

## TITLE X

### INVESTING IN AMERICAN SECURITY, GROWTH, AND OPPORTUNITY

#### DEPARTMENT OF THE TREASURY

##### DEPARTMENTAL OFFICES

##### SALARIES AND EXPENSES

The recommendation includes an additional \$15,828,000 for the Department of the Treasury, Departmental Offices, which protects our national security through targeted financial actions, promotes the stability of the Nation's financial markets, and ensures the Government's ability to collect revenue and fund its operations. This would restore resources to support cybersecurity enhancements and other important efforts such as the Financial Innovation Lab and Treasury Digital Service team that will bring private sector best practices in the disciplines of design, software engineering, and product management to bear on the agency's most important services.

#### COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS

##### FUND PROGRAM ACCOUNT

The recommendation includes an additional \$13,000,000 for the Community Development Financial Institutions (CDFI) Fund. This funding would support the Native American CDFI Assistance Program that provides assistance to benefit Native communities that have historically lacked access to financial products and service, and the Healthy Food Financing Initiative that will enable CDFIs to enhance their financing solutions to deliver healthy food options to economically distressed communities with limited access to affordable and nutritious food.

#### INTERNAL REVENUE SERVICE

##### TAXPAYER SERVICES

The recommendation includes an additional \$161,446,000 for the Internal Revenue Taxpayer Services to support initiatives to allow the IRS to meet the expected increase in demand for taxpayer services as a result of tax-related provisions of

major legislation. These resources would enable the IRS to increasing its customer service telephone level of service to be responsive to a greater number of taxpayers and to reduce the time taxpayers must wait to connect with a representative. These resources would help the IRS to improve upfront identification and resolution for identity theft returns, enhance service options for taxpayers, and better assist low-income taxpayers and taxpayers in need of hardship relief.

## ENFORCEMENT

The recommendation includes an additional \$380,000,000 for the Internal Revenue Services, Enforcement to strengthen the integrity of the tax system by reversing declines in audit coverage that have posed risk to voluntary compliance. These resources would allow the IRS to expand programs to prevent identity theft-related refund fraud, protect taxpayer identities, and assist victims of identity theft. These additional resources are also intended to help reduce the backlog of identity theft cases associated with pre-refund and post-refund compliance activities; recover erroneous refunds due to fraud; prevent prisoner tax refund fraud; eliminate refund fraud by limiting the number of refunds that can be sent to a single bank account; and continue the expansion of the specialized clearinghouse that processes identity theft leads. In addition, these additional funds support efforts to identify and pursue U.S. taxpayers involved in abusive offshore tax schemes.

## OPERATIONS SUPPORT

The recommendation includes an additional \$817,554,000 for the Internal Revenue Service, Operations Support to help the IRS make critical investments to implement information technology changes to deliver tax credits and other requirements of administering the Tax Code and implementing tax-related mandates of major legislation. These resources would also restore resources for mainframes, servers, laptops, network devices, and communication equipment to keep IT infrastructure current for existing and newly developed IRS IT systems. With this funding, the IRS would be able to enhance systems security to help anticipate and protect against evolving threats; increase reliability of enterprise infrastructures to support increased electronic filing; increase the use of cloud and virtual environments; and expand the use of the next generation of advanced telecommunication technologies.

## BUSINESS SYSTEMS MODERNIZATION

The recommendation includes an additional \$105,450,000 for the Internal Revenue Service, Business Systems Modernization to allow the IRS to continue leveraging new technologies to develop critical information technology systems to support the taxpayer services and enforcement programs. These additional funds would support expansion of the capabilities of the CADE 2 relational database of taxpayer account information, enhance taxpayer's online experience, provide secure digital communications, and increase fraud detection, resolution, and prevention through the return review program.

