

U.S. DEPARTMENT OF COMMERCE
DEPARTMENTAL MANAGEMENT



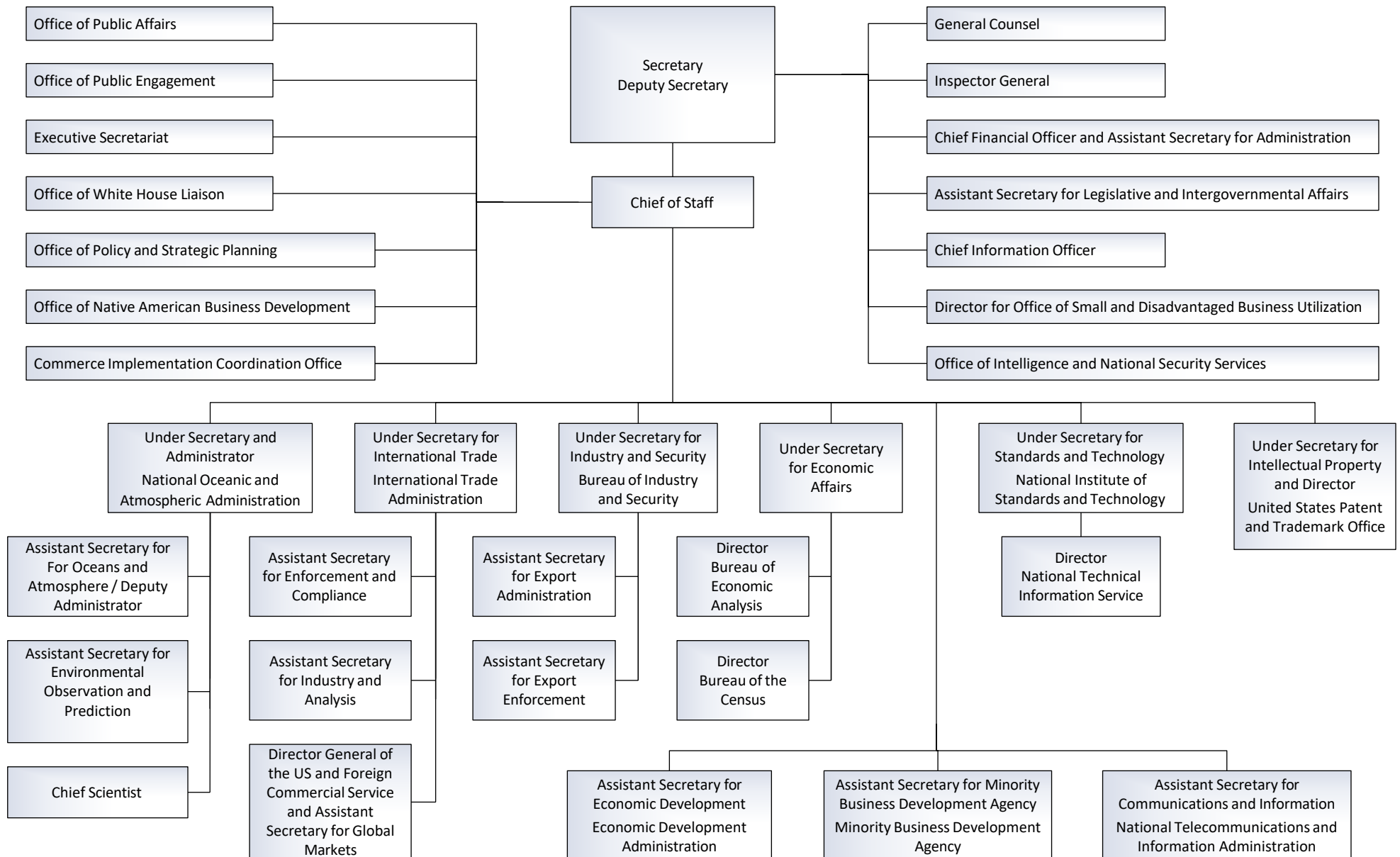
FY 2026 CONGRESSIONAL SUBMISSION

**DEPARTMENT OF COMMERCE
DEPARTMENTAL MANAGEMENT
Budget Estimates, Fiscal Year 2026
Congressional Submission
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Departmental Management Organization Chart



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**DEPARTMENT OF COMMERCE
DEPARTMENTAL MANAGEMENT
Budget Estimates, Fiscal Year 2026**

Executive Summary

Departmental Management's (DM) objective is to develop and provide policies and procedures for administrative planning, oversight, coordination, direction, and guidance to ensure implementation of the Department of Commerce's (DOC or Department) mission.

DM is comprised of the following:

Salaries and Expenses (S&E) (\$94.500 million and 236 FTE / 271 Positions) - The appropriation provides funding for the development and implementation of Departmental policies, procedures, and other administrative guidelines, and coordinates the bureaus' program activities to accomplish the Department's mission. The S&E appropriation funds the senior officials and support staff responsible for providing leadership in ensuring the accomplishment of the Department's mission. This mission focuses on creating the conditions for economic growth and opportunity for all Americans.

Herbert C. Hoover Building (HCHB) Renovation and Modernization (\$1.142 million and 5 FTE / 5 Positions) - This appropriation provides funding for the Department's expenses associated with the renovation and modernization of the HCHB. Renovation and modernization of the Department's headquarters by the General Services Administration (GSA) will extend the building's useful life through infrastructure upgrades, security upgrades, and historic preservation of some features. The FY 2026 request will fund salaries, benefits, and associated expenses for five base positions.

Nonrecurring Expenses Fund (NEF) (\$0 million and 0 FTE / 0 Positions) - The NEF was established under section 111 of the Consolidated Appropriations Act, 2020 (P.L. 116-93) to include the transfer of unobligated balances of expired discretionary funds appropriated from the General Fund of the Treasury to the Department of Commerce. Authorized funding from the NEF is used for information and business technology system modernization and facilities infrastructure improvements necessary for the operation of the Department, including the Business Applications Solution (BAS) implementation, Cybersecurity modernization, Grants Enterprise Management Solution (GEMS) implementation, the National Telecommunications and Information Administration's (NTIA) Spectrum IT Modernization, and NTIA's Federal Advanced Communications Test Site (FACTS), Herbert C. Hoover Building Network Modernization, and the Bureau of Industry and Security's Network Modernization. Instead of a direct appropriation request, funding in FY 2026 will again be requested from transfers of expiring unobligated balances from across the Department.

Working Capital Fund (WCF) (\$261.990 million and 561 FTE / 571 Positions) - The WCF is a revolving no-year fund that provides necessary centralized services to the Bureaus of Commerce. Offices that provide support services include the Office of Financial Management, the Office of the General Counsel, the Office of the Chief Information Officer, the Office of Human Resources Management, the Office of Civil Rights, the Office of Acquisition Management, the Office of Privacy and Open Government, the Office of Security, Insider Risk and Continuity, the Office of Facilities and Environmental Quality, Executive Direction, and Performance Excellence. The FY 2026 request incorporates a program decrease of approximately 19% to the overall WCF account.

