



Working Capital Fund Quarterly Execution Report

Third Quarter, Fiscal Year 2019

July 31, 2019

Fiscal Year 2019 Report to Congress



**Homeland
Security**

Office of the Chief Financial Officer

Message from the Office of the Chief Financial Officer

July 31, 2019

I am pleased to provide the following report, "Working Capital Fund Quarterly Execution Report," for the third quarter of Fiscal Year (FY) 2019.

This report is submitted pursuant to language in the FY 2019 Department of Homeland Security Appropriations Act (P.L.116-6) and its accompanying Joint Explanatory Statement.

Pursuant to congressional requirements, this report is being provided to the following Members of Congress:

The Honorable Lucille Roybal-Allard
Chairwoman, House Appropriations Subcommittee on
Homeland Security

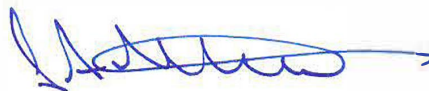
The Honorable Chuck Fleischmann
Ranking Member, House Appropriations Subcommittee on Homeland Security

The Honorable Shelley Moore Capito
Chairman, Senate Appropriations Subcommittee on Homeland Security

The Honorable Jon Tester
Ranking Member, Senate Appropriations Subcommittee on Homeland Security

Inquiries relating to this report may be directed to me at (202) 447-5751.

Sincerely,



Stacy Marcott
Acting Chief Financial Officer





Working Capital Fund Quarterly Execution Report Third Quarter, Fiscal Year 2019

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I. Legislative Language

This document has been prepared in response to the Fiscal Year (FY) 2019 Department of Homeland Security Appropriations Act (P.L. 116-6) and its accompanying Joint Explanatory Statement.

P.L. 116-6 states:

SEC. 504. Section 504 of the Department of Homeland Security Appropriations Act, 2017 (division F of Public Law 115–31), related to the operations of a working capital fund, shall apply with respect to funds made available in this Act in the same manner as such section applied to funds made available in that Act.

The Joint Explanatory Statement states:

Section 504. In addition, the Department shall submit quarterly WCF execution reports to the Committees that include activity level detail.

Additionally, P.L. 115-31 (referenced in P.L. 116-6) states:

The Department of Homeland Security Working Capital Fund, established pursuant to section 403 of Public Law 103–356 (31 U.S.C. 501 note), shall continue operations as a permanent working capital fund for fiscal year 2017...*Provided further*, That the Chief Financial Officer of the Department of Homeland Security shall submit a quarterly execution report with activity-level detail, not later than 30 days after the end of each quarter.

II. Third Quarter Execution Report

WCF Status of Funds											
CXOs	Description	FY 2019 Annual Plan ¹	Planned Execution ²	Allotment	Commitments	Obligations ³	Expenditures, Accruals, Upward Adjustments ⁴	Delta (Planned Exec. - OBL - EXP)	Exec Rate	Available Balance	Comments
CRSO	General Services Administration (GSA) Rent	168,618,833.00	139,953,626.00	139,953,626.00	1,153,691.00	23,061,557.21	115,449,194.37	1,442,874.42	99%	289,183.42	Not applicable (n/a)
ICE	Finance & Accounting Shared Services	25,513,054.00	19,134,790.00	19,134,790.00	-	2,267,825.41	16,866,963.49	1.10	100%	1.10	n/a
CFO	Integrated Audit	14,185,091.00	14,185,091.00	14,185,091.00	-	12,457,976.50	-	1,727,114.50	88%	1,727,114.50	Under-execution is due to final bill being 12% less than what was estimated.
CFO	Bankcard Program	49,367.00	49,367.00	49,367.00	-	-	-	49,367.00	0%	49,367.00	Delay in Interagency Agreement (IAA) with CBP. Obligation will be processed in Quarter 4 (Q4).
CFO	Treasure Information Executive Repository	1,424,940.00	1,103,194.00	1,103,194.00	3,873.00	344,504.20	627,915.45	130,774.35	88%	126,901.35	Q4 allocations to pay remaining invoices.
CHCO	Human Capital Business System	4,405,785.00	4,405,785.00	4,405,785.00	1,028,785.00	1,157,909.00	43,790.00	3,204,086.00	27%	2,175,301.00	Program office (OCIO) to accept obligations in Q4. Anticipate carryover identified could be used as an offset in FY 2020.
CHCO	Flexible Spending Plan	1,000,000.00	1,000,000.00	1,000,000.00	-	838,524.00	(57,994.00)	219,470.00	78%	219,470.00	Assessment amount was higher than projected. Anticipate carryover identified could be used as an offset in FY 2020.
CHCO	HQ Leadership Development	196,841.00	196,841.00	196,841.00	-	37,218.49	71,752.32	87,870.19	55%	87,870.19	Assessment amount was higher than projected. Anticipate carryover identified could be used as an offset in FY 2020.
CIO	Research Library & Information Services	9,644,502.00	9,644,502.00	9,644,502.00	-	5,672,001.00	3,833,224.00	139,277.00	99%	139,277.00	n/a
CIO	National Capital Region Infrastructure Operations	104,328,985.00	83,492,907.00	83,492,907.00	10,839,177.21	38,175,328.31	33,252,200.92	12,065,377.77	86%	1,226,200.56	Staff turnover during Quarter 3 (Q3) resulted in this IAA being delayed. Funds will be obligated in Q4.
I & A	Classified Local Area Network Operations	33,322,505.00	17,660,928.00	17,660,928.00	-	17,520,740.00	140,188.00	-	100%	-	n/a
CSO	Homeland Security Presidential Directive-12	20,266,007.00	18,239,406.00	18,239,406.00	5,697,874.36	5,460,154.79	6,679,935.15	6,099,316.06	67%	401,441.70	\$5.8M in Q3 commitments; award to be issued in Q4.
CHCO	e-Training	6,940,554.00	6,940,554.00	6,940,554.00	2,056,769.00	556,951.00	2,797,500.00	3,586,103.00	48%	1,529,334.00	Remaining funds to be executed against 3 different contracts in Q4.
CRSO	Mail Services	12,779,593.00	12,779,593.00	12,779,593.00	-	3,549,080.52	9,167,740.46	62,772.02	100%	62,772.02	n/a
CRSO	Parking Services	-	-	-	-	-	-	-	-	-	-
CRSO	Transit Subsidy	6,255,021.00	6,255,021.00	6,255,021.00	4,399,526.00	662,859.47	235,740.53	5,356,421.00	14%	956,895.00	Funds were not required until Q4. Transit Washington Metropolitan Area Transit Authority contracts period of performance starts in Q4.
Fee-for-Service Subtotal		408,931,078.00	335,041,605.00	335,041,605.00	25,179,695.57	111,762,629.90	189,108,150.69	34,170,824.41	90%	8,991,128.84	

