

## Office of Inspector General

Dollars in Thousands

Budget Activity	FY 2022	FY 2023	FY 2024	FY 2023 to FY 2024	
	Operating Plan	Operating Plan	Request	\$ Change	% Change
Audit	\$31,095	\$35,853	\$36,103	\$250	1%
Investigations	\$11,180	\$13,025	\$13,077	\$52	0%
<b>Subtotal, OIG</b>	<b>\$42,275</b>	<b>\$48,878</b>	<b>\$49,180</b>	<b>\$302</b>	<b>1%</b>
Offsetting Collections - Reimbursable	\$12,000	\$12,000	\$12,000	\$0	0%
Resources from Other Accounts	\$10,959	\$10,122	\$10,122	\$0	0%
<b>Program Total Operating Level</b>	<b>\$22,959</b>	<b>\$22,122</b>	<b>\$22,122</b>	<b>\$0</b>	<b>0%</b>
<b>Total Budgetary Resources</b>	<b>\$65,234</b>	<b>\$71,000</b>	<b>\$71,302</b>	<b>\$302</b>	<b>0%</b>
Direct FTE	190	210	210	0	0%
<b>Total Full-time Equivalents (FTE)</b>	<b>190</b>	<b>210</b>	<b>210</b>	<b>0</b>	<b>0%</b>

Resources from Other Accounts include Pandemic Funds and FY 2022 Full-time Equivalents reflect actuals.

Appropriated resources were provided by the Consolidated Appropriations Act, 2021, and the American Rescue Plan Act of 2021.

1. \$6.5 million for oversight, monitoring, and recoupment of the Emergency Rental Assistance program.
2. \$3 million for oversight of the Emergency Rental Assistance program.
3. \$2.6 million for oversight of the Homeowner Assistance Fund.
4. \$35 million for oversight of the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) (Funding received in FY 2020)
5. Offsetting Collections includes \$1 million for SSBCI Reimbursable Authority (Supporting the Small Business Jobs Act of 2010).

### Summary

The FY 2024 request for \$49,180,000 for the Office of Inspector General (OIG) will be used to support ongoing critical audit, investigative, and mission-support activities and pandemic relief programs. The request maintains current services, supporting the increased FY 2023 funding OIG received to support unfunded Coronavirus State and Local Recovery Funds (SLFRF) oversight and data analytics and information technology support staff. The request also funds activities to meet the requirements of the Inspector General Act of 1978, as amended, and other statutes including, but not limited to: the Cybersecurity Act of 2015; Dodd-Frank Wall Street Reform and Consumer Protection Act (Dodd-Frank); Federal Information Security Modernization Act of 2014 (FISMA); Federal Information Technology Acquisition Reform Act; Government Management Reform Act; Payment Integrity Information Act of 2019 (PIIA); Federal Deposit Insurance Act; Small Business Jobs Act of 2010; the Government Charge Card Abuse Protection Act of 2012; Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States Act of 2012 (RESTORE Act); the Coronavirus Aid, Relief, and Economic Security Act (CARES); the Consolidated Appropriations Act, 2021; and the American Rescue Plan Act (ARP). Specific mandates include (1) audits of the Department's financial statements, (2) audits and/or evaluations of the Department's information systems security program and practices as required by FISMA, (3) assessments of the Department's cyber security information sharing, (4) audits of improper payments and recoveries under PIIA, (5) risk assessments and audits of charge card programs, (6) audits of air carrier pandemic payroll, and (7) material loss reviews of failed insured depository institutions regulated by the Office of the Comptroller of the Currency (OCC). The OIG will also conduct audits of the Department's highest risk programs and operations and respond to stakeholder requests for specific work, including: (1) new initiatives; (2) cyber threats; (3) Bank Secrecy Act, anti-money laundering, and anti-terrorist financing enforcement; (4) information technology acquisition and project management; and (5) certain Treasury Pandemic Relief programs.

Within its jurisdictional boundaries, the OIG also conducts audit of the highest risk programs and operations of the Gulf Coast Ecosystem Restoration Council (Council) established under the RESTORE Act. The highest risk programs and operations identified as the Council’s management and performance challenges include: (1) Federal Statutory and Regulatory Compliance, and (2) Grant and Interagency Agreement Compliance Monitoring.

The OIG will continue its investigative work to prevent, detect, and investigate complaints of fraud, waste, and abuse impacting Treasury programs and operations. This includes the detection and prevention or deterrence of employee misconduct and fraud.