Department of Commerce
Departmental Management
Salaries and Expenses
FY 2024 to FY 2026 PROGRAM INCREASES/DECREASES/TERMINATIONS
(Dollar amounts in thousands)
(By Appropriation, Largest to Smallest)
Increases

Page No.	Appropriations	Budget Program	Title of Increase	Positions	Budget Authority
No Program Change Requested					
Total, Increase				0	0

Decreases

Page No.	Appropriations	Budget Program	Title of Decrease	Positions	Budget Authority
No Program Change Requested					
Total, Decreases				0	0

Terminations

Page No.	Appropriations	Budget Program	Title of Termination	Positions	Budget Authority
No Program Change Requested					
Total, Termination				0	0

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**Department of Commerce
Departmental Management
Salaries and Expenses
SUMMARY OF RESOURCE REQUIREMENTS**
(Dollar amounts in thousands)

	Positions	FTE	Budget Authority	Direct Obligations
Enacted, 2024	311	231	94,500	94,330
Plus: Adjustments	(40)	5	0	0
2026 Estimate	271	236	94,500	94,500

Comparison by activity/Subactivity
with totals by activity

2024
Enacted

2026
Estimate

Increase/ Decrease

			Personnel	Amount	Personnel	Amount	Personnel	Amount
	Operations and Administration	Pos./BA	311	94,500	271	94,500	(40)	0
		FTE/Obl.	231	94,330	236	94,500	5	171
	Total	Pos./BA	311	94,500	271	94,500	0	0
		FTE/Obl.	231	94,330	236	94,500	0	0

Adjustments for

Recoveries	0	0	0	0	0	0
Unobligated balance, start of year	0	0	0	0	0	0
Unobligated balance transferred	0	0	0	0	0	0
Unobligated Balance, end of year	0	0	0	0	0	0
Unobligated balance expiring	0	170	0	0	0	0

Financing from transfers

Transfer from other accounts (-)	0	0	0	0	0	0
Transfer to other accounts (+)	0	0	0	0	0	0

Appropriation	94,500	94,500	0
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**Department of Commerce
Departmental Management
Salaries and Expenses
JUSTIFICATION OF PROGRAM AND PERFORMANCE**
(Dollar Amounts in thousands)

Activity: Operations and Administration

Goal Statement

DM provides Departmental policies, planning, and administrative guidance to ensure the efficient and effective implementation of the Department's mission statement. DM develops and implements policy affecting U.S. and international activities as well as internal goals and operations of the Department. DM serves as the primary liaison with the Executive Branch, legislative affairs, and private sector groups. Furthermore, DM is the management and administrative control point for the Department. The S&E appropriation funds the senior officials and support staff responsible for providing leadership in ensuring the accomplishment of the Department's mission. This mission focuses on creating the conditions for economic growth and opportunity for all Americans.

Program Description

S&E Operations and Administration funding supports coordination of bureau program activities and development and implementation of the Department's internal policies, procedures, and other administrative guidelines.

Functions include the oversight, direction, and coordination of the Department's many activities and the representation of the Administration before the public, the business community, the Congress, and other Executive Agencies and Departments. This funding is also used to assist the Secretary in planning, supervising, and directing resources and programs and executing obligations under law, by providing consistency in the bureaus' administrative operations. Offices within S&E Operations and Administration include: Secretary; Chief of Staff; Executive Secretariat; Deputy Secretary; Office of Public Engagement; Executive Protection Unit; White House Liaison; Scheduling and Advance; Faith Based Opportunities; Policy and Strategic Planning; Public Affairs and Press Secretary; Legislative & Intergovernmental Affairs; Native American Business Development; Business Affairs; Small and Disadvantaged Business Utilization; General Counsel; Chief Information Officer; Chief Financial Officer and Assistant Secretary for Administration; Financial Management; Human Resources Management; Intelligence and National Security Services; Security, Insider Risk, and Continuity; Deputy Assistant Secretary of Administration; Civil Rights; Privacy and Open Government; Budget; Acquisitions Management; Facilities and Environmental Quality; and Performance Excellence.

Statement of Operating Objectives

Within the S&E appropriation, the Operations and Administration line activity funds the senior officials and support staff responsible for providing leadership in ensuring the accomplishment of the Department's mission. S&E provides oversight, direction, and coordination of the Department's many activities and the representation of the Administration before the public, the business community, the Congress, and other Executive Agencies and Departments. Furthermore, it develops and implements internal policies, procedures, and other administrative guidelines. This includes both assisting the Secretary to plan, supervise, and direct the resources and programs of the Department and execute obligations under law, by providing consistency in the Bureaus' administrative operations.

Explanation and Justification

The Salaries and Expenses (S&E) account funds the Office of the Secretary, the Office of the Deputy Secretary, and their supporting staff. DM's mission is to provide leadership, policy direction, and coordination of bureau programs to advance the Department's objectives.

DM also delivers administrative oversight and operational support for key functions, including information technology systems—particularly Cybersecurity; and ensures the effective management and security of Department facilities and property; oversees the recruitment, training, retention, and management of a diverse and highly skilled workforce; and manages fiscal resources and business processes to support the Department's mission and operational effectiveness.

**Department of Commerce
Departmental Management
Salaries and Expenses
JUSTIFICATION OF PROPOSED LANGUAGE CHANGES**

FY 2026

For necessary expenses for the management of the Department of Commerce provided for by law, including not to exceed \$4,500 for official reception and representation, [\$112,239,000] \$94,500,000.

**Department of Commerce
Departmental Management
Salaries and Expenses
APPROPRIATION LANGUAGE AND CODE CITATION**

FY 2026

Salaries and Expenses

For expenses necessary for the Department of Commerce provided for by law.

15 U.S. C. 1501

15 U.S.C. 1501 provides that: "There shall be...the Department of Commerce, and a Secretary of Commerce, who shall be the head thereof..."
The sections which follow 15 U.S.C. 1501 establish various Assistant Secretaries and define general powers and duties of the Department.

Including not to exceed \$4,500 for official entertainment.

No Specific Authority

5 U.S.C. 5536 prohibits additional pay or allowance to employees unless the appropriation therefore specifically states that it is for the additional pay or allowance.

Department of Commerce
Departmental Management
Salaries and Expenses
DESCRIPTION OF TRIBAL CONSULTATIONS
(Dollar amounts in thousands)

	<u>2024</u>	<u>2026 Estimate</u>	<u>Increase/ Decrease from 2024</u>
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		Personnel	Amount	Personnel	Amount	Personnel	Amount
Operations and Administration	Pos/BA	1	\$ 211	1	\$ 169	0	\$ (42)
	FTE/Obl.	1	\$ 211	1	\$ 169	0	\$ (42)

Summary Description of Tribal Consultations: The Office of Native American Business Development sits within the Office of the Secretary and is the primary contact for all Native American issues. The Office advises the Secretary on policy that impacts tribes and Native Americans. The Director coordinates all Native American and tribal related initiatives and issues across the 12 bureaus and 16 offices within Commerce, the 12 federal departments within the federal government, and externally, all tribes, tribal members, and Native American organizations. The Office strengthens tribal economies and economic security for Native Americans and tribes.

Summary Description of Tribal Input: N/A

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Department of Commerce
Departmental Management
Renovation and Modernization
FY 2024 to FY 2026 PROGRAM INCREASES/DECREASES/TERMINATIONS
(Dollar amounts in thousands)
(By Appropriation, Largest to Smallest)

Increases

Page No.	Appropriations	Budget Program	Title of Increase	Positions	Budget Authority
No Program Change Requested					
Total, Increases				0	0

Decreases

Page No.	Appropriations	Budget Program	Title of Decrease	Positions	Budget Authority
No Program Change Requested					
Total, Decreases				0	0

Terminations

Page No.	Appropriations	Budget Program	Title of Termination	Positions	Budget Authority
No Program Change Requested					
Total, Terminations				0	0

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**Department of Commerce
Departmental Management
Renovation and Modernization
SUMMARY OF RESOURCE REQUIREMENTS**
(Dollar amounts in thousands)

	Positions	FTE	Budget Authority	Direct Obligations
Enacted, 2024	5	4	1,142	1,582
Plus: Nonrecurring Adjustments	0	1	0	0
2026 Estimate	5	5	1,142	1,582

Comparison by activity/subactivity
with totals by activity

		2024 Enacted		2026 Estimate		Increase/Decrease	
		Personnel	Amount	Personnel	Amount	Personnel	Amount
HCHB Renovation and Modernization	Pos./BA	5	1,142	5	1,142	0	0
	FTE/Obl.	4	1,582	5	1,582	1	0
Total	Pos./BA	5	1,142	5	1,142	0	0
	FTE/Obl.	4	1,582	5	1,582	1	0

