



**BUDGET** The United States  
Department of the Interior  
**JUSTIFICATIONS**

and Performance Information  
Fiscal Year 2019

**OFFICE OF  
INSPECTOR GENERAL**

NOTICE: These budget justifications are prepared for the Interior, Environment and Related Agencies Appropriations Subcommittees. Approval for release of the justifications prior to their printing in the public record of the Subcommittee hearings may be obtained through the Office of Budget of the Department of the Interior.



Printed on  
Recycled Paper



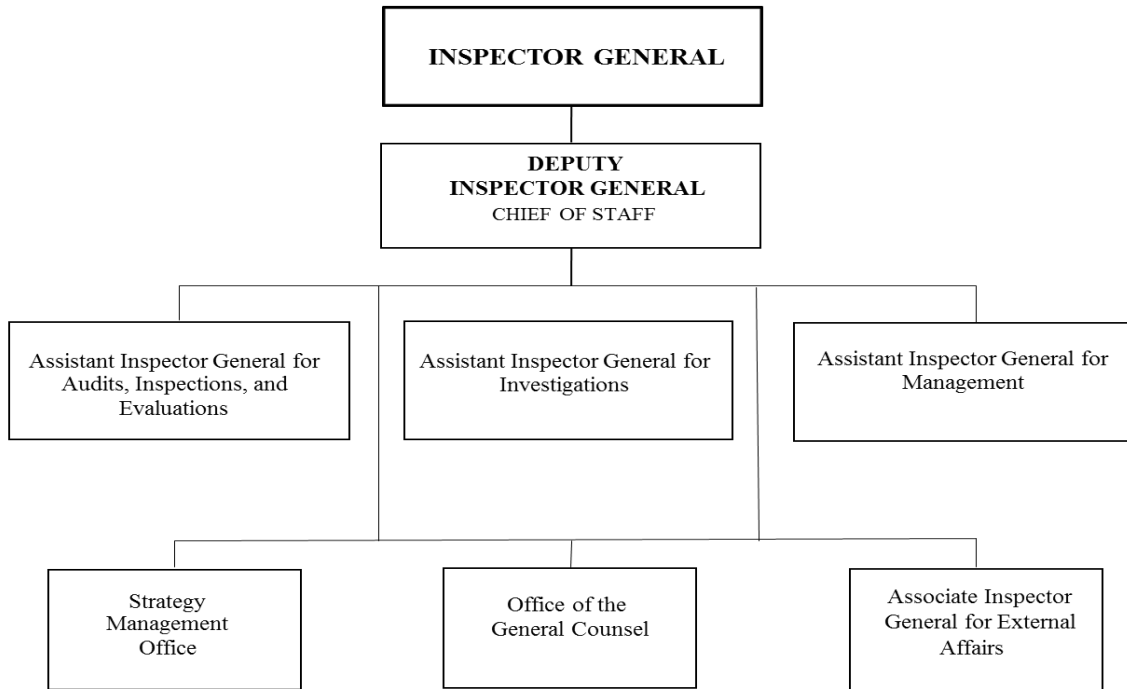
**DEPARTMENT OF THE INTERIOR  
OFFICE OF INSPECTOR GENERAL**

**FISCAL YEAR 2019 PRESIDENT’S BUDGET REQUEST**

**TABLE OF CONTENTS**

ORGANIZATION CHART.....	1
EXECUTIVE SUMMARY .....	3
BUDGET AT A GLANCE.....	4
SUMMARY OF REQUIREMENTS TABLE.....	5
FIXED COSTS AND RELATED CHANGES TABLE.....	6
APPROPRIATION LANGUAGE CITATION .....	7
JUSTIFICATION OF PROGRAM CHANGES.....	9
MAX TABLES – BUDGET SCHEDULES .....	15
EMPLOYEE COUNT BY GRADE.....	17
PROGRAM PERFORMANCE.....	18
MANDATORY ACTIVITIES .....	21
THE INSPECTOR GENERAL REFORM ACT AND SECTION 403.....	22







**Total 2019 Budget Request**  
(Dollars in Thousands)

Budget Authority	2017 Enacted	2018 CR Baseline	2019 Request
Appropriation	50,047	49,707	52,486
<b>Total Appropriation</b>	<b>50,047</b>	<b>49,707</b>	<b>52,486</b>
<i>Transfer</i>	<i>400</i>	<i>0</i>	<i>0</i>
<b>TOTAL Appropriation w/transfer</b>	<b>50,447</b>	<b>49,707</b>	<b>52,486</b>
<i>Current Direct FTE</i>	<i>246</i>	<i>237</i>	<i>248</i>
<b>Total Current FTE</b>	<b>261</b>	<b>253</b>	<b>261</b>

This budget request includes \$226,000 in fixed costs.

