

Department of the Treasury
Financial Stability Oversight
Council

Congressional Budget
Justification

FY 2026

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Section I – Budget Request

A – Mission Statement

To identify risks to the financial stability of the United States, to promote market discipline, and to respond to emerging threats to the stability of the U.S. financial system.

B – Summary of the Request

The Financial Stability Oversight Council (FSOC) is estimating fiscal year (FY) 2026 obligations of \$14.8 million, which includes \$10.309 million for the FSOC Secretariat and the Office of the Independent Member with Insurance Expertise, and \$4.5 million to reimburse the Federal Deposit Insurance Corporation (FDIC) for certain expenses as required by law. This FY 2026 estimate represents a decrease of \$1.5 million from the FY 2025 revised estimate. This decrease aligns with the Administration’s initiative to improve government efficiency and effectiveness and will streamline staffing to focus on maximum efficiency.

Table 1.1 – Resources Detail

Dollars in Thousands

Budgetary Resources	FY 2024 Actuals		FY 2025 Revised Estimate		FY 2026 Estimate		FY 2025 to FY 2026 % Change	
Revenue/Offsetting Collections	FTE	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE	AMOUNT
Assessments	0	\$14,650	0	\$10,613	0	\$9,859	NA	-7.1%
Interest	0	\$729	0	\$497	0	\$372	NA	-25.2%
Recoveries	0	\$306	0	\$683	0	\$180	NA	-73.6%
Restoration of Sequestration Rescission	0	\$869	0	\$877	0	\$633	NA	-27.8%
Unobligated Balances from Prior Years	0	\$9,014	0	\$8,663	0	\$6,123	NA	-29.3%
Total Revenue/Offsetting Collections	0	\$25,568	0	\$21,333	0	\$17,167	NA	-19.5%
Obligations								
FSOC	36	\$11,312	35	\$12,211	27	\$10,309	-23.8%	-15.6%
FDIC	0	\$3,201	0	\$4,157	0	\$4,500	NA	8.2%
Total Expenses/Obligations	36	\$14,513	35	\$16,368	27	\$14,809	-23.8%	-9.5%
Sequestration Reduction		(\$877)		(\$633)		(\$583)		
Net Results	36	\$10,178	35	\$4,332	27	\$1,775	-23.8%	-59.0%

Note: FSOC is financed through assessments on certain bank holding companies and nonbank financial companies. (See Treasury’s [final rule](#).) For information regarding current and historical assessment rates: <https://www.financialresearch.gov/budget/>. The funding for the first six months of operating expenses and 12 months of capital expenses are reflected in Unobligated Balances from Prior Years. This is because the first assessment covering the fiscal year beginning October 1 is collected on September 15 of the prior fiscal year.

Table 1.2 – Budget Adjustments

Dollars in Thousands

	FTE	Amount
FY 2025 Estimate	48	\$19,787
Program Changes:		
FSOC - Staffing Decreases	(13)	(\$3,419)
FY 2025 Revised Estimate	35	\$16,368
Changes to Base:		
Maintaining Current Levels (MCLs):	0	\$50
Pay Annualization (FY 2025 2.0% average pay raise)	0	\$50
Efficiency Savings	0	(\$50)
Absorption of MCLs	0	(\$50)
Program Decreases	(8)	(\$1,559)
FSOC - Staffing Decreases	(8)	(\$1,559)
Subtotal Program Changes	(8)	(\$1,559)
FSOC Secretariat	19	\$12,885
FSOC Independent Insurance Member	3	\$668
Departmental Offices - Office of General Counsel	5	\$1,256
Total FY 2026 President's Budget Request	27	\$14,809

Note: FSOC will achieve a final end-state staffing level of no more than 19 FSOC Secretariat employees.

C – Budget Increases and Decreases Description**FY 2025 Program Decreases -\$3,419,000 / -13 FTE**Staffing Decreases - \$3,419,000 / -13 FTE

To align with the Administration's initiative to improve Government efficiency and effectiveness, the Department of the Treasury (Treasury) and FSOC are implementing a staffing streamlining effort with a focus on maximum efficiency.

FY 2026 Maintaining Current Levels (MCLs) +\$50,000 / +0 FTEPay Annualization (2.0% in 2025) + \$50,000 / +0 FTE

Funds are required for annualization of the January 2025 2.0% average pay raise.

Efficiency Savings -\$50,000 / -0 FTEAbsorption of MCLs - \$50,000 / -0 FTE

Program will absorb costs for the annualization of the January 2025 average pay raise.

FY 2026 Program Decreases -\$1,559,000 / -8 FTEStaffing Decreases - \$1,559,000 / -8 FTE

To align with the Administration's initiative to improve Government efficiency and effectiveness, Treasury and FSOC are implementing a staffing streamlining effort with a focus on maximum efficiency.

Table 1.3 – Object Classification (Schedule O) Obligations

Dollars in Thousands

Object Classification	FY 2024 Actual Obligations	FY 2025 Estimated Obligations	FY 2026 Estimated Obligations
11.1 - Full-time permanent	\$5,020	\$4,916	\$4,408
11.3 - Other than full-time permanent	551	401	324
11.5 - Other personnel compensation	223	182	162
11.9 - Personnel Compensation (Total)	5,794	5,499	4,894
12.0 - Personnel benefits	1,907	1,783	1,587
Total Personnel and Compensation Benefits	\$7,701	\$7,282	\$6,481
21.0 - Travel and transportation of persons	128	94	63
25.1 - Advisory and assistance services	460	350	237
25.2 - Other services from non-Federal sources	23	24	16
25.3 - Other goods and services from Federal sources	5,723	8,045	7,648
26.0 - Supplies and materials	335	482	326
31.0 - Equipment	57	91	39
32.0 - Land and structures	86	0	0
99.5 - Adjustment for rounding	0	0	(1)
Total Non-Personnel	\$6,812	\$9,086	\$8,328
Total Obligations	\$14,513	\$16,368	\$14,809
Full-time Equivalents (FTE)	36	35	27

D – Appropriations Language and Explanation of Changes

FSOC receives no appropriations from Congress.

E – Legislative Proposals

FSOC has no legislative proposals.

Section II – Additional Information**A – Summary of Capital Investments**

A summary of capital investments, including major information technology and non-technology investments, can be accessed at <https://www.treasury.gov/about/budget-performance/Pages/summary-of-capital-investments.aspx>.