Adjustments for

Recoveries	0	0	0	0	0	0
Unobligated balance, start of year	0	0	0	0	0	0
Unobligated balance transferred	0	0	0	0	0	0
Unobligated Balance, end of year	0	0	0	0	0	0
Unobligated balance expiring	0	0	0	0	0	0

Financing from transfers

Transfer from other accounts (-)	0	0	0	0	0	0
Transfer to other accounts (+)	0	0	0	0	0	0

Appropriation	1,142	1,142	0
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**Department of Commerce
Departmental Management
Renovation and Modernization
JUSTIFICATION OF PROGRAM AND PERFORMANCE**
(Dollar Amounts in thousands)

Activity: HCHB Renovation and Modernization

Goal Statement

The Herbert C. Hoover Building (HCHB) Renovation and Modernization plan combines Department of Commerce (DOC) and General Services Administration (GSA) solutions to address major building systems that are beyond their useful life and deteriorating. The plan is a modernization project that replaces aging building systems with new, more efficient systems (i.e., fire and life safety compliance); new heating, ventilation, air-conditioning, and lighting systems; security improvements (perimeter security and blast-resistant windows); and recaptures space in Courtyard 6. It includes the Department's effort to improve space utilization, decrease reliance on leased space, and reduce its footprint. Also, as part of this extensive modernization effort, a necessary element in the effectiveness of the HCHB building's physical security systems and program will be to increase the level of protection to the overall security of the building and its occupants.

Program Description

The HCHB Renovation and Modernization program includes personnel related funding associated with five positions.

Continued support of the positions is crucial to the operation of the renovation project. These positions perform functions such as aiding management on program operations efficiency and productivity, serving as project managers for IT and space planning, assisting with communication, and acting as the Contracting Officer's Representative (COR) for the HCHB support contracts. The personnel performing these roles are essential to working with GSA in the planning and execution of the HCHB Renovation and Modernization Project as well as keeping the lines of communication open between GSA and DOC. The base program support also includes rent, utilities, training, shared printing, and supplies.

Statement of Operating Objectives

The HCHB Renovation and Modernization is a project to renovate and modernize the historic DOC headquarters building. The objective is to create a safe, pleasant, and more energy efficient office environment for staff. The original plan was to replace all systems in the building and restore the workspaces to their original footprint. In July 2015, the Department, in conjunction with GSA, completed a 21st Century Workplace Initiative that promotes mobility, more open communications and collaboration. The FY 2026 request will fund salaries and benefits for five base positions. The Department has made efforts to work closely with GSA and align Departmental efforts to be in line with GSA funding and approach on this engagement.

Explanation and Justification

This account funds the Department of Commerce's portion of expenses associated with renovating and modernizing the HCHB, including the salaries and expenses associated with five positions. The five positions perform project management for all larger renovation related projects. Functions include master space planning; review plans, drawings, and design submittals; perform construction management, quality assurance, and field inspections; respond to requests for information; submit proposals; support contractor management; develop forecast budgeting and yearly spend plans; execute spend plans; perform COR duties; and initiate Reimbursable Work Authorizations with GSA. In FY 2026, these functions will be performed in support of the HCHB Mission Tile Roof Replacement Project and the construction, outfitting, and accreditation of the Consolidated Sensitive Compartmented Information Facility.

**Department of Commerce
Departmental Management
Renovation and Modernization
APPROPRIATION LANGUAGE AND CODE CITATION**

FY 2026

For necessary expenses for the renovation and modernization of the Herbert C. Hoover Building, \$1,142,000.

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**Department of Commerce
Departmental Management
Nonrecurring Expenses Fund
FY 2026 PROGRAM INCREASES/DECREASES/TERMINATIONS**

(Dollar amounts in thousands)
(By Appropriation, Largest to Smallest)

Increases

Page No.	Appropriations	Budget Program	Title of Increase	Positions	Budget Authority
No Program Change Requested					
Total, Increases				0	0

Decreases

Page No.	Appropriations	Budget Program	Title of Decrease	Positions	Budget Authority
No Program Change Requested					
Total, Decreases				0	0

Terminations

Page No.	Appropriations	Budget Program	Title of Termination	Positions	Budget Authority
No Program Change Requested					
Total, Terminations				0	0

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**Department of Commerce
Departmental Management
Nonrecurring Expenses Fund
SUMMARY OF RESOURCE REQUIREMENTS**
(Dollar amounts in thousands)

	Positions	FTE	Budget Authority	Direct Obligations
Enacted 2024	0	0	0	81,266
Less Nonrecurring Obligations	0	0	0	(67,266)
2026 Base	0	0	0	14,000
Plus: 2026 Program Changes	0	0	0	0
2026 Estimate	0	0	0	14,000

Comparison by activity/Subactivity
with totals by activity

			2024 Enacted		2026 Estimate		Increase/Decrease	
			Personnel	Amount	Personnel	Amount	Personnel	Amount
	Operations and Administration	Pos./BA	0	0	0	0	0	0
		FTE/Obl.	0	81,266	0	14,000	0	0
	Total	Pos./BA	0	0	0	0	0	0
		FTE/Obl.	0	81,266	0	14,000	0	0

Adjustments for

Recoveries	0	(2,538)	0	0	0	0
Unobligated balance, start of year	0	(22,102,026)	0	0	0	0
Unobligated balance transferred	0	0	0	0	0	0
Unobligated Balance, end of year	0	22,298	0	0	0	0
Rescission or cancellation of unobligated balances*	0	12,440,000	0	0	0	0
Category C Apportioned for Future Years	0	9,561,000	0	0	0	0

Financing from transfers

Transfer from other accounts (-)	0	(44,000)	0	0	0	0
Transfer to other accounts (+)	0	44,000	0	0	0	0

Appropriation	0	0	0	0	0	0
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**Department of Commerce
Departmental Management
Nonrecurring Expenses Fund
JUSTIFICATION OF PROGRAM AND PERFORMANCE**
(Dollar Amounts in thousands)

Activity: Operations and Administration

Goal Statement

In accordance with Public Law 116-93, the U.S. Department of Commerce (DOC) Nonrecurring Expenses Fund (NEF) received transfer funding which is currently used to meet the Department's modernization goals in the following projects: Business Applications Solution (BAS), Cybersecurity, Grants Enterprise Management Solution (GEMS), NTIA Spectrum IT Modernization, Federal Advanced Communications Test Site (FACTS), Herbert C. Hoover Building (HCHB) Network Modernization, and Bureau of Industry and Security Network Modernization.

- BAS: primary goal is to implement and integrate a suite of commercial off-the-shelf (COTS) administrative management systems, enterprise data warehouse (EDW) and business intelligence (BI) reporting solution, and system interfaces in a hosted environment.
- Cybersecurity: purpose is to support the execution of the enterprise cybersecurity program to better protect information systems across the Department.
- GEMS: primary goal is to vastly improve the performance of the grants management systems by investing in the migration to an enterprise grants management solution hosted by another Federal agency (Federal Shared Service, FSS) and decommissioning the existing legacy systems.
- NTIA Spectrum IT Modernization: primary goal is to make spectrum more available for government and commercial users; the Spectrum IT Modernization program updates NTIA's outdated spectrum IT systems, by evolving tools, processes, and data that are used to manage NTIA and federal agencies' radio frequency use.
- NTIA FACTS: primary goal is to provide NTIA with accurate and actionable over-the-air measurements using precision test equipment and spectrum monitoring sensors to characterize systems, capture test events, and feed artificial intelligence (AI) and machine learning (ML) analytics software tools.
- HCHB Network Modernization: Updated networking infrastructure is urgently required to provide reliable, resilient, and secure connectivity (wired and wireless) to the HCHB Enterprise Network.
- BIS IT Network Modernization: The Bureau of Industry and Security (BIS) Office of the Chief Information Officer (OCIO) supports the BIS mission through effective delivery of information technology (IT) solutions that enable policy makers and investigators to advance national security priorities.