This budget request supports OIG oversight activities that play a critical role in improving DOI operations, which mostly fall within the Administration priorities of Energy, Infrastructure, Economic Growth, and Recreation Access. The investigations, findings, and recommendations made by OIG strengthen Departmental performance and meet the statutory requirement of keeping the Department and Congress fully and currently informed of any program deficiencies.

This request recognizes OIG’s increased investigative and audit workload and provides resources to strengthen departmental operations and deter waste, fraud and abuse.

The *Office of Audits, Inspections, and Evaluations* (AIE) 2019 budget request is \$18,761,000 and 87 FTE. The budget supports OIG’s Information Technology Audits oversight responsibilities of the Department’s IT networks, systems, security, operations, infrastructure, and required OPM security clearance levels for OIG Audits staff.

The *Office of Investigations* (OI) 2019 budget request is \$20,761,000 and 88 FTE. This budget supports Program Integrity investigations and administrative investigations into allegations of serious employee misconduct, mismanagement, and systemic violations of prohibited personnel practices, and funds OI’s Case Management System licenses and maintenance.

The *Mission Support* (MS) 2019 budget request is \$12,964,000 and 73 FTE. This funding makes it possible for OIG to perform audits and investigations by delivering essential support services to staff located in our headquarters and regional field offices, and funds Diagnostics and Mitigation support, IT systems support, and Freedom of Information Act (FOIA) support.

**Budget at a Glance**

**Office of the Inspector General Budget At A Glance**  
(Dollars in Thousands)

	<b>2017 Enacted</b>	<b>2018 CR Baseline</b>	<b>Fixed Costs (+/-)</b>	<b>Internal Transfers (+/-)</b>	<b>Program Changes (+/-)</b>	<b>2019 Request</b>
<b>Appropriation: Salaries and Expenses</b>						
Audits, Inspections and Evaluations	18,640	18,513	184	+0	64	18,761
Investigations	18,898	18,770	+0	+0	1991	20,761
Mission Support	12,509	12,424	42	+0	+498	12,964
<i>Transfers</i>	<i>400</i>	<i>0</i>	<i>+0</i>	<i>+0</i>	<i>+0</i>	<i>+0</i>
<b>TOTAL, Salaries and Expenses</b>	<b>50,447</b>	<b>49,707</b>	<b>+226</b>	<b>+0</b>	<b>+2,553</b>	<b>52,486</b>



## Summary of Requirements for Office of Inspector General

(Dollars in Thousands)

	2017 Enacted		2018 CR Baseline				2019 Request				Change from 2018 CR Baseline (+/-)		
	Amount	Total FTE	Amount	Fixed Costs (+/-)	Internal Transfers (+/-)	Program Changes (+/-) FTE	Amount	FTE	Amount	FTE	Amount	FTE	Amount
<b>Salaries and Expenses</b>													
Audits, Inspections, and Evaluations	18,640	84	18,513	+184	+0	3 +64	87	18,761	3	+248			
Investigations	18,898	83	18,770	+0	+0	5 +1,991	88	20,761	5	+1,991			
Mission Support	12,509	70	12,424	+42	+0	3 +498	73	12,964	3	+540			
<b>TOTAL, Salaries and Expenses</b>	<b>50,047</b>	<b>237</b>	<b>49,707</b>	<b>+226</b>	<b>+0</b>	<b>11 +2,553</b>	<b>248</b>	<b>52,486</b>	<b>11</b>	<b>+2,779</b>			
Transfers	400	-	-	+0	+0	- +0	-	-	-	+0			
Reimbursables/Allocations	-	16	-	+0	+0	- +0	13	-	(3)	+0			
<b>TOTAL, ACCOUNT</b>	<b>50,447</b>	<b>253</b>	<b>49,707</b>	<b>+226</b>	<b>+0</b>	<b>11 +2,553</b>	<b>261</b>	<b>52,486</b>	<b>8</b>	<b>+2,779</b>			

