

## Office of Financial Research

### *Program Summary by Budget Activity*

Dollars in Thousands

Budget Activity	FY 2025 Actual	FY 2026 Estimate	FY 2027 Estimate	FY 2026 to FY 2027	
				\$ Change	% Change
Data Center	\$20,964	\$18,752	\$16,570	(\$2,182)	-12%
Technology Center	\$38,565	\$30,051	\$20,625	(\$9,426)	-31%
Research and Analysis Center	\$14,712	\$13,239	\$8,519	(\$4,720)	-36%
Leadership, Operations, and Support Services	\$26,266	\$23,462	\$16,248	(\$7,214)	-31%
<b>Total Program Operating Level</b>	<b>\$100,507</b>	<b>\$85,504</b>	<b>\$61,962</b>	<b>(\$23,542)</b>	<b>-28%</b>
<b>Total Full-time Equivalents (FTE)</b>	<b>189</b>	<b>72</b>	<b>72</b>		

Note: The division breakouts for FY 2026 and FY 2027 are preliminary and subject to change

### *Summary*

The Office of Financial Research (OFR or Office) is estimating a fiscal year (FY) 2027 funding level of \$61.962 million, which is \$23.542 million below its FY 2026 operating level. To continue supporting the Administration's policy priorities, OFR is focused on the following activities for FY 2027, which align with the Office's statutory authorities:

- Collecting, standardizing, and protecting data on behalf of the Council;
- Performing applied research and analysis, and
- Providing risk measurement and monitoring tools.

In FY 2025, the Office supported the Financial Stability Oversight Council and FSOC's member agencies in fulfilling its purposes and duties. The Office used its analytical capabilities and subject matter expertise to respond to Council research requests related to the relationships between financial markets, financial institutions, and the broader economy. The Office maintained its suite of financial stability monitoring tools and added new data and features to several of these tools, including the Money Market Fund Monitor (MMFM), Short-Term Funding Monitor (STFM), Financial Stress Index (FSI), and the Bank Systemic Risk Monitor (BSRM). The Office also sustained its application program interface (API) for the STFM and the Hedge Fund Monitor (HFM), enabling the ability to query the data without manual downloads. In addition, the Office engaged in collaborative research partnerships and hosted and participated in conferences, facilitating dialogue about emerging trends in financial stability.

The Office substantially closed a data gap with its new non-centrally cleared bilateral repurchase agreement (NCCBR) data collection, which made data on this market segment available to regulators for the first time. OFR's new collection has added over \$5 trillion in visible repo to the existing \$7 trillion that was observable in other segments. The Office also contributed to the development and implementation of global financial data standards through its work in several U.S. and international fora, including the Regulatory Oversight Committee (ROC), the International Organization for Standardization (ISO), and the Accredited Standards Committee X9 (ASC X9). In FY 2025, the Office released updated computational infrastructure that strengthened its capacity to support complex analytical workloads and meet evolving user requirements. While the Office decommissioned the Joint Analysis Data Environment (JADE), originally designed as a collaborative platform for all Council member agencies to conduct

analytical work and research, the Office sustained the OFR Analytics Environment as its core internal analytics platform.

The Office narrowed its focus to the Administration’s three priorities within the Office’s mission and leveraged artificial intelligence (AI) to streamline operations and enhance service delivery while increasing efficiency. AI implementations, like the introduction of a general service chatbot called ChatOFR, enabled the workforce to focus on higher-value analytical and research activities. The Office reduced its FY 2025 budget by 11% and experienced a 47% decrease in its workforce. The Office rebalanced its responsibilities, limiting travel, service contractors, technology and training investments, research conference engagements, and data procurements.

Treasury and OFR began working in Fiscal Year 2025 to develop a staffing streamlining effort with a focus on maximum efficiency, as well as aligning OFR with initiatives to improve government efficiency and effectiveness. The planned reorganization reflects the outcome of this effort. The new OFR organization will retain its Research and Analysis Center and Data Center, as required by statute, while rationalizing support functions with the goal of achieving longer-term operating synergies through provision of common services by Treasury.

***Budget Highlights***

Dollars in Thousands

	FTE	Amount
<b>FY 2026 Estimate</b>	<b>72</b>	<b>\$85,504</b>
<b>Changes to Base:</b>		
Maintaining Current Levels (MCLs):	0	\$118
Pay Annualization (2026 1.0% average pay raise)	0	\$118
Efficiency Savings	0	(\$118)
Absorption of MCLs	0	(\$118)
Subtotal Changes to Base	0	\$0
<b>FY 2027 Current Services</b>	<b>72</b>	<b>\$85,504</b>
Program Changes:		
Program Decreases	0	(\$23,542)
Data Center	0	(\$2,182)
Technology Center	0	(\$9,426)
Research and Analysis Center	0	(\$4,720)
Leadership, Operations, and Support Services	0	(\$7,214)
<b>Subtotal Program Changes</b>	<b>0</b>	<b>(\$23,542)</b>
<b>FY 2027 Estimate</b>	<b>72</b>	<b>\$61,962</b>

***Budget Adjustments***

**Maintaining Current Levels (MCLs).....+\$118,000 / +0 FTE**

Pay Annualization (1.0% in 2026) +\$118,000 / +0 FTE

Funds are requested for annualization of the January 2026 1.0% average pay raise.

**Efficiency Savings.....-\$118,000 / -0 FTE**

Absorption of MCLs -\$118,000 / -0 FTE

Program will absorb costs for the annualization of the January 2026 average pay raise.

**Program Decreases .....-\$23,542,000 / -0 FTE**

OFR is completing the workforce reshaping effort to achieve its workforce targets. This represents a decrease in one-time staffing reduction costs associated with downsizing, such as severance pay and annual leave payouts, expected to occur in FY 2026 as well as minor non-pay net decreases.

- *One-time Staffing Reduction Costs, -\$23,505,000 / -0 FTE*
- *Non-pay net decreases, -\$37,000 / -0 FTE*

***Legislative Proposals***

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The Office has no legislative proposals.

***Performance Highlights***

Performance Measure	FY 2021 Actual	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Actual	FY 2026 Target	FY 2027 Target
Number of Legal Entity Identifiers (LEIs) Issued Cumulatively in the United States and Internationally	1,968,283	2,206,195	2,479,595	2,734,129	3,076,180	I	I
Number of Times That Financial Data Standards are Incorporated in Rules and Regulations	2	0	3	7	0	I	I
Percent of monitors updated during the reporting period	100	100	98	98	99	95	95
Timeliness of responses to the Council's research and analysis requests	100	100	100	100	100	95	95

Key: I – Indicator

***Description of Performance***

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The Office exceeded its performance targets in FY 2025. The Office continued to produce results, providing timely responses to the Council and regularly maintaining its public financial monitors. The result of zero financial data standards incorporated into rules and regulations reflects the Administration's deregulatory initiative.