Base Program

- BAS: The BAS project modernizes administrative management systems (financial management, acquisition, property), enterprise data warehouse, and business intelligence reporting solutions across Commerce. The activities resulted in the implementation of Phase I (FY 2024 - NOAA, BIS, and EDA). Phase III (Census) deployment is planned for FY 2026. Phase II (NIST, BEA, ITA, MBDA, NTIA, NTIS, OIG, OS) deployment has been rescheduled for FY 2027. Estimates indicate that once all bureaus have been deployed, the overall cost for operations and maintenance activities will be less than current costs. These funds will be used for project management support and implementation services to continue the implementation of modernized financial, acquisition, property, and data warehouse systems for Phase III.
- Cybersecurity: The enterprise cybersecurity program will make the Department's systems more defensible by employing a Zero Trust Architecture (ZTA). ZTA will enable the Department to better detect and contain our adversaries, replace ineffective deterrence like passwords with multifactor authentication (MFA) and encryption, continuously identify, prioritize, and remediate vulnerabilities, and transform our workplace culture by adopting a secure-aware mindset.
- GEMS: DM has funded the development cost for the GEMS program. Estimates indicate that once bureaus have been deployed, the overall cost for operations and maintenance activities will be less than current costs.
- NTIA Spectrum IT Modernization: NTIA carries out the President's authority to assign spectrum resources to radio stations belonging to and operated by the federal agencies. The federal agencies rely on the radio spectrum to execute their congressionally mandated missions, ranging from national defense, homeland security, and law enforcement to ensuring aeronautical and marine safety, conducting space travel and scientific research, and forecasting the weather accurately. Federal agencies rely on NTIA spectrum IT systems to conduct the spectrum processes that manage federal RF-spectrum use, enabling the missions discussed above.
- NTIA FACTS: This is an applied research program initiative that will initially focus on mid-band spectrum sharing and transition to studying other radio bands consistent with spectrum auction priorities.
- HCHB Network Modernization: This program is legacy infrastructure modernization informed by the Department's Zero Trust Strategy. It will update the network infrastructure to provide reliable, resilient, recoverable, and supportable user accessibility to Department business unit resources, hosted within HCHB, in the cloud and through the public internet. It will also decrease cybersecurity risk and ensure compatibility with new and emerging security technologies.
- BIS IT Network Modernization: BIS must complete a holistic IT modernization to address major deficiencies in mission technology delivery, cybersecurity and data integrity, and usability. In order to execute this effort, BIS will target investments across three major IT modernization program areas data, cybersecurity, and mission applications.

Statement of Operating Objectives

The remaining \$14 million will be used to support these projects in FY2026. Additional funding in FY 2026 will be requested through transfers of expiring unobligated balances from across the Department.

Explanation and Justification

In FY 2026, the Nonrecurring Expenses Fund will continue to be funded through transfers of expiring unobligated balances from across the Department, in accordance with Public Law 116-93 which states, "That unobligated balances of expired discretionary funds appropriated for this or any succeeding fiscal year from the General Fund of the Treasury to the Department of Commerce by this or any other Act may be transferred (not later than the end of the fifth fiscal year after the last fiscal year for which such funds are available for the purposes for which appropriated) into the Fund."

**Department of Commerce
Departmental Management
Nonrecurring Expenses Fund
APPROPRIATION LANGUAGE AND CODE CITATION**

FY 2026

Nonrecurring Expenses Fund

For necessary expenses for technology modernization projects of the Department of Commerce, including for cybersecurity risk

15 U.S. C. 1501

SEC. 111. (a) There is hereby established in the Treasury of the United States a fund to be known as the "Department of Commerce Nonrecurring Expenses Fund" (the Fund): Provided, That unobligated balances of expired discretionary funds appropriated for this or any succeeding fiscal year from the General Fund of the Treasury to the Department of Commerce by this or any other Act may be transferred (not later than the end of the fifth fiscal year after the last fiscal year for which such funds are available for the purposes for which appropriated) into the Fund: Provided further, That amounts deposited in the Fund shall be available until expended, and in addition to such other funds as may be available for such purposes, for information and business technology system modernization and facilities infrastructure improvements necessary for the operation of the Department, subject to approval by the Office of Management and Budget: Provided further, That amounts in the Fund may be obligated only after the Committees on Appropriations of the House of Representatives and the Senate are notified at least 15 days in advance of the planned use of funds.

Department of Commerce
Departmental Management
Working Capital Fund
FY 2024 to FY 2026 PROGRAM INCREASES/DECREASES/TERMINATIONS
(Dollar amounts in thousands)
(By Appropriation, Largest to Smallest)

Increases

Page No.	Appropriations	Budget Program	Title of Increase	Positions	Budget Authority
No Program Change Requested					
Total, Increases				0	0

Decreases

Page No.	Appropriations	Budget Program	Title of Decrease	Positions	Budget Authority
DM - 66	Working Capital Fund	Operations and Administration	Working Capital Fund Adjustment	(320)	(61,736)
Total, Decreases				(320)	(61,736)

Terminations

Page No.	Appropriations	Budget Program	Title of Termination	Positions	Budget Authority
No Program Change Requested					
Total, Terminations				0	0

Total Program Increases/Decreases/Terminations				(320)	(61,736)
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Department of Commerce
Departmental Management
Working Capital Fund
SUMMARY OF RESOURCE REQUIREMENTS
(Dollar amounts in thousands)

	Positions	FTE	Budget Authority	Direct Obligations
Enacted, 2024	891	712	0	323,726
Plus: 2026 Program Changes	(320)	(151)	0	(61,736)
2026 Estimate	571	561	0	261,990

Comparison by activity/Subactivity
with totals by activity

			2024 Enacted		2026 Estimate		Increase/Decrease	
			Personnel	Amount	Personnel	Amount	Personnel	Amount
Operations and Administration	Pos./BA	891	0		571	0	(320)	0
	FTE/Obl.	712	323,726		561	261,990	(151)	(61,736)
Total	Pos./BA	891	0		571	0	(320)	0
	FTE/Obl.	712	323,726		561	261,990	(151)	(61,736)

Adjustments for

Recoveries	0	0	0	0	0	0
Unobligated balance, start of year	0	0	0	0	0	0
Unobligated balance transferred	0	0	0	0	0	0
Unobligated Balance, end of year	0	0	0	0	0	0
Unobligated balance expiring	0	0	0	0	0	0
Rescission of unobligated balances	0	0	0	0	0	0
Financing from transfers	0	0	0	0	0	0
Transfer from other accounts (-)	0	0	0	0	0	0
Transfer to other accounts (+)	0	0	0	0	0	0
Total Reimbursable Authority		323,726		261,990		(61,736)

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**Department of Commerce
Departmental Management
Working Capital Fund
JUSTIFICATION OF PROGRAM AND PERFORMANCE**
(Dollar Amounts in thousands)

Activity: Operations and Administration

Goal Statement

The U.S. Department of Commerce Working Capital Fund (WCF) was established on June 28, 1944. The WCF's mission is to provide centralized services to the Department's bureaus in the most efficient and economical manner possible. The WCF was established without fiscal year limitation. It operates as a revolving fund and does not receive a yearly appropriation from Congress. Goods and services are financed by charging operating expenses back to the customers. The overall financial goal is to remain at a break even position within approximately 4% earned carryover into the next fiscal year. Organizational units provide the administrative support needed to accomplish the DOC's overall mission. This mission focuses on creating the conditions for economic growth and opportunity for all Americans.