This year, the OIG is working to align budget activities and performance measures to the new objectives in the Treasury FY 2022 – 2026 Strategic Plan. This work will include benchmarking performance and may result in changes to performance measures in the FY 2024 Budget.

***FY 2024 Budget Highlights***

Dollars in Thousands

<b>Office of Inspector General</b>	<b>FTE</b>	<b>Amount</b>
<b>FY 2023 Enacted</b>	<b>210</b>	<b>\$48,878</b>
<b>Changes to Base:</b>		
Maintaining Current Levels (MCLs):	0	\$2,091
Pay Annualization (2023 4.6% average pay raise)	0	\$414
Pay Raise (2024 5.2% average pay raise)	0	\$1,419
Non-Pay	0	\$258
Adjustments to Meet Current Operating Levels	0	(\$1,789)
Subtotal Changes to Base	0	\$302
<b>FY 2024 Current Services</b>	<b>210</b>	<b>\$49,180</b>
<b>FY 2024 President's Budget Request</b>	<b>210</b>	<b>\$49,180</b>

***FY 2024 Budget Adjustments***

**Maintaining Current Levels (MCLs).....+\$2,091,000 / +0 FTE**

Pay Annualization (4.6%) +\$414,000 / +0 FTE

Funds are requested for annualization of the January 2023 4.6% average pay raise.

Pay Raise (5.2% in 2024) +\$1,419,000 / +0 FTE

Funds are requested for a 5.2% average pay raise in January 2024.

Non-Pay +\$258,000 / +0 FTE

Funds are requested for non-labor expenses such as travel, contracts, rent, supplies, and equipment.

**Other Adjustments .....-\$1,789,000 / -0 FTE**

Adjustments to Meet Current Operating Levels -\$1,789,000 / -0 FTE

This reduction to current operating levels includes GSA rent reduction and reduction in contractual services. The rent reduction savings will be realized due to the closure of the Treasury Boston Office and the reduction of the Washington DC Office space and the associated overhead cost in contractual services.

## ***Legislative Proposals***

OIG has no legislative proposals.

## ***Performance Highlights***

Budget Activity	Performance Measure	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
		Actual	Actual	Actual	Actual	Target	Target
Audit	Number of Completed Audit Products	79	85	80	76	82	82
Audit	Percent of Statutory Audits Completed by the Required Date	100	100	100	100	100	100
Investigations	Percentage of All Cases Closed During the Fiscal Year That Were Referred for Criminal/Civil Prosecution or Treasury Administrative Action	80	91	100	100	80	80

## ***Description of Performance Department***

The Office of Audit (OA) completed 76 audit products in FY 2022 and expects to complete 82 in FY 2023. In FY 2022, OA met its mandated audit requirements.

In keeping with the OIG's strategy to maintain a highly skilled and motivated workforce, the OIG plans and executes a meaningful body of work designed to help ensure the integrity, efficiency, and effectiveness of programs and operations across OIG's jurisdiction while looking for opportunities to improve them.

In FY 2022, OI exceeded the 80 percent target for Investigative Performance Measure by referring 100 percent of investigations for criminal/civil/administrative action. OI opened 130 new investigations (48 percent increase from FY 2021) and closed 51 investigations. The OIG also referred 13 investigations that substantiated administrative violations against a Treasury employee to the appropriate regulated bureau for action. In addition, the OIG referred 67 investigations for criminal prosecution and 9 investigations for civil prosecution. In FY 2022, OI charged and/or indicted 24 subjects. Ongoing investigations resulted in 3 subjects sentenced which resulted in fines, seizures, restitution, penalties, and settlements of more than \$10.9 million.

The Pandemic Response Accountability Committee (PRAC) established a Fraud Task Force to serve as a resource for the Inspectors General (IG) community by merging investigative resources into those areas where the need is the greatest, currently pandemic loan fraud. Agents from Offices of Inspectors General (OIG) across the Government are detailed to work on Task Force cases. These agents have partnered with prosecutors at the Department of Justice's Fraud Section and at United States Attorneys' Offices across the country.

Department of the Treasury (Treasury) OIG has eight agents who are assigned to the PRAC Fraud Task Force on a part-time basis. The agents are assigned Paycheck Protection Program cases while continuing to work their existing Treasury OIG caseload. This initiative allows Treasury OIG to make a broader contribution to the IG community by assisting with investigations that might otherwise remain unstaffed.

OIG continues to support frequent congressional inquiries, sensitive investigative requests from the Council of the Inspectors General on Integrity and Efficiency, and annual peer reviews of other Offices of Inspector General, thus ensuring a high level of professionalism within the Inspector General community.