

Financial Crimes Enforcement Network

Program Summary by Budget Activity

Dollars in Thousands

Budget Activity	FY 2016	FY 2017	FY 2018	FY 2017 TO FY 2018	
	Enacted	Annualized CR	Request	\$ Change	% Change
BSA Administration and Analysis	\$112,979	\$112,764	\$112,764	\$0	0.00%
Subtotal, FINCEN	\$112,979	\$112,764	\$112,764	\$0	0%
Offsetting Collections - Reimbursables	\$3,000	\$3,000	\$3,000	\$0	0.00%
Recovery from Prior Years	\$500	\$500	\$500	\$0	0.00%
Total Program Operating Level	\$116,500	\$116,264	\$116,264	\$0	0.00%
Direct FTE	278	338	332	(6)	-1.78%
Reimbursable FTE	1	1	1	0	0.00%
Total FTE	279	339	333	(6)	-1.77%

Note: FY 2016 is showing actual FTE usage. The 338 Direct FTE in FY 2017 is a reduction from 343 enacted in FY 2016 due to the absorption of the 2017 pay raise and 2016 pay annualization.

Summary

FinCEN is a bureau in the U.S. Department of the Treasury. The Director of FinCEN reports to the Under Secretary for Terrorism and Financial Intelligence. FinCEN's mission is to safeguard the financial system from illicit use and combat money laundering and promote national security through the collection, analysis, and dissemination of financial intelligence and strategic use of financial authorities.

FinCEN FY 2018 Budget Highlights

Dollars in Thousands

Financial Crimes Enforcement Network (FINCEN)	FTE	Amount
FY 2017 Annualized CR	338	\$112,764

Changes to Base:

Maintaining Current Levels (MCLs):	-	\$2,276
Pay-Raise	-	\$783
Pay Annualization	-	\$287
Non-Pay	-	\$1,206
Efficiency Savings	-	(\$1,206)
Efficiency Savings	-	(\$1,206)
Subtotal Changes to Base	-	\$1,070
Total FY 2018 Base	338	\$113,834

Program Changes:

Program Decreases	(6)	(\$1,070)
Program Staffing Reductions	(6)	(\$1,070)
Subtotal Program Changes	(6)	(\$1,070)
Total FY 2018 Request	332	\$112,764

Note: The 338 FTE in FY 2017 is a reduction from 343 enacted in FY 2016 due to the absorption of the 2017 pay raise and 2016 pay annualization.

FY 2018 Budget Adjustments

Adjustments to Request

Maintaining Current Level (MCLs)

Pay-Raise +\$783,000 / +0 FTE

Funds are requested for the proposed January 2018 pay-raise.

Pay Annualization +\$287,000 / +0 FTE

Funds are requested for annualization of the January 2017 pay-raise.

Non-Pay +\$1,206,000 / +0 FTE

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

Efficiency Savings

Efficiency Savings -\$1,206,000 / +0 FTE

These efficiencies are a result of reductions in printing and savings realized through re-evaluated or negotiated contracts.

Program Decreases

Program Staffing Reductions -\$1,070,000 / -6 FTE

This reduction will be taken across several FinCEN program areas. FinCEN will evaluate open positions for possible absorption of workload associated with positions lost through attrition.

Explanation of Budget Activities

BSA Administration and Analysis (\$112,764,000 from direct appropriations, \$3,000,000 from reimbursable resources)

This activity comprises FinCEN's efforts to develop and issue regulations under the Bank Secrecy Act (BSA); enforce compliance with the BSA in partnership with regulatory partners and as the sole BSA regulator across numerous industries; receive BSA reports and maintain a database; analyze and disseminate

financial intelligence to federal, state, and local law enforcement, federal and state regulators, foreign financial intelligence units (FIU), and industry; and serve as the U.S. FIU and maintain a network of information sharing with FIUs in partner countries.

Legislative Proposals

FinCEN has no legislative proposals.

FinCEN Performance Highlights

Budget Activity	Performance Measures	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2014 – FY 2016
		Actual	Actual	Actual	Target	Target	Trend
BSA Administration and Analysis	Percentage of Users Finding That the Financial Intelligence Collected by FinCEN Pursuant to its Regulations Provides Valuable Information to Safeguard the Financial System, Combat Money Laundering, and Counter Terrorist Financing	81.0	83.0	84.0	85.0	86.0	
BSA Administration and Analysis	Percentage of Users Satisfied with FinCEN Information Sharing Systems	78.0	80.0	83.0	84.0	84.0	

Key: DISC - Discontinued, B - Baseline

Description of Performance

FinCEN conducts annual surveys of users on the utility and value of FinCEN's information, analysis, and systems. The results provide valuable feedback on FinCEN's performance safeguarding the financial system from illicit use, combatting money laundering and promoting national security.

FinCEN tracks the percentage of users finding that financial intelligence collected by FinCEN pursuant to its regulations provides valuable information to safeguard the financial system, combat money laundering, and counter terrorist financing. This measure supports FinCEN Strategic Objective 1.1 to adopt strong AML/CFT regulatory safeguards. In FY 2016, FinCEN met its target of 84 percent, with 84 percent finding value. FinCEN

attained this result by continued emphasis on on-line training for users of the FinCEN Query tool for their unique cases and situations. The target increases to 85 percent and 86 percent in FY 2017 and FY 2018.

FinCEN tracks the percentage of users satisfied with FinCEN information sharing systems. This measure supports FinCEN Strategic Objective 2.2 to develop and support effective technology systems to collect and analyze financial intelligence from private industry and share it with domestic and foreign government partners. The measure represents user satisfaction with the BSA E-Filing System, FinCEN Query, and the Egmont Secure Web. In FY 2016, FinCEN exceeded its target of 80 percent with 83 percent of the users satisfied with information sharing

systems. FinCEN strives to provide systems with fast response times. FinCEN also continues to receive positive feedback on the usefulness of the data, and for knowledgeable and courteous user support. In FY 2017 and FY 2018 targets are set at 84.