Program Description

The Secretary of Commerce is vested with managing the WCF. Department Organizational Order 10-5 delegates this responsibility to the Chief Financial Officer and Assistant Secretary for Administration (CFO/ASA). The CFO/ASA, acting through the Office of Financial Management, monitors the financial activities of the WCF service providing offices. The services are provided by the following organizational units: Office of Financial Management (OFM); Office of the General Counsel (OGC); Office of the Chief Information Officer (OCIO); Office of Human Resources Management (OHRM); Office of Civil Rights (OCR); Office of Acquisition Management (OAM); Office of Privacy and Open Government (OPOG); Office of Security, Insider Risk and Continuity (OSIRC); Office of Facilities and Environmental Quality (OFEQ); Executive Direction; and the Office of Performance Excellence.

The Office of the Secretary Financial Management (OSFM) located in the Office of Financial Management (OFM) provides the financial stewardship and management of the WCF. A driving principal within the OSFM in managing the WCF is transparency. The WCF is managed throughout the year with extreme attention to operating the fund with transparency and openness. There are multiple deliverables and activities throughout the year that contribute to this theme of transparency. These include, but are not limited to an annual WCF Handbook, bureau cost estimates and variance meetings, quarterly memorandum of understanding and project breakdowns, Chief Financial Officer (CFO) Council and Departmental Management (DM) Council briefings, and periodic project and billing algorithm reviews with service providers and customer bureaus.

- The Office of the General Counsel (OGC) provides legal advice to the Secretary, the Under Secretaries, the Assistant Secretaries, and other officers of the Department, including bureau heads. OGC provides guidance and services on matters involving Departmental programs and components. OGC supervises the development of the Department's legislative program and the delivery of effective legal services for the growing needs of major programs.

- The Office of the Chief Information Officer leads the management of information resources throughout the Department, ensuring the Department's programs make full and appropriate use of information technology (IT). OCIO implements Government-wide and Departmental policies, programs, and activities in all aspects of IT management, including IT security and provides analysis, design, development, support, and oversight of the Department's automated systems for Administration. OCIO provides Department-wide coordination and technical support for the development and operation of information technology resources, including telecommunications. In addition, OCIO manages the Department's IT security and critical IT infrastructure programs.
- The Office of Financial Management (OFM) implements policies and procedures for Departmental financial management, provides consolidated financial reporting, and develops and maintains the Commerce Business System (CBS), the Department's financial management system. OFM is leading the implementation of the Business Applications Solution (BAS) project. OFM also provides Department-level management of travel and complete financial stewardship for all activities included in Departmental Management. OFM oversees and administers budget functions for the Office of the Secretary, manages the Department's Working Capital Fund, and provides financial support and guidance Department-wide.
- The Office of Security, Insider Risk, and Continuity (OSIRC) plans, develops, and implements policies and procedures for managing and delivering security services for the Department. OSIRC provides counterespionage, anti-terrorism, and emergency management program support and puts forth guidance to Departmental offices and operating units regarding security matters as they relate to the protection of personnel, facilities, property, and information. Specifically, OSIRC establishes and enforces policies and procedures for conducting background investigations and granting security clearances; safeguarding classified and sensitive documents and information; assessing threats and determining risks to Departmental assets; and ensuring proper communications security for classified information.
- The Office of Facilities and Environmental Quality (OFEQ) provides Department-level management of real property, energy, and environmental programs. OFEQ provides management of the following HCHB programs and services: publications; printing; library services; mail; messenger and distribution services; space management and use; building management including operations, maintenance, repairs, and major and minor renovations; labor services; historic preservation; and shipping/receiving.
- The Office of Human Resource Management (OHRM) implements Government-wide and Departmental policies, programs, and activities in all aspects of human resources management and administration including recruitment and placement, classification, payroll support and administration, incentive awards, training and development, employee and labor relations, Department-wide oversight, and evaluation of human resources management activities, unemployment and workers' compensation, employee health and safety, employee benefits and drug testing.

- The Office of Acquisition Management (OAM) develops, coordinates, and maintains the Department's acquisition regulations, policies, and procedures. OAM, whose director serves as the DOC's Senior Procurement Executive, delivers, maintains, and approves DOC-wide or bureau-specific automated procurement support and serves as the focal point for the collection and reporting of acquisition information. OAM develops and maintains DOC-wide acquisition management and performance measurement programs, evaluates and compares contracting office performance against stated goals, and advises the Assistant Secretary for Administration on goal achievements. OAM also serves as the Department of Commerce's primary office for all issues relating to organizational performance and risk management.
- The Office of Civil Rights (OCR) develops and manages the Department's Equal Employment Opportunity (EEO) policies and programs. OCR conducts discrimination complaint investigations and adjudications and provides program support to selected operating units.
- The Office of Privacy and Open Government (OPOG) develops and manages Departmental compliance with privacy policies as per the Privacy Act of 1974, the E-Government Act of 2002, and the Federal Information Security Management Act. It also coordinates the Department's response to incidents involving personally identifiable information, administers the Departmental Freedom of Information Act program, administers and coordinates the Departmental transparency and Open Government activities, manages the Department's numerous Federal Advisory Committee Act advisory committees, and manages the Department's directives system and relevant Executive Orders that are used to prescribe the basic management structure and organizational arrangements of the Department.
- The Office of Executive Direction (Exe Dir) includes National Security Solutions and Services (NS3) program. The mission of the NS3 program is to provide secure and reliable network connectivity, phone, e-mail, printing, and office productivity solutions and services to DOC customers with classified mission requirements.
- The Office of Performance Excellence (OPE) serves as the Department of Commerce's primary office for all issues relating to organizational performance management. It works collaboratively with Departmental offices and operating units to develop and implement the Department Strategic Plan, related action plans, and performance indicators. It coordinates and collaborates with operating units on analyses and evaluations of programs, processes, service management, administrative functions, initiatives and other activities to identify opportunities to enhance efficiency and effectiveness.

Statement of Operating Objectives

The Working Capital Fund (WCF) provides administrative oversight and operational support to ensure effective management of fiscal resources and business processes by which the Department carries out its mission. The WCF is managed throughout the year with extreme attention to operating the fund with transparency, openness, and a high level of customer support. Funds will be utilized to provide centralized services including: legal services, travel services, network services, data center services, IT help desk support, human capital management, end-to-end full-lifecycle acquisition services, the strategic sourcing portfolio, physical security, information security, personnel security, communications security, investigations, operations security, continuity of operations/continuity of government, financial internal control, timely and accurate financial information, and managing, operating, and maintaining the Herbert Clark Hoover Building.

Explanation and Justification

The WCF provides administrative oversight and operational support to deliver centralized shared services to the Department's bureaus in the most efficient and economic manner possible. The organizational units provide the administrative support needed to accomplish DOC's overall mission. These operational support includes support in the recruitment, training, retention, and management of a diverse and highly effective workforce with the skills and abilities required to achieve the Department's mission. In addition, the WCF provides administrative oversight and operational support to ensure effective management of fiscal resources and business processes by which the Department carries out its responsibilities and providing administrative oversight and operational support to ensure the effective management and security of the facilities and property used to administer the Department's programs.

Department of Commerce
Departmental Management
Working Capital Fund
PROGRAM CHANGES FY 2026
(Dollar amounts in thousands)

		2024 Enacted		2026 Estimate		Increase/Decrease	
		Personnel	Amount	Personnel	Amount	Personnel	Amount
Operations and Administration	Pos./BA	891	0	571	0	(320)	0
	FTE/Obl.	712	323,726	561	261,990	(151)	(61,736)

Working Capital Fund Adjustment (\$61,736), (151) FTE/ (320) Positions -- This request will reduce the Working Capital Fund account by approximately 19% from the FY 2024 enacted amount. Approximately half of the savings will come from workforce reduction across the board. Staff reductions will also result in savings to rent, travel, training, contractual services, supplies, and equipment. Departmental Management will also reduce contractual services not related to staffing. The Office of Security, Insider Risk and Continuity (OSIRC) Bureau Specific projects moved to the Advances and Reimbursement funds based upon agreements.