**Office of Inspector General**  
**Justification of Fixed Costs and Internal Realignments**  
*(Dollars In Thousands)*

<b>Fixed Cost Changes and Projections</b>	<b>2018 Change</b>	<b>2018 to 2019 Change</b>
<b>Change in Number of Paid Days</b> This column reflects changes in pay associated with the change in the number of paid days between 2018 and 2019.	+0	+153
<b>Pay Raise</b> The change reflects the salary impact of the 1.9% pay raise for 2018 as signed by the President in December 2017. There is no pay raise in 2019 (0.0%).	+809	+202
<b>Departmental Working Capital Fund</b> The change reflects expected changes in the charges for centrally billed Department services and other services through the Working Capital Fund. These charges are detailed in the Budget Justification for Departmental Management.	+42	-47
<b>Worker's Compensation Payments</b> The amounts reflect projected changes in the costs of compensating injured employees and dependents of employees who suffer accidental deaths while on duty. Costs will reimburse the Department of Labor, Federal Employees Compensation Fund, pursuant to 5 U.S.C. 8147(b) as amended by Public Law 94-273.	-29	+34
<b>Unemployment Compensation Payments</b> The amounts reflect projected changes in the costs of unemployment compensation claims to be paid to the Department of Labor, Federal Employees Compensation Account, in the Unemployment Trust Fund, pursuant to Public Law 96-499.	+0	+0
<b>Rental Payments</b> The amounts reflect changes in the costs payable to the General Services Administration (GSA) and others for office and non-office space as estimated by GSA, as well as the rental costs of other currently occupied space. These costs include building security; in the case of GSA space, these are paid to the Department of Homeland Security (DHS). Costs of mandatory office relocations, i.e. relocations in cases where due to external events there is no alternative but to vacate the currently occupied space, are also included.	-172	-116

**APPROPRIATIONS LANGUAGE CITATION**

**Office of Inspector General**

*For necessary expenses of the Office of Inspector General, \$52,486,000.*

Note. — A full-year 2018 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Act, 2018 (Division D of P.L. 115-56, as amended). The amounts included for 2018 reflect the annualized level provided by the continuing resolution



## **PROGRAM JUSTIFICATION CHANGES**

### **Office of Audits, Inspections, and Evaluations (AIE)**

	<b>2017 Enacted</b>	<b>2018 CR Baseline</b>	<b>Fixed Costs (+/-)</b>	<b>Internal Transfers (+/-)</b>	<b>Program Changes (+/-)</b>	<b>2019 Request</b>	<b>Change from 2018 CR Baseline (+/-)</b>
<b>AIE</b>	<b>18,640</b>	<b>18,513</b>	<b>+184</b>	<b>+0</b>	<b>+64</b>	<b>18,761</b>	<b>+248</b>
<b>FTE</b>	<b>84</b>	<b>84</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>87</b>	<b>3</b>

#### **Justification of Program Changes:**

The net AIE program change of \$64,000 reflects an increase of \$555,000 and +3 FTEs to strengthen oversight of the Department’s cyber-security and governance practices by expanding the capacity and capabilities of AIE’s Information Technology (IT) Audit Directorate, \$400,000 for OIG security clearances upgrades, and -\$891,000 for investigations.

The new AIE IT staff would help conduct audits, evaluations, and inspections of the Department’s diverse IT programs and utilize state of the art digital forensics techniques to rigorously test the efficacy of security controls that protect Bureau critical IT systems and data from exploitation. The new staff would also help establish a data analytics capability to root out fraud, waste, and abuse in the billions of dollars that bureaus spend annually on contracts and grants.

DOI relies on complex, interconnected information systems to carry out its daily operations. Specifically, the Department spends about \$1.2 billion annually on its portfolio of IT assets, which support programs that protect and manage our Nation’s natural resources, provide scientific information to stakeholders and meet the Department’s responsibilities to Native American communities.

The Department is a regular target of cyber attacks both because of the large size of its computer networks and because those networks contain many “high-value” IT assets. According to the Office of Management and Budget, high-value IT assets refer to those IT systems, facilities, and data that are of particular interest to nation-state adversaries, such as foreign military and intelligence services. The Department’s high-value IT assets contain sensitive data and/or support mission-critical Bureau operations. The loss or disruption of a Department high-value IT asset may be expected to have a severe adverse effect on agency operations, assets, or individuals. As such it is imperative that the Department’s IT security program mitigate IT security risks to maintain the availability, confidentiality, and integrity of Bureau computer systems and data.

