

Department of the Treasury  
Department-wide Systems and  
Capital Investments Program

Congressional Budget  
Justification and Annual  
Performance Report and Plan

FY 2019

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## Section I – Budget Request

### A – Mission Statement

Improve infrastructure, modernize business processes, and increase efficiency through capital investments that support the missions of all Treasury bureaus and programs.

### B – Summary of the Request

The Department-wide Systems and Capital Investments Program (DSCIP) account provides a mechanism for Treasury to fund capital investments that have complex contracts with projects that span several fiscal years. Treasury owns and operates two historic office buildings in downtown Washington, D.C. – the Main Treasury Building and the Freedman’s Bank Building (FBB). In FY 2016, Treasury conducted an assessment of both buildings and found a range of needs that include immediate safety/health risks, capital renewal to address systematic and mechanical failure, and building modernization. It is estimated that it will cost \$95.5 million to address all of the issues identified in the report. The Department plans to work through these accumulated needs over time. The FY 2019 request of \$4.0 million addresses Phase II of the Main Treasury roof replacement and the exterior façade repair and restoration of the FBB. This investment supports the Treasury goal to Achieve Operational Excellence.

### 1.1 - Appropriations Detail Table

Dollars in Thousands

| Department-wide Systems and Capital Investments Program | FY 2017<br>Enacted |                | FY 2018<br>Annualized CR |                | FY 2019<br>Request |                | FY 2018 to FY 2019 |                |           |               |
|---|--------------------|----------------|--------------------------|----------------|--------------------|----------------|--------------------|----------------|-----------|---------------|
|   | FTE                | AMOUNT         | FTE                      | AMOUNT         | FTE                | AMOUNT         | FTE                | AMOUNT         | FTE       | % Change      |
| <b>New Appropriated Resources</b>                       |                    |                |                          |                |                    |                |                    |                |           |               |
| Department-wide Systems and Capital Investments Program | 0                  | \$3,000        | 0                        | \$2,980        | 0                  | \$4,000        | \$0                | \$1,020        | NA        | 34.23%        |
| <b>Total Budgetary Resources</b>                        | <b>0</b>           | <b>\$3,000</b> | <b>0</b>                 | <b>\$2,980</b> | <b>0</b>           | <b>\$4,000</b> | <b>0</b>           | <b>\$1,020</b> | <b>NA</b> | <b>34.23%</b> |

Note: The FY 2017 Enacted column reflects levels appropriated in H.R. 255, the Consolidated Appropriations Act of 2017. For further details on the execution of these resources see the 2019 Budget *Appendix* chapter for the Department of the Treasury.

### 1.2 – Budget Adjustments Table

Dollars in Thousands

| Department-wide Systems and Capital Investments Program  | FTE      | Amount         |
|--|----------|----------------|
| <b>FY 2018 Annualized Continuing Resolution</b>          | <b>0</b> | <b>\$2,980</b> |
| <b>Changes to Base:</b>                                  |          |                |
| Non-Recur  | 0        | (\$2,980)      |
| Subtotal Changes to Base                                 | 0        | (\$2,980)      |
| <b>Total FY 2019 Base</b>                                | <b>0</b> | <b>\$0</b>     |
| <b>Program Changes:</b>                                  |          |                |
| Program Increases:                                       | 0        | \$4,000        |
| Phase II Main Treasury Roof Replacement                  | 0        | \$2,000        |
| Freedman’s Bank Building Exterior Repair and Restoration | 0        | \$2,000        |
| <b>Total FY 2019 Request</b>                             | <b>0</b> | <b>\$4,000</b> |

### C – Budget Increases and Decreases Description

**Non-Recurring Costs ..... -\$2,980,000 / +0 FTE**  
Non-Recur -\$2,980,000 / +0 FTE

In the FY 2018 Annualized Continuing Resolution, \$2,980,000 is provided for Phase I of the Main Treasury building roof replacement, new electrical service to the FBB, and fire safety for FBB stairwells.

**Program Increases ..... +\$4,000,000 / +0 FTE**  
Phase II Main Treasury Roof Replacement +\$2,000,000 / +0 FTE

The Main Treasury Building roof has reached its normal life expectancy and routine maintenance can no longer prevent leaks. This request continues the roof replacement project proposed with the FY 2018 request.

Freedman's Bank Building Exterior Repair and Restoration +\$2,000,000 / +0 FTE

The exterior façade has never undergone a comprehensive restoration and currently reflects nearly 100 years of wear and pollutants. Similar to the roofing system, the exterior façade is experiencing leaks at numerous locations which compromise the interior finishes and the occupant health and safety. Perimeter walls at the basement and sub-basement levels have been leaking for years as a result of systematic building failures. As with the Treasury Building, FBB will require full exterior scaffolding in order to access the areas requiring work. The masonry restoration will provide a watertight envelope and stabilize all the historic fabric. The scope will address repair, cleaning, and repointing of all masonry surfaces.