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**Department of Commerce
Departmental Management**

IMPLEMENTATION STATUS OF GAO AND OIG RECOMMENDATIONS

31 U.S.C. 720, as amended January 3, 2019, requires the head of a federal agency to submit a written statement of the actions taken or planned on Government Accountability Office (GAO) recommendations to the House and Senate Committees on Appropriations with the agency's first request for appropriations made more than 180 calendar days after the date of the report.

The Good Accounting Obligation in Government Act (GAO-IG Act), passed on January 3, 2019, (P.L. 115-414) requires each agency to include, in its annual budget justification, a report that identifies each public recommendation issued by GAO and the agency's office of the inspector general (OIG) which has remained unimplemented for one year or more from the annual budget justification submission date. In addition, the Act requires a reconciliation between the agency records and the IGs' Semiannual Report to Congress (SAR).

Section 1. Recommendations for which action plans were finalized since the last appropriations request.

See Chart 1 below.

Section 2. Implementation of GAO public recommendations issued no less than one year ago that are designated by GAO as 'Open' or 'Closed-Unimplemented.'

Open Recommendation(s) the Department has decided not to implement.

Nothing to Report

Open Recommendation(s) the Department plans to implement.

See Chart 2 below.

Recommendations designated by GAO as "Closed – Unimplemented since last appropriations request"

Nothing to Report

Section 3. Implementation of OIG public recommendations issued no less than one year for which Final Action has not been Taken or Action Not Recommended has been Taken

See Chart 3 below.

Section 4. Discrepancies between this report and the semiannual reports submitted by the Commerce Office of Inspector General or reports submitted by the GAO

Nothing to Report: There are no discrepancies other than recommendations issued or closed since GAO or OIG reports.

Section 1: GAO Recommendations for which action plans were finalized since the last appropriations request.

This table includes recommendations for which action plans were finalized since Budget Exhibit 41 was prepared for our last appropriations request February 2024.

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Action(s) Planned	Action Status (Planned, In-Progress, or Complete)	Target Completion Date	Recommendation Status
GAO-24-105980	Artificial Intelligence: Agencies Have Begun Implementation but Need to Complete Key Requirements	12/12/2023	10	The Secretary of Commerce should ensure that the department develops a plan to either achieve consistency with EO 13960 section 5 for each AI application or retires AI applications found to be developed or used in a manner that is not consistent with the order.	The Department will review its DOC AI Use Case Inventory for compliance with all nine Principles for Use of AI in Government prescribed in EO 13960 section3, will identify all applications found to be inconsistent with the principles and will submit to the Chief AI Officer a corresponding plan to achieve consistency with EO 13960 or to retire the application.	Complete	Preparing Closure Request	Open
GAO-24-105980	Artificial Intelligence: Agencies Have Begun Implementation but Need to Complete Key Requirements	12/12/2023	11	The Secretary of Commerce should ensure that the department updates its AI use case inventory to include all the required information, at minimum, and takes steps to ensure that the data in the inventory aligns with provided instructions.	The Department will review and update the current inventory to include all required information as provided in the EO 13960, and the Department will perform updates, at least annually, to the AI use case inventory to ensure compliance with EO 13960.	Complete	Preparing Closure Request	Open
GAO-24-105658	Federal Agencies Made Progress, but Need to Fully Implement Incident Response Requirements	12/4/2023	2	Cybersecurity: The Department has identified an enterprise solution for event logging and continues to mature the program across DOC. DOC continues to communicate regularly with OMB and CISA on the roadmap toward meeting M-21-31. DOC plans to achieve Maturity level EL1 by	The Secretary of Commerce should ensure that the agency fully implements all event logging requirements as directed by OMB guidance.	In Progress	Remediation efforts are still ongoing. Original target date has passed. Reassessing	Open
GAO-24-106137	Cloud Computing: Agencies Need to Address Key OMB Procurement Requirements	9/20/2024	5	The Secretary of Commerce should ensure that the CIO of Commerce finalizes guidance to put a cloud Service Level Agreement (SLA) in place with every vendor when a cloud solution is deployed. The guidance should include language that addresses OMB's four required elements for SLAs, including continuous awareness of the confidentiality, integrity, and availability of its assets; a detailed description of roles and responsibilities; clear performance metrics; and remediation plans for noncompliance.	To address GAO's recommendations, the Department's Office of Federal Information Technology Acquisition Reform Act (FITARA) assembled an immediate task force that included Departmental subject matter experts to develop Departmental Guidance on Cloud Smart Procurement Service Level Agreements (SLAs). - The Department's Office of FITARA worked with OCIO offices, such as the Department's Office of the Chief Information Officer, the Office of Compliance and Oversight, the Office of Cybersecurity Risk Management, the Office of Policy and Governance, the Office of the Chief Technology Officer, as well as the Office of the General Counsel, the Office of Acquisition Management, and the Office of Privacy and Open Government to convert the draft of the Department Guidance on Cloud Smart Procurement SLA into the final guide. - On November 14, 2024, OCIO approved the submission of the final Department Guidance on Cloud Smart Procurement SLA to GAO.	Complete	N/A	Closed
GAO-24-106137	The Secretary of Commerce should ensure that the CIO of Commerce finalizes guidance on standardizing cloud SLAs.	9/20/2024	6	The Secretary of Commerce should ensure that the CIO of Commerce finalizes guidance on standardizing cloud SLAs.	Same as above.	Complete	N/A	Closed

Section 2: Implementation of Government Accountability Office (GAO) public recommendations issued no less than one year ago that are designated by GAO as “Open” or “Closed-Unimplemented.”

1) Open Recommendation(s) the Department has decided not to implement.

Nothing to report in this category.

2) Open Recommendation(s) the Department plans to implement.

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Target Implementation Date	Closure Request Pending with GAO (Yes/No)	Clear Budget Implications (Yes/No)
GAO-15-431	Telecommunications: Agencies Need Better Controls to Achieve Significant Savings on Mobile Devices and Services	5/21/2015	4	To help the department effectively manage spending on mobile devices and services, the Secretary of Commerce should ensure a reliable department-wide inventory of mobile service contracts is developed and maintained.	Information submitted to GAO. Closure request pending.	Yes	No
GAO-15-431	Telecommunications: Agencies Need Better Controls to Achieve Significant Savings on Mobile Devices and Services	5/21/2015	5	To help the department effectively manage spending on mobile devices and services, the Secretary of Commerce should ensure procedures to monitor and control spending are established department-wide. Specifically, ensure that (1) procedures include assessing devices for zero, under, and over usage; (2) personnel with authority and responsibility for performing the procedures are identified; and (3) the specific steps to be taken to perform the process are documented.	Information submitted to GAO. Closure request pending.	Yes	No
GAO-18-93	FEDERAL CHIEF INFORMATION OFFICERS: Critical Actions Needed to Address Shortcomings and Challenges in Implementing Responsibilities	8/2/2018	5	The Secretary of Commerce should ensure that the departments IT management policies address the role of the CIO for key responsibilities in the five areas we identified.	Sent documentation of actions taken to GAO. Have contacted GAO to find out what additional documentation is needed to close the recommendation.	No	No
GAO-19-543	Environmental Justice: Federal Efforts Need Better Planning, Coordination, and Methods to Assess Progress	9/16/2019	1	The Secretary of Commerce should update the department's environmental justice strategic plan.	Closure request pending. Requesting closure as "closed - unimplemented" in light of the recent executive orders that revoke EO 12898 and EO 14096 and suspend EJ activities.	No	No
GAO-19-543	Environmental Justice: Federal Efforts Need Better Planning, Coordination, and Methods to Assess Progress	9/16/2019	11	The Secretary of Commerce should issue a progress report on the department's environmental justice efforts each year.	Closure request pending. Requesting closure as "closed - unimplemented" in light of the recent executive orders that revoke EO 12898 and EO 14096 and suspend EJ activities.	Yes	No
GAO-20-155	TELECOMMUNICATIONS: Agencies Should Fully Implement Established Transition Planning Practices to Help Reduce Risk of Costly Delays	4/7/2020	1	The Secretary of Commerce should ensure that the agency's Chief Information Officer updates the telecommunications inventory to include all telecommunications assets and services in use at the agency, and updates Commerce's process for ongoing maintenance of the inventory to include the complete inventory.	5/31/2026	No	No