CXOs	Description	FY 2019 Annual Plan ¹	Planned Execution ²	Allotment	Commitments	Obligations ³	Expenditures, Accruals, Upward Adjustments ⁴	Delta (Planned Exec. - OBL - EXP)	Exec Rate	Available Balance	Comments
CFO	Interagency Council Funding	862,485.00	862,485.00	862,485.00	-	-	-	862,485.00	0%	862,485.00	Agreement draft was received from GSA late in Q3, will be obligated in Q4.
CHCO	USA Jobs	1,290,158.00	1,290,158.00	1,290,158.00	-	437,837.26	852,320.74	-	100%	-	n/a
CHCO	e - Enterprise Human Resources Integration	4,024,251.00	4,024,251.00	4,024,251.00	-	-	4,024,251.00	-	100%	-	n/a
CIO	e-Rulemaking	348,117.00	348,117.00	348,117.00	348,117.00	-	-	348,117.00	0%	-	Including commitments brings the percentage to 100%. Staff turnover during Q3 resulted in this IAA being delayed. Funds will be obligated in Q4.
CHCO	Human Resources Line of Business	273,913.00	273,913.00	273,913.00	-	-	273,913.00	-	100%	-	n/a
CIO	e-Gov Benefits	161,739.00	161,739.00	161,739.00	-	-	-	161,739.00	0%	161,739.00	Staff turnover during Q3 resulted in this IAA being delayed. Funds will be obligated in Q4.
CIO	E-Financial Line of Business	187,342.00	187,342.00	187,342.00	-	-	-	187,342.00	0%	187,342.00	Staff turnover during Q3 resulted in this IAA being delayed. Funds will be obligated in Q4.
CIO	Geospatial Line of Business	225,000.00	225,000.00	225,000.00	225,000.00	-	-	225,000.00	0%	-	Including commitments brings the percentage to 100%. Staff turnover during Q3 resulted in this IAA being delayed. Funds will be obligated in Q4.
CIO	Budget Formulation and Execution Line of Business	110,000.00	110,000.00	110,000.00	-	110,000.00	-	-	100%	-	n/a
CPO	e-Integrated Award Environment	944,275.00	944,275.00	944,275.00	-	-	-	944,275.00	0%	944,275.00	Contract to be awarded; funding is anticipated to be fully executed in Q4.
CFO	e-Integrated Financial Assistance Environment	472,485.00	354,364.00	354,364.00	-	202,102.00	-	152,262.00	57%	152,262.00	Late processing invoice. Payment to occur in Q4. Remaining funds to be allotted/obligated/invoiced in Q4.
CFO	Performance Management Line of Business	79,800.00	79,800.00	79,800.00	-	-	-	79,800.00	0%	79,800.00	IAA processed late in Q3. Obligation and invoicing to be done in Q4.
Government-Wide Mandated Service Subtotal		8,979,565.00	8,861,444.00	8,861,444.00	573,117.00	749,939.26	5,150,484.74	2,961,020.00	67%	2,387,903.00	
CIO	Capital Planning & Investment Control (CPIC)	6,946,416.00	5,780,480.00	5,780,480.00	2,508,345.00	1,824,263.00	932,109.00	3,024,108.00	48%	515,763.00	Including Commitments brings the percentage to 91%. A recompetit of the CPIC support contract has been delayed within OPO; this delayed award is the reason for the low execution rate.
CPO	Office of the Chief Procurement Officer Shared Reporting	4,966,443.00	4,966,443.00	4,966,443.00	3,845,869.00	1,120,574.00	-	3,845,869.00	23%	-	Delay in awarding contract. Funds are committed; obligation and new contract will be completed in Q4.
DHS Crosscutting Service Subtotal		11,912,859.00	10,746,923.00	10,746,923.00	6,354,214.00	2,944,837.00	932,109.00	6,869,977.00	36%	515,763.00	
TOTAL		429,823,502.00	354,649,972.00	354,649,972.00	32,107,026.57	115,457,406.16	195,190,744.43	44,001,821.41	88%	11,894,794.84	

Notes:

¹ Annual Plan under the FY 2019 Annual Plan. Includes carryover.

² Cumulative planned obligations and/or expenditures as of the end of the current quarter according to program office's spend plan.

³ Total cumulative FY 2019 funds obligated in the financial system through the end of the current quarter.

⁴ Total cumulative FY 2019 actual expenditures through the end of the current quarter.

Appendix: Abbreviations

Abbreviation	Definition
FY	Fiscal Year
GSA	General Services Administration
IAA	Interagency Agreement
N/A	Not Applicable
Q3	Quarter 3
Q4	Quarter 4