an act of rape or incest.]

[SEC. 515. Section 1 under the subheading “General Provision” under the heading “Office of Personnel Management” under title IV

of the Treasury, Postal Service and General Government Appropriations Act, 1992 (Public Law 102–141; 105 Stat. 861; 5 U.S.C. 5941 note), as amended by section 532 of the Treasury, Postal Service and General Government Appropriations Act, 1995 (Public Law 103–329; 108 Stat. 2413), and by section 5 under the heading “General Provisions—Office of Personnel Management” under title IV of the Treasury, Postal Service, and General Government Appropriations Act, 1996 (Public Law 104–52; 109 Stat. 490), is further amended by striking “1998” both places it appears and inserting “2000”.]

[SEC. 516. (a) Title 5, United States Code, is amended—

(1) in section 8334 by adding at the end the following new subsection:

“(m) A Member who has served in a position in the executive branch for which the rate of basic pay was reduced for the duration of the service of the Member to remove the impediment to the appointment of the Member imposed by article I, section 6, clause 2 of the Constitution, or the survivor of such a Member, may deposit to the credit of the Fund an amount equal to the difference between the amount deducted from the basic pay of the Member during that period of service and the amount that would have been deducted if the rate of basic pay which would otherwise have been in effect during that period had been in effect, plus interest computed under subsection (e).”;

(2) in section 8337(a) by striking “or (q)” and inserting “(q), or (r)”;

(3) in section 8339—

(A) in subsections (f) and (i) through (m) by striking “and (q) of this section” and “and (q)” each time either appears and inserting “(q), and (r)”;

(B) in subsection (g) by striking “or (q) of this section” each time it appears and inserting “(q), or (r)”;

(C) by adding at the end the following new subsection:

“(r) The annuity of a Member who has served in a position in the executive branch for which the rate of basic pay was reduced for the duration of the service of the Member in that position to remove the impediment to the appointment of the Member imposed by article I, section 6, clause 2 of the Constitution, shall, subject to a deposit in the Fund as provided under section 8334(m), be computed as though the rate of basic pay which would otherwise have been in effect during that period of service had been in effect.”;

(4) in section 8341(b)(1) and (d) by striking “and (q) of this title” each place it appears and inserting “(q), and (r)”;

(5) in section 8334a(c) by striking “and (q) of section 8339 of this title” and inserting “(q), and (r) of section 8339”;

(6) in section 8344(a)(A) by striking “and (q) of this title” and inserting “(q), and (r)”;

(7) in section 8415 by adding at the end the following new subsection:

“(h) The annuity of a Member who has served in a position in the executive branch for which the rate of basic pay was reduced for the duration of the service of the Member in that position to remove the impediment to the appointment of the Member imposed by article I, section 6, clause 2 of the Constitution, shall, subject to a deposit in the Fund as provided under section 8422(g), be computed as though the rate of basic pay which would otherwise have been in effect during that period of service had been in effect.”.

(8) in section 8422 by adding at the end the following new subsection:

“(g) A Member who has served in a position in the executive branch for which the rate of basic pay was reduced for the duration of the service of the Member to remove the impediment to the appointment of the Member imposed by article I, section 6, clause 2 of the Constitution, or the survivor of such a Member, may deposit to the credit of the Fund an amount equal to the difference between the amount deducted from the basic pay of the Member during that period of service and the amount that would have been deducted if the rate of basic pay which would otherwise have been in effect during that period had been in effect, plus interest computed under section 8334(e).”;

(9) in section 8468 by striking “through (f)” and inserting “through (g)”.

(b) The amendments made by subsection (a) shall be applicable to any annuity commencing before, on, or after the date of enactment of this Act, and shall be effective with regard to any payment made after the first month following the date of enactment.]

[SEC. 517. (a) Section 5948 of title 5, United States Code, is amended—

(1) in subsection (d) by striking the second sentence and inserting the following: “No agreement shall be entered into under this section later than September 30, 2000, nor shall any agreement cover a period of service extending beyond September 30, 2002.”; and

(2) in subsection (j)(2)(A) by striking “September 30, 1997” and inserting “September 30, 2000”.

(b) Section 3 of the Federal Physicians Comparability Allowance Act of 1978 (5 U.S.C. 5948 note) is amended by striking “September 30, 1999” and inserting “September 30, 2002”.

(c) The amendments made by this section shall take effect on the date of enactment of this Act.]

[SEC. 518. (a)(1) Section 8341 of title 5, United States Code, is amended by adding at the end the following:

“(k)(1) Subsections (b)(3)(B), (d)(ii), and (h)(3)(B)(i) (to the extent that they provide for termination of a survivor annuity because of a remarriage before age 55) shall not apply if the widow, widower, or former spouse was married for at least 30 years to the individual on whose service the survivor annuity is based.

“(2) A remarriage described in paragraph (1) shall not be taken into account for purposes of section 8339(j)(5)(B) or (C) or any other provision of this chapter which the Office may by regulation identify in order to carry out the purposes of this subsection.”.

(2) Such section 8341 is further amended—

(A) in subsections (b)(3)(B) and (d)(ii) by striking “remarries” and inserting “except as provided in subsection (k), remarries”; and

(B) in subsection (h)(3)(B)(i) by striking “in” and inserting “except as provided in subsection (k), in”.

(b)(1)(A) Section 8442(d) of title 5, United States Code, is amended by adding at the end the following:

“(3) Paragraph (1)(B) (relating to termination of a survivor annuity because of a remarriage before age 55) shall not apply if the widow or widower was married for at least 30 years to the individual on whose service the survivor annuity is based.”.

(B) Subsection (d)(1)(B) of such section 8442 is amended by striking “remarries” and inserting “except as provided in paragraph (3), remarries”.

(2)(A) Section 8445 of title 5, United States Code, is amended by adding at the end the following:

“(h)(1) Subsection (c)(2) (to the extent that it provides for termination of a survivor annuity because of a remarriage before age 55) shall not apply if the former spouse was married for at least 30 years to the individual on whose service the survivor annuity is based.

“(2) A remarriage described in paragraph (1) shall not be taken into account for purposes of section 8419(b)(1)(B) or any other provision of this chapter which the Office may by regulation identify in order to carry out the purposes of this subsection.”.

(B) Subsection (c)(2) of such section 8445 is amended by striking “shall” and inserting “except as provided in subsection (h), shall”.

(c) The amendments made by this section shall apply with respect to remarriages occurring on or after January 1, 1995.] (*Treasury and General Government Appropriations Act, 1998.*)