Moreover, according to Congress and the President protecting Federal computer networks and data from cyber threats remains one of the most serious economic and national security challenges facing our Nation. Managing and securing the Department’s IT networks and operations continues to be one of the top management and performance challenges facing the Department. This management challenge extends beyond the Department and exists for every major organization operating with enterprise networks and data storage. Government IT systems are under constant attack and infiltration schemes. OMB Circular A-123, Enterprise Risk Management and Internal Controls, specifically notes the significant threat environment and the role of AIE in partnering with the Department in assessing and addressing the associated risks.

In addition to its own IT asset portfolio, the Department and its many Bureaus and Offices provide shared IT services by hosting Financial, Human Resources and Procurement data for more than 150 other Federal entities including HHS and OPM. The OPM breach affected servers that were hosted by the Department, underscoring the role the Department plays in the security of other agencies' mission-critical data. By adding IT Auditors, AIE can perform additional reviews of security controls and processes that are in place to protect data from other Federal agencies hosted by the Department. These controls are often not evaluated by the system owner's home agency, but instead the risk is simply accepted with the assumption that the Department is providing a full range of IT security services.

Currently AIE has a small dedicated staff of seven specially trained IT Auditors and IT Specialists that conduct a limited number of managerial and technical reviews along with testing of the Department's IT environment. Past audits and evaluations have identified security lapses and have detected serious vulnerabilities within the key systems. The IT Audit staff works with Department and Bureau IT staff to address vulnerabilities and control weaknesses and provides sound, cost effective solutions. AIE uses an enterprise-wide approach offering another perspective to senior management. The wider perspective and examination allows for more prudent and informed recommendations for consideration by senior management when considering staffing and resource requests.

With the request of \$555,000 and +3 FTE, additional auditors with IT expertise will focus on conducting high-level technical assessments of Department and Bureau IT security practices. New staff will conduct compliance and implementation reviews in support of the Department's efforts to fully implement Federal Information Technology Acquisition Reform Act and Department of Homeland Security Cyber Security enhancements. Finally, funding will help allow AIE to incorporate data analytics capabilities to help detect and prevent fraud, waste and abuse in Department programs. Data analytics involves using software tools and mathematical models to analyze vast amounts of data to detect patterns and anomalies which are predictors of fraud, waste or abuse. For example, data analytics can be used to detect and prevent improper payments and abuse of purchase cards across the Department.

This proposal includes resources of \$400,000 for OIG security clearances upgrades. At a projected average cost of approximately \$5,330 each, this funding supports national security by checking deeper into the backgrounds of OIG's 75 auditors who routinely access a wide variety of sensitive information across the Department. As directed by the Office of the Director of National Intelligence (ODNI) and the Office of Personnel Management (OPM), and in accordance with the agency memorandum entitled "Implementation of Title 5, Code of Federal Regulations Part 1400, Designation of National Security Positions in the Competitive Service, and Related Matters," OIG reviewed the sensitivity designation of all its positions. The review revealed that the responsibilities of our auditors required a higher security level than we had in place. In order to upgrade identified employees from T3 to T5 to become compliant with the new OPM and ODNI directives, OIG requires \$400,000.

## **PROGRAM JUSTIFICATION CHANGES**

### **Office of Investigations (OI)**

	<b>2017 Enacted</b>	<b>2018 CR Baseline</b>	<b>Fixed Costs (+/-)</b>	<b>Internal Transfers (+/-)</b>	<b>Program Changes (+/-)</b>	<b>2019 Request</b>	<b>Change from 2018 CR Baseline (+/-)</b>
<b>OI</b>	<b>18,898</b>	<b>18,770</b>	<b>+0</b>	<b>+0</b>	<b>+1,991</b>	<b>20,761</b>	<b>+1,991</b>
<b>FTE</b>	<b>87</b>	<b>83</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>88</b>	<b>5</b>

#### **Justification of Program Changes:**

The net OI program change of \$1,991,000 reflects an increase of \$1,000,000 and +5 FTE to provide OIG with non-criminal investigators to conduct administrative investigations into allegations of serious employee misconduct, \$100,000 for OIG's Case Management System, and +\$891,000 for investigations.