## EXECUTIVE OFFICE OF THE PRESIDENT AND FUNDS APPROPRIATED TO THE PRESIDENT

### OFFICE OF MANAGEMENT AND BUDGET

The recommendation includes an additional \$5,691,000 for the Office of Management and Budget (OMB) to support work in developing and executing the President's Budget; oversee the performance of Federal agencies; and undertake numerous new responsibilities as dictated by Congress. These additional responsibilities include: implementing significant new reporting requirements associated with the Digital Accountability and Transparency Act of 2014 (DATA Act); scoring legislation for PAYGO, publishing the PAYGO scorecard, and sequester requirements; coordinating the development and quarterly reviews of cross agency priority goals and establishing a central performance.gov website with all agency strategic plans and priority goals information; working with the Department of Defense and other agencies to modernize personnel security; overseeing spending transparency via USASpending.gov; and coordinating and overseeing intellectual property enforcement. In addition, the recommended additional funds will support OMB's work to meet specific reporting requirements and build software to collect, compile, analyze, and validate program activity and object class obligations and outlays from executive branch agency financial systems on a quarterly basis as prescribed by the DATA Act.

## INFORMATION TECHNOLOGY OVERSIGHT AND REFORM

The recommendation includes an additional \$10,200,000 for Information Technology Oversight and Support to allow the Office of Management and Budget to advance three priorities. These resources would help protect information technology (IT) assets and information strengthen the government's cybersecurity defenses, including oversight of cybersecurity preparedness, identification and elimination of deficiencies to reduce overall risk; and support for cyber incident response. These resources would also help drive value in Federal IT investments by continuing an expanded and more rigorous application of PortfolioStat as a tool to assess the current maturity of agency's IT portfolio management process and make decisions on eliminating duplication, as well as advance implementation of the Federal Information Technology Acquisition Reform Act (FITARA). Additionally, these funds would help improve the government's capacity to deliver world-class digital services by adopting modern systems design and development practices and principles and deploy skilled targeted teams to improve the Government's highest impact digital services.

## DISTRICT OF COLUMBIA

### FEDERAL FUNDS

#### FEDERAL PAYMENT FOR RESIDENT TUITION SUPPORT

The recommendation includes an additional \$10,000,000 as a Federal payment for the District of Columbia to maintain postsecondary support for current students participating in the District of Columbia Tuition Assistance Grant program established by Congress in 1999. This program provides grants of up to \$10,000 annually for eligible undergraduate District students to attend eligible public four-year universities and colleges nationwide grants of up to \$2,500 for students to attend private institutions in the metropolitan area, private historically black colleges and universities (HBCUs) nationwide and public two-year community colleges nationwide. The additional resources would address expected shortfalls due to reduced availability of carryover funds and escalating growth in the average cost per student. The additional resources would also enable the program to target and provide postsecondary support to an additional 1,475 high school graduates who have disconnected from school and work or who were recently reengaged with high school programs after stopping-out.

#### FEDERAL PAYMENT TO THE DISTRICT OF COLUMBIA COURTS

The recommendation includes an additional \$20,000,000 for the District of Columbia Courts to support high priority capital projects under the District of Columbia Courts Master Plan for Facilities to meet the Courts' growing space requirements for conducting their business, including the Family Court established by Congress. The resources would help maintain and preserve safe and functional courthouse facilities, including proper security procedures, technology, personnel, and architectural features, to protect the safety of the persons and property within and around the courts and the integrity of the judicial process and administration of justice in our Nation's Capital.

## INDEPENDENT AGENCIES

### COMMODITY FUTURES TRADING COMMISSION

The recommendation includes an additional \$72,000,000 to support initiatives by the Commodity Futures Trading Commission (CFTC) to enhance its surveillance capabilities to keep pace with the increasing technological sophistication of the derivatives markets, particularly automated trading. These resources would help the CFTC to engage in the level of oversight necessary to detect excessive risk, fraud, abusive practices, and manipulation; increase enforcement capabilities over expanded and more complex markets; expand capabilities with respect to cybersecurity; examine the many new market participants as well as traditional market participants on a regular basis for compliance with the laws and rules; provide timely responses to concerns of the public and derivatives markets users to ensure that the markets work efficiently and effectively to facilitate price discovery and allow the hedging of risk; retain additional economists and other staff experts to perform critical analysis of market structure and developments; engage with international regulators to harmonize rules and supervision in light of increasing globalization of the markets; and maintain and improve critical information technology systems vital to enforcement and oversight.