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Target Implementation Date	Closure Request Pending with GAO (Yes/No)	Clear Budget Implications (Yes/No)
GAO-20-155	TELECOMMUNICATIONS: Agencies Should Fully Implement Established Transition Planning Practices to Help Reduce Risk of Costly Delays	4/7/2020	2	The Secretary of Commerce should ensure that the agency's Chief Information Officer completes efforts to identify future telecommunications needs using a complete inventory of existing telecommunications services; conducts and documents a comprehensive strategic analysis at all bureaus to identify areas for optimization and sharing of telecommunications resources; evaluates the costs and benefits of implementing new telecommunications technology and alternative options at all bureaus; and fully aligns Commerce's telecommunications needs with its long-term IT plans and enterprise architecture.	5/31/2026	No	No
GAO-20-155	TELECOMMUNICATIONS: Agencies Should Fully Implement Established Transition Planning Practices to Help Reduce Risk of Costly Delays	4/7/2020	3	The Secretary of Commerce should ensure that the agency's Chief Information Officer finalizes the responsibilities related to the information security management role during the telecommunications transition, and assigns the roles for providing legal expertise during the transition, as well as for managing human capital, telecommunications assets, and information security during the transition, to staff members; describes how changes and disruptions related to the transition will be communicated to end users at all bureaus and identifies the key local and regional agency transition officials responsible for disseminating information about the transition to employees and working with the vendor to facilitate transition activities in Commerce's transition communications plan; and establishes and implements configuration and change management processes for its transition.	5/31/2026	No	No
GAO-20-155	TELECOMMUNICATIONS: Agencies Should Fully Implement Established Transition Planning Practices to Help Reduce Risk of Costly Delays	4/7/2020	4	The Secretary of Commerce should ensure that the agency's Chief Information Officer identifies all of the funding needed to support the telecommunications transition; justifies requests for resources related to transition program management staff; conducts an analysis to identify staff resources needed for the entire transition effort; and analyzes training needs for staff assisting with the transition.	5/31/2026	No	No
GAO-20-155	TELECOMMUNICATIONS: Agencies Should Fully Implement Established Transition Planning Practices to Help Reduce Risk of Costly Delays	4/7/2020	5	The Secretary of Commerce should ensure that the agency's Chief Information Officer takes into account the agency's telecommunications transition risks, mission critical systems, and contingency plans in Commerce's transition timeline.	5/31/2026	No	No
GAO-22-105065	Privacy: Dedicated Leadership Can Improve Programs and Address Challenges	9/22/2022	9	The Secretary of Commerce should ensure that its organization-wide risk management strategy includes key elements, including a determination of privacy risk tolerance.	Work is in process on developing the strategy. Target implementation date was 9/30/2024. A new target date has not been set due to uncertainty regarding staffing and budget.	No	No

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Target Implementation Date	Closure Request Pending with GAO (Yes/No)	Clear Budget Implications (Yes/No)
GAO-22-105215	Tribal Economic Development: Action is Needed to Better Understand the Extent of Federal Support	8/30/2022	3	The Director of Commerce's Office of Native American Business Development, in coordination with tribes, should establish a plan for periodically publicly reporting the amount of economic development assistance provided by Commerce to tribal entities and using that information to identify opportunities to improve assistance to tribal entities.	While Commerce has taken steps to advance a report, the Office awaits adequate funding to support the robust and detailed report required.	No	Yes
GAO-23-104624	COMMERCE WORKING CAPITAL FUND Policy and Performance Measure Enhancements Could Help Strengthen Management	12/13/2022	2	Commerce's Chief Financial Officer/Assistant Secretary for Administration should document a policy for managing the WCF's balances—including the end-of-year unobligated and obligated balances—that describes how fund managers should evaluate, use, and maintain the balances over time.	GAO has determined that the recommendation is partially addressed because Commerce updated its WCF Handbook and documented its goal of maintaining the WCF's year-end-carry-over balance at four percent of the annual operating budget. GAO has sent follow-up questions regarding documentation of Commerce's policy for managing the fund's obligated balance. DOC is working on responses to these questions.	Yes	Yes
GAO-23-104624	COMMERCE WORKING CAPITAL FUND Policy and Performance Measure Enhancements Could Help Strengthen Management	12/13/2022	3	Commerce's Chief Financial Officer/Assistant Secretary for Administration should create performance measures and a process for evaluating the WCF's overall management, such as measuring the billing error rates or the reliability of cost information. These performance measures should be aligned with Commerce's strategic goals to help determine if the WCF is operating effectively.	Commerce plans to survey Working Capital Fund (WCF) customers annually to collect feedback on services provided through the WCF. WCF managers also plan to work with Commerce's Performance Office to develop additional performance measures. Target implementation date has passed. Working to determine if we can submit closure request or need to extend the target date.	No	Yes
GAO-23-104624	COMMERCE WORKING CAPITAL FUND Policy and Performance Measure Enhancements Could Help Strengthen Management	12/13/2022	4	Commerce's Chief Financial Officer/Assistant Secretary for Administration should coordinate with OSFM and WCF service providers to create and document a process to regularly review the results of WCF performance measures.	Commerce's Office of the Secretary Financial Management (OSFM) is working with Commerce's Performance Office to document a process to regularly review Working Capital Fund (WCF) performance measures. OSFM also plans to communicate the results of those measures to WCF service providers and customers. Target implementation date has passed. Working to determine if we can submit closure request or need to extend the target date.	No	Yes

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Target Implementation Date	Closure Request Pending with GAO (Yes/No)	Clear Budget Implications (Yes/No)
GAO-24-105658	Cybersecurity: Federal Agencies Made Progress, but Need to Fully Implement Incident Response Requirements	12/4/2023	2	The Secretary of Commerce should ensure that the agency fully implements all event logging requirements as directed by OMB guidance.	Remediation efforts are still ongoing. Original Target date has passed - Reassessing target date.	No	Yes
GAO-24-105980	Artificial Intelligence: Agencies Have Begun Implementation but Need to Complete Key Requirements	12/12/2023	10	The Secretary of Commerce should ensure that the department develops a plan to either achieve consistency with EO 13960 section 5 for each AI application or retires AI applications found to be developed or used in a manner that is not consistent with the order.	Completed. Preparing closure request.	No	No
GAO-24-105980	Artificial Intelligence: Agencies Have Begun Implementation but Need to Complete Key Requirements	12/12/2023	11	The Secretary of Commerce should ensure that the department updates its AI use case inventory to include all the required information, at minimum, and takes steps to ensure that the data in the inventory aligns with provided instructions.	Completed. Preparing closure request.	No	No

3) Recommendations designated by GAO as “Closed – Unimplemented” since the last appropriations request.

Nothing to report in this category.

Section 3: Implementation of Office of Inspector General (OIG) public recommendations issued no less than one year for which final action has not been taken or action not recommended has been taken.