This 2019 budget request supports OIG's staffing capacity to respond to the increase of allegations of employee misconduct and systemic mismanagement practices. Currently, OIG must pass on these complaints to the Department's Bureaus and Offices to investigate. In FY 2017, we referred 456 complaints to bureaus. Of those, 230 or over 50 percent, involved allegations of ethics violations, prohibited personnel practices, law enforcement misconduct, reprisal, and sexual harassment. As a result, untrained supervisors conducted many of these investigations without following standard protocols or collecting sufficient evidence for administrative action. The Department responded to this deficiency by increasing the use of contract investigators at a significant cost per investigation.

Independence and objectivity are required to ensure credibility of investigative findings, leading to greater accountability. When several OIG investigations of notoriety regarding sexual discrimination and retaliation resulted in Department disciplinary action and Department-wide training, employees showed an increasing trust in the administrative process and reported incidents that previously went unreported. Complaints increased by over 70 percent, from 607 to 1,040 between FY 2013 and FY 2017.

Using the requested funding of \$1,000,000 and +5 FTE for non-criminal investigators to conduct administrative investigations is a cost effective measure, reducing the overall costs associated with a fully trained and equipped criminal investigator by over \$70,000 per position. Leveraging non-criminal investigators with our current Program Integrity staff will result in decreased time required to conduct administrative investigations and reduce the number of investigations passed onto the Department for investigation by supervisors and or contractors.

Through process improvement and standardization, Program Integrity completed investigations on average 100 days faster in FY 2017 than in FY 2016. An increase in FTEs will enable Program Integrity to continue to increase timeliness while also increasing the number of administrative investigations conducted each year. Non-criminal investigators focused on administrative investigations will enhance Program Integrity's responsiveness to increased complaints of sexual harassment, whistleblower retaliation, mismanagement, and hostile work environment.

Working with the DOI Solicitor's Office, the Department and OIG have made significant progress in addressing serious administrative misconduct and ethical violations by managers and executives resulting in increased trust and expectations of employees. The increase in dedicated administrative investigators will give OIG added capacity to investigate the most serious of the allegations received and focus on systemic violations and repeat offenders.

This proposal includes \$100,000 for licenses and maintenance for OIG's Case Management System. IGs deal with vast volumes of information and an ever growing need to track this information, sift through it, and provide reports to Congress, agency heads, and IG leadership. OIG's Office of Investigations must have a fully functional and operational Case Management System (CMS). The application maintenance and cloud expenditures for this request are in line with the Government's Cloud First and FedRamp requirements.



**PROGRAM JUSTIFICATION CHANGES**

**Mission Support (OM)**

	<b>2017 Enacted</b>	<b>2018 CR Baseline</b>	<b>Fixed Costs (+/-)</b>	<b>Internal Transfers (+/-)</b>	<b>Program Changes (+/-)</b>	<b>2019 Request</b>	<b>Change from 2018 CR Baseline (+/-)</b>
<b>OM</b>	<b>12,509</b>	<b>12,424</b>	<b>+42</b>	<b>+0</b>	<b>+498</b>	<b>12,964</b>	<b>+540</b>
<b>FTE</b>	<b>71</b>	<b>70</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>73</b>	<b>3</b>

**Justification of Program Changes:**

*Continuous Diagnostics and Mitigation (CDM)*

OM requests \$166,000 and +1 FTE to support the CDM program to fortify the cybersecurity of government networks and systems. This program is expected to provide OIG with capabilities and tools that identify cybersecurity risks on an ongoing basis, prioritize these risks based upon potential impacts, and enable cybersecurity personnel to mitigate the most significant problems first. The program was established to provide adequate, risk-based, and cost-effective cybersecurity and more efficiently allocate cybersecurity resources.

The CDM program was designed as a three-phase approach. OIG in collaboration with the DOI-OCIO is in the process of closing out Phase One. Phase One focuses on endpoint integrity, asset configuration and vulnerability management. Phases Two and Three, while implementing greater levels of security will bring increased levels of complexity and cost. CDM will ultimately cover 15 continuous diagnostic capabilities operating simultaneously.