### FEDERAL COMMUNICATIONS COMMISSION

#### SALARIES AND EXPENSES

The recommendation includes an additional \$23,832,000 for necessary expenses of the Federal Communications Commission. This amount supports essential information technology upgrades, and provides funds to start-up and support the Public Safety Answering Point Do-Not-Call Registry to ensure our nation's first

responders do not receive unsolicited telemarketing calls that tie up essential phone lines.

## GENERAL SERVICES ADMINISTRATION

### REAL PROPERTY ACTIVITIES

#### FEDERAL BUILDINGS FUND

The recommendation includes an additional \$849,500,000 for construction and acquisition of federal buildings and courthouses. This amount provides funding for a majority of the projects requested in the President's Budget. Completion of these projects would help improve the nation's security, save rental costs, and provide needed and appropriate space to help federal agencies achieve their missions.

The recommendation includes an additional \$844,583,000 for repair and alteration of federal buildings and courthouses. This amount funds a majority of the projects requested in the President's Budget. Addressing these projects would protect the Federal Government's investment in its buildings as well as the health and safety of its building occupants. Completion of these projects would begin to address the backlog of repair projects that has accumulated in recent years.

The recommendation includes an additional \$47,954,000 for the rental of space as requested by the President's Budget. These funds are necessary for payments GSA makes to lease privately-owned buildings and land under certain circumstances.

The recommendation includes an additional \$43,944,000 for building operations as requested by the President's Budget. These funds are necessary for payments GSA makes for building activities such as cleaning, protection, maintenance, and elevator operations.

## OFFICE OF PERSONNEL MANAGEMENT

### SALARIES AND EXPENSES

The recommendation includes an additional \$39,500,000 to expedite the migration of retirement services and background investigation systems to the more secure IT environment and for additional federal and contracted staff to support this migration effort. This acceleration would result in completion of the IT modernization system one year earlier than expected, which is important to help thwart future cyber threats.

## SECURITIES AND EXCHANGE COMMISSION

### SALARIES AND EXPENSES

The recommendation includes an additional \$222,000,000, to be fully offset by collection of fees, for the Securities and Exchange Commission (SEC) to enhance the agency's ability to police highly sophisticated markets. These resources would help the SEC retain specialists with quantitative expertise to analyze complex trading strategies; hire experienced attorneys to investigate and prosecute a growing number of highly complex enforcement actions; expand the cadre of examination staff to cover the expanding universe of complex entities coming under SEC jurisdiction; hire skilled staff to adequately supervise security-based swap dealers; increase coverage of investment advisers; and continue to develop and implement robust analytical models to identify regulated entities with high-risk profiles.

## SMALL BUSINESS ADMINISTRATION

### SALARIES AND EXPENSES

The recommendation includes an additional \$24,900,000 prevent severe setbacks to the Small Business Administration's efforts to modernize the Agency and enhance customer service. These resources would help the SBA accommodate expected increases resulting from mandatory salary and other pay adjustments and agency wide costs that would otherwise have to be absorbed through cuts in existing programs. This would allow SBA to continue to fund development of the SBA One platform that makes it easier for lending partners to process loans and substantially reduces the lending process time and cost; continue to invest in the LINC website that matches small business borrowers and lenders; create a digital services team or idea lab to leverage private sector efficiency and effectiveness in SBA's digital services; and make necessary investments comply with the May 2017 Data Act implementation deadline.

## ENTREPRENEURIAL DEVELOPMENT PROGRAMS

The recommendation includes an additional \$3,450,000 for the Entrepreneurial Development Programs to support the Growth Accelerators initiative that helps entrepreneurs start and scale their businesses. These resources would help 70 small businesses access seed capital, mentors and networking opportunities.

## ADMINISTRATIVE PROVISION

The recommendation includes language limiting the availability of funds in this title until enactment of the Bipartisan Budget Act of 2015, an act increasing the post-sequester discretionary caps contained in the Budget Control Act of 2011.