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Target Implementation Date	Reason No Final Action Taken or Action Not Recommended Taken	Closure Request Pending with OIG (Yes/No)
OIG-20-037-A	Fleet Program Is Not Managed in Accordance with Fleet Management Requirements	7/20/2020	2	We recommend that the Chief Financial Officer and Assistant Secretary for Administration do the following: Update the PPMM to include guidance for OS commercial leasing. The Department should ensure other PPMM requirements do not similarly exclude OS.	Target date has passed. Assessing additional time needed.	Actions are in progress. Revised Manual is in final stage of review.	No
OIG-20-037-A	Fleet Program Is Not Managed in Accordance with Fleet Management Requirements	7/20/2020	4	We recommend that the Chief Financial Officer and Assistant Secretary for Administration do the following: Update policies and procedures to include requirements for bureaus to maintain adequate documentation of vehicle usage.	Preparing closure request.	Agency owned and GSA leased vehicle replacements have been activated with Telematics (operational, maintenance, and safety monitoring software program). Bureau fleet manager training was conducted. Preparing closure request.	No
OIG-21-001-A	Audit of the Department's Compliance with the Geospatial Data Act of 2018	10/1/2020	3	We recommend that the Deputy Secretary of Commerce and the Senior Agency Official for Geospatial Information develop Department-wide procedures to ensure operating units consistently implement the Department's Policy on Planned Geospatial Acquisitions.	9/30/2026	Work is in progress. Awaiting release of revised OMB Circular A-16 which will inform Department procedures.	No
OIG-22-003-A	Audit of the Department's Digital Accountability and Transparency Act of 2014 Submission for the First Quarter of Fiscal Year 2021	11/8/2021	3	We recommend that Department management: 3) Enhance its FPDS-NG data error checking controls (including manual investigation and resolution by Contracting Officers), and controls over the input of award data in FPDS-NG to effectively identify and correct incomplete and inaccurate data within FPDS-NG prior to the Department's submissions.	Complete	Closure request pending. Preparing responses to OIG follow-up questions. Closure request pending. OIG sent follow-up questions. DOC has submitted a response.	Yes
OIG-22-003-A	Audit of the Department's Digital Accountability and Transparency Act of 2014 Submission for the First Quarter of Fiscal Year 2021	11/8/2021	4	We recommend that Department management: 4) Enhance its FPDS-NG procurement award approval controls to ensure all contract award data are timely approved in accordance with FAR 4.604.	Complete	Closure request pending. Preparing responses to OIG follow-up questions. Closure request pending. OIG sent follow-up questions. DOC has submitted a response.	Yes
OIG-22-003-A	Audit of the Department's Digital Accountability and Transparency Act of 2014 Submission for the First Quarter of Fiscal Year 2021	11/8/2021	7	We recommend that Department management: 7) Enhance its controls over the verification of whether awardee information in SAM.gov agrees to awardee information in the grants system at the time of award.	Complete	Closure request pending. Preparing responses to OIG follow-up questions. Closure request pending. OIG sent follow-up questions. DOC has submitted a response.	Yes

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Target Implementation Date	Reason No Final Action Taken or Action Not Recommended Taken	Closure Request Pending with OIG (Yes/No)
OIG-22-003-A	Audit of the Department's Digital Accountability and Transparency Act of 2014 Submission for the First Quarter of Fiscal Year 2021	11/8/2021	8	We recommend that Department management: 8) Enhance its controls related to the timely input of financial assistance award data to FABS.	Complete	Preparing closure request.	No
OIG-22-014-I	The Department Must Improve Processes for Addressing and Managing H Referrals	12/16/2021	1	We recommend that the Chief Financial Officer and Assistant Secretary for Administration do the following: 1. Establish a Department-wide framework that includes written procedures and a quality assurance process to ensure prompt processing, independent and objective reviewing, thorough reporting, and tracking the status of H referrals from OIG.	Target date has passed. We have asked OIG for an extension to July 7, 2025.	Actions are ongoing but have been delayed by turnover in key Departmental positions necessary for implementation since November.	No
OIG-22-014-I	The Department Must Improve Processes for Addressing and Managing H Referrals	12/16/2021	2	We recommend that the Chief Financial Officer and Assistant Secretary for Administration do the following: 2. Enforce the reporting requirement on providing to OIG the H referral response as required in DAO 207-10. If the suspense date cannot be met, report its progress to and request an extension from OIG before the suspense date.	Target date has passed. We have asked OIG for an extension to July 7, 2025.	Actions are ongoing but have been delayed by turnover in key Departmental positions necessary for implementation since November.	No
OIG-22-023-I	The Department Mismanaged, Neglected, and Wasted Money on the Implementation of IT Security Requirements for Its National Security Systems	6/15/2022	2	We recommend that the Deputy Secretary of Commerce ensure that the Chief Information Officer does the following: Implement multi-factor authentication for access to all of the Department's NSS according to Committee on National Security Systems requirements.	9/29/2025	Actions are in progress.	No
OIG-22-033-A	Performance Audit of the U.S. Department of Commerce's Working Capital Funds	9/22/2022	2	We recommend that: 2. The NIST WCF and Departmental WCF develop, document, and implement a policy to require divisions providing services to customers to periodically solicit formal feedback from customer bureaus, document and assess the feedback received, and document the 'going-forward' considerations surrounding the feedback received.	Recommendation to both OS-CFO and NIST. NIST portion closed.	DOC actions are complete. Preparing closure request.	No
OIG-23-030-A	Audit of the Department's Identification and Remediation of Vulnerabilities on High Value Assets	9/28/2023	1	We recommend the Deputy Secretary of Commerce direct the Department's Chief Information Officer to do the following: 1. Work with system owners to (a) determine why penetration tests and KEV findings are not resolved within established due dates, (b) prioritize resources to resolve the causes of the delayed remediations, (c) immediately remediate vulnerabilities, and (d) establish a real-time reporting mechanism to track closures.	Complete	Closure request is pending.	Yes

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Target Implementation Date	Reason No Final Action Taken or Action Not Recommended Taken	Closure Request Pending with OIG (Yes/No)
OIG-23-030-A	Audit of the Department's Identification and Remediation of Vulnerabilities on High Value Assets	9/28/2023	3	We recommend the Deputy Secretary of Commerce direct the Department's Chief Information Officer to do the following: 3. Establish and implement a process to aggregate and share penetration testing results across bureau HVA system owners.	Complete	Closure Request is pending.	Yes
OIG-24-013-I	OIG Evaluation of Ethics Oversight	2/14/2024	2	We recommend that the Department's General Counsel direct the Chief of the Ethics Law and Programs Office to 2. Implement processes to ensure that all examiners with filing obligations are captured in the FD Online system and examiners submit CFDRs as required.	Target date has passed. Assessing whether actions or complete or a new target implementation date must be set.	Assessing whether actions are complete.	No
OIG-24-013-I	OIG Evaluation of Ethics Oversight	2/14/2024	4	We recommend that the Department's General Counsel direct the Chief of the Ethics Law and Programs Office to 4. Ensure ELPO leverages subject-matter expertise from USPTO to carry out reviews of CFDRs that comply with regulations and internal policies.	Target date has passed. Assessing whether actions or complete or a new target implementation date must be set.	Assessing whether actions are complete.	No
OIG-24-013-I	OIG Evaluation of Ethics Oversight	2/14/2024	7	We recommend that the Department's General Counsel direct the Chief of the Ethics Law and Programs Office to: Ensure patent examiners receive clear and accurate guidance in response to CFDR filings and specific requests.	Target date has passed. Assessing whether actions or complete or a new target implementation date must be set.	Assessing whether actions are complete.	No
OIG-24-013-I	OIG Evaluation of Ethics Oversight	2/14/2024	8	We recommend that the Department's General Counsel direct the Chief of the Ethics Law and Programs Office to: Develop and implement a written process to identify and track conflict-of-interest risks and ensure risk assessment results are used to inform ethics training and guidance given.	Target date has passed. Assessing whether actions or complete or a new target implementation date must be set.	Assessing whether actions are complete.	No
OIG-24-014-A	Audit of the Department's Implementation of the Business Applications Solution Program	2/22/2024	1	We recommend that the Deputy Secretary of Commerce: Ensure the development and ongoing maintenance of a lifecycle cost estimate and schedule for the program in accordance with the Department's