As DHS and GSA move forward with Phases One and Two, more of the costs for these tools, both direct and indirect, fall to the individual agencies. While the OIG is collaborating with the OCIO to gain as many cost efficiencies as possible, we have learned through the experience of this past year that the program cannot be absorbed within our current level of resources. The request includes one FTE with the relevant technical expertise to enable OIG to adequately incorporate, configure, maintain, and administer the 15 new diagnostic capabilities, and ensure that resources are not diverted from current IT programs critical to OIG's mission and operations.

*IT Systems Support*

OM requests \$166,000 and +1 FTE to support two critical audit and investigative systems: TeamMate for OIG's Office of Audits, and CMS for OIG's Office of Investigations. The primary mission of the OIG is to perform audits and investigations on DOI programs and operations. Tracking the associated case work, field work, interviews, referrals, evidence, work papers, forensic data, and archived data for audits and investigations requires highly specialized software applications and specialized support.

These systems are powerful applications, and they require specialized training and support to maximize the return on investment. Adding an FTE with relevant experience will enable OIG to reach the full potential of these powerful applications. OIG therefore requests one FTE for the two specialized software applications, TeamMate and CMS. The additional FTE would provide

technical and software administration, user helpdesk, and training support. The new FTE will ensure TeamMate and CMS are configured for optimal use by OIG staff, and will train users on the applications' proper uses, both general and nuanced.

*Freedom of Information Act Specialist*

OM requests \$166,000 and +1 FTE to support the increase of FOIA and Privacy Act requests in order that OIG can promptly make records available to the public. OIG enhanced transparency by proactively posting the majority of audit and investigative reports to our website. The FOIA Improvement Act of 2016 contained proactive disclosure provisions which require agencies to make certain categories of non-exempt records available to the public. As a direct result of providing more information for public consumption, the influx of FOIA and Privacy Act requests has increased dramatically and interest for OIG documents from the public and media has surged.

With limited exceptions, the law requires that FOIA requests be processed within 20 working days. With only two Government Information Specialists and an increase in requests, the time to process FOIA and Privacy Act cases has grown, especially in complex cases which typically involve review and release of more than 1,000 pages. Consequently, OIG routinely operates with a backlog in processing requests. This exposes OIG to potential litigation costs and attorney fees, as a requester can generally sue as soon as the 20 working day deadline is missed. Furthermore, FOIA requests are becoming more complex and require time consuming research, analysis, and evaluation for response. As the Government faces more and more scrutiny, OIG requires more staff to respond in a timely, efficient, and effective manner to ensure that key information about the operations and activities of OIG is readily and efficiently made available as required by law.

**MAX TABLES – BUDGET SCHEDULES**

Treasury Account ID: 14-0104

(Dollars in Millions)

		2017 Actual	2018 Estimate	2019 Estimate
<b>Program and Financing</b>				
	<b>Obligations by program activity</b>			
0001	Direct Program	50	50	52
0801	Reimbursable Programs	2	2	2
0900	Total New Obligations	52	52	54
	<b>Budgetary resources available for obligation</b>			
1100	Appropriation	50	50	52
1700	Spending authority from offsetting collections	2	2	2
1930	Total budget resources available for obligation	52	52	54
	<b>Change in obligated balances:</b>			
3000	Unpaid obligations, brought forward, Oct 1	4	3	3
3010	Obligations incurred, unexpired accounts	52	52	54
3020	Outlays (gross)	-52	-52	-54
3041	Recoveries of prior year unpaid obligations, expired	-1	-	-
3050	Unpaid obligations, end of year	3	3	3
	<b>Outlays (gross), detail:</b>			
4010	Outlays from new discretionary authority	49	47	49
4011	Outlays from discretionary balances	3	5	5
4020	Total outlays (gross)	52	52	54
	<b>Offsets:</b>			
4030	Reimbursable program	-2	-2	-2
	<b>New budget authority and outlays:</b>			
4070	Budget authority	50	50	52
4080	Outlays net (discretionary)	50	50	52
4180	Budget authority, net (total)	50	50	52
4190	Outlays, net (total)	50	50	52

**MAX TABLES – BUDGET SCHEDULES**

**Treasury Account ID: 14-0104**

**(Dollars in Millions)**

		<b>2017 Actual</b>	<b>2018 Estimate</b>	<b>2019 Estimate</b>
<b>Object Classification</b>				
	Direct Obligations:			
	Personnel Compensation			
1111	Personnel Compensation: Full-time permanent	30	30	31
1121	Civilian personnel benefits	11	11	11
1210	Travel and transportation of persons	1	1	2
1231	Rental payments to GSA	2	2	2
1252	Other services from non-Federal sources	1	1	1
1253	Other goods and services from Federal sources	5	5	5
1990	Subtotal, obligations, Direct obligations	50	50	52
	Reimbursable Obligations:			
1253	Other goods and services from Federal sources	2	2	2
9999	Total new obligations	52	52	54