### 1.3 – Operating Levels Table

Dollars in Thousands

| Department-wide Systems and Capital Investments Program | FY 2017        | FY 2018        | FY 2019        |
|---|----------------|----------------|----------------|
| Object Classification                                   | Enacted        | Annualized CR  | Request        |
| 25.2 - Other services from non-Federal sources          | 300            | 0              | 0              |
| 32.0 - Land and structures                              | 2,700          | 2,980          | 4,000          |
| <b>Total Non-Personnel</b>                              | <b>\$3,000</b> | <b>\$2,980</b> | <b>\$4,000</b> |
| <b>New Budgetary Resources</b>                          | <b>\$3,000</b> | <b>\$2,980</b> | <b>\$4,000</b> |
| <b>FTE</b>  | <b>0</b>       | <b>0</b>       | <b>0</b>       |

Note: The FY 2017 Enacted column reflects levels appropriated in H.R. 255, the Consolidated Appropriations Act of 2017. For further details on the execution of these resources see the 2019 Budget *Appendix* chapter for the Department of the Treasury.

D – Appropriations Language and Explanation of Changes

| Appropriations Language   | Explanation of Changes |
|---|------------------------|
| <p style="text-align: center;">DEPARTMENT OF THE TREASURY<br/>DEPARTMENTAL OFFICES<br/><i>Federal Funds</i></p> <p style="text-align: center;"><b>DEPARTMENT-WIDE SYSTEMS AND<br/>CAPITAL INVESTMENTS PROGRAM<br/>(INCLUDING TRANSFER OF FUNDS)</b></p> <p><i>For development and acquisition of automatic data processing equipment, software, and services and for repairs and renovations to buildings owned by the Department of the Treasury, \$4,000,000, to remain available until September 30, 2021: Provided, 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 under this heading shall be used to support or supplement "Internal Revenue Service, Operations Support" or "Internal Revenue Service, Business Systems Modernization".</i></p> <p>Note.—A full-year 2018 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Act, 2018 (Division D of P.L. 115–56, as amended). The amounts included for 2018 reflect the annualized level provided by the continuing resolution.</p> |                        |

**E – Legislative Proposals**

The DSCIP has no legislative proposals.

## Section II – Annual Performance Plan and Report

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### A – Strategic Alignment

The DSCIP account provides a mechanism for Treasury to fund capital investments that have complex contracts with projects that span several fiscal years. Through the DSCIP account, the Treasury has been able to develop a Treasury-wide human resources information technology solution as well as fund the continual repair and restoration of the Main Treasury Building the FBB.

DSCIP projects support the following strategic objective for Strategic Goal 5, to achieve operational excellence:

- Objective 5.2 – Treasury Infrastructure: Better enable mission delivery by improving the reliability, security, and resiliency of Treasury’s infrastructure.

### B – Budget and Performance by Budget Activity

#### 2.1.1 Department-wide Systems and Capital Investments Program Resources and Measures

Dollars in Thousands

| Resource Level               | FY 2013<br>Actual | FY 2014<br>Actual | FY 2015<br>Actual | FY 2016<br>Actual | FY 2017<br>Actual | FY 2018<br>Annualiz<br>ed CR | FY 2019<br>Request |
|------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|------------------------------|--------------------|
| Appropriated Resources       | 0                 | \$2,725           | \$2,725           | \$1,250           | \$8,263           | \$2,980                      | \$4,000            |
| <b>Budget Activity Total</b> | <b>0</b>          | <b>\$2,725</b>    | <b>\$2,725</b>    | <b>\$1,250</b>    | <b>\$8,263</b>    | <b>\$2,980</b>               | <b>\$4,000</b>     |
| <b>FTE</b>                   | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>                     | <b>0</b>           |

#### Department-wide Systems and Capital Investments Program

*(\$4,000,000 from direct appropriations):*

DSCIP enables the Department to make investments in capital improvements that support the missions of all Treasury bureaus and programs.

#### Treasury Building - Repairs and Renovations

The Main Treasury Building and the FBB are owned by the Department and are Departmental Offices’ capital investments. The Main Treasury Building is the oldest departmental building and the third oldest federally occupied building in Washington, preceded only by the Capitol and the White House. The age and historical significance of the buildings, considered by some to be national treasures, create special conditions that do not exist in many other Federal office facilities. Continual upkeep, with close attention to historic preservation, is necessary in order to continue occupying these buildings. The FY 2018 request focuses on life safety, improved electrical service, and roof replacement. The FY 2019 request continues to focus on roof replacement and begins FFB exterior repair and renovation.

With the publication of the Treasury Strategic Plan for FY 2018-2022, Treasury will work in FY 2018 to baseline its performance against the new strategic objectives. This could result in additional changes to performance measures in the FY 2020 budget.

### **Section III – Additional Information**

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#### **A – Summary of Capital Investments**

A summary of capital investment resources, including major information technology and non-technology investments can be found at:

<http://www.treasury.gov/about/budget-performance/Pages/summary-of-capital-investments.aspx>

This website also contains a digital copy of this document.