		<b>2017 Actual</b>	<b>2018 Estimate</b>	<b>2019 Estimate</b>
	<b>Personnel Summary</b>			
<b>FTE</b>	Civilian full-time equivalent employment	261	253	261

## Office of Inspector General

### Employee Count by Grade (Total Employment)

	2017 Actuals	2018 Estimate	2019 Estimate
SES .....	6	6	6
<b>Subtotal</b> .....	<b>6</b>	<b>6</b>	<b>6</b>
GS/GM -15 .....	34	34	34
GS/GM -14 .....	68	66	69
GS/GM -13 .....	113	112	117
GS -12 .....	22	21	24
GS -11 .....	8	8	9
GS -10 .....	1	1	1
GS - 9 .....	2	2	2
GS - 8 .....	1	1	1
GS - 7 .....	1	1	1
GS - 6 .....	0	0	0
GS - 5 .....	0	0	0
GS - 4 .....	1	1	1
GS - 3 .....	0	0	0
GS - 2 .....	0	0	0
GS - 1 .....	0	0	0
<b>Subtotal</b> .....	<b>251</b>	<b>247</b>	<b>259</b>
<b>Total employment (actuals &amp; estimates)</b> .....	<b>257</b>	<b>253</b>	<b>265</b>

**PROGRAM PERFORMANCE**

<b>GOAL PERFORMANCE TABLE</b>					
	<b>2016 Actual</b>	<b>2017 Actual</b>	<b>2018 Estimate</b>	<b>2019 Estimate</b>	<b>Change from 2019 Estimate to 2018</b>
Percent of completed Performance Audits with recommendations resulting in a notice of finding	85%	90%	90%	90%	0%
Percent of investigations resulting in a management advisory	5%	5%	5%	5%	0%
Percent of cases resulting in criminal conviction, civil or administrative action, or other appropriate resolution	89%	89%	89%	89%	0%

**Audit Activities**  
(Dollars in millions)

Below are statistics that were reported in the 2014, 2015, 2016, and 2017 OIG Semiannual Reports to the Congress, as mandated by the Inspector General Act of 1978, as amended. This information highlights some OIG activities and outputs and their potential impact on the Department's programs and operations.

Description	2014 Actual	2015 Actual	2016 Actual	2017 Actual
Audit Reports Issued or Reviewed				
Internal Audits, Contracts & Grant Audits	55	95	85	71
Single Audit Quality Control Reviews	5	2	0	1
<b>Total Audit Reports Issued or Processed</b>	<b>60</b>	<b>97</b>	<b>85</b>	<b>72</b>
<b><u>Impact of Audit Activities:</u></b> (Dollars in millions)				
Questioned Costs	\$33.00	\$13.80	\$10.74	\$ 101.08
Recommendations That Funds Be Put To Better Use	\$4.30	\$32.20	\$1.80	\$ 24.28
<b>Total Monetary Impact</b>	<b>\$37.30</b>	<b>\$46.00</b>	<b>\$12.54</b>	<b>\$125.36</b>
Internal Audit Recommendations Made	229	264	255	330
Internal Audit Recommendations Resolved	254	262	211	478

**Investigative Activities**

(Dollars in millions)

<b>Description</b>	<b>2014 Actual</b>	<b>2015 Actual</b>	<b>2016 Actual</b>	<b>2017 Actual</b>
<b><u>Investigative Activities:</u></b>				
Cases Opened	587	418	319	518
Closed	533	456	412	506
Hotline Complaints Received	746	815	965	1040
<b><u>Impact of Investigative Activities:</u></b>				
Indictments/Information	50	22	40	19
Convictions	39	34	24	24
Sentencings	38	31	24	29
Jail (Months)	962	755	559	196
Probation/Supervised Release (Months)	1464	876	642	756
Community Service (Hours)	503	40	1340	5750
Criminal Judgments/Restitutions	\$10.70	\$11.00	\$7.40	\$22.68
<b><u>Criminal Investigative Activities:</u></b>				
Criminal Matters Referred for Prosecution	48	39	75	55
Criminal Matters Declined	16	19	41	49
<b><u>Civil Investigative Activities:</u></b>				
Referrals	6	5	12	11
Declinations	9	10	8	3
Civil Recoveries	\$1.70	\$3.79	0	0.41
<b><u>Administrative Investigative Activities:</u></b>				
Administrative Actions	70	54	35	71
Contractor Suspensions	17	9	10	16
Contractor Debarments	44	29	26	26



## **OIG MANDATORY ACTIVITIES**

- Chief Financial Officers (CFO) Act of 1990 and the Government Management Reform Act of 1994 requires that Inspectors General audit or arrange for annual audits of agency financial statements.
- The Single Audit Act of 1984, as amended, requires that Inspectors General review the quality of single audit reports of certain state, local, and Indian Tribal governments and nonprofit organizations and the conformity of the audit reports with the Act.
- The No Child Left Behind Act of 2001 requires that the Inspector General (IG) for the Department of the Interior (DOI) establish a system to ensure that financial and compliance audits are conducted of each Bureau of Indian Affairs school at least once every three years.
- The Insular Areas Act of 1982 requires the DOI OIG to establish “an organization which will maintain a satisfactory level of independent audit oversight” in the Insular Areas of Guam, American Samoa, the U.S. Virgin Islands, and the Commonwealth of the Northern Mariana Islands.
- The Superfund Amendments and Reauthorization Act of 1986 requires the Inspectors General to audit Environmental Protection Agency Superfund monies that are directly apportioned to the Department and those monies received through interagency agreements.
- The Office of National Drug Control Policy Reauthorization Act of 1998 requires Inspectors General to authenticate the detailed accounting of all funds expended by the Department for National Drug Control Program activities during the previous year. (Note: the Department has not reached the program funding threshold for which OIG authentication is required).
- The Federal Information Security Act of 2002 requires that Inspectors General perform annual evaluations of agency information security programs.
- The Fish and Wildlife Programs Improvement and National Wildlife Refuge System Centennial Act of 2000 requires the DOI OIG to procure biennial audits of the expense incurred by the Fish and Wildlife Service (FWS) for administering the Sport Fish and Wildlife Restoration Acts.
- The Consolidated Appropriations Act of 2000 requires Inspectors General to report quarterly on the promptness of their agency’s payments of their water and sewer bills to the District of Columbia Water and Sewer Authority.
- The Consolidated Appropriations Resolution of 2003 requires the Inspector General of each department to submit a report to the Committees on Appropriations detailing the department’s policies and procedures to give first priority to the location of new offices and other facilities in rural areas, in accordance with the Rural Development Act of 1972, as amended.

**THE INSPECTOR GENERAL REFORM ACT OF 2008 REQUIREMENTS:**

As required by the Inspector General Reform Act of 2008 (P.L. 110-409), the budget for the Office of the Inspector General must specify the amount initially requested to the Department of the Interior, the President’s Budget request, the funding required for training, and any resources necessary to support the Council of the Inspectors General on Integrity and Efficiency (CIGIE). Our request is \$52,486,000 and includes approximately \$350,000 in base funding for OIG training needs and \$115,469 for CIGIE in fiscal year 2019.

**SECTION 403 COMPLIANCE**

Public Law 113-285, Department of the Interior, Environment, and Related Agencies Appropriations Act, 2015, includes the following:

*SEC.403. The amount and basis of estimated overhead charges, deductions, reserves or holdbacks, including working capital fund and cost pool charges, from programs, projects, activities, and subactivities to support government-wide, departmental, agency, or bureau administrative functions or headquarters, regional, or central operations shall be presented in annual budget justifications and subject to approval by the Committees on Appropriations of the House of Representatives and the Senate. Changes to such estimates shall be presented to the Committee on Appropriations for approval.*

<b>External Administrative Costs (Dollars in thousands)</b>	<b>2019</b>
WCF Centralized Billings	1,091
WCF Direct Billings/Fee for Service	701
<b>Total</b>	<b>1,792</b>

OIG pays external administrative costs through the Working Capital Fund for shared services and activities, and for separate “Fee for Service” agreements with the Department.

<b>Reimbursable Work (Dollars in thousands)</b>	<b>2019</b>
<b>Total</b>	<b>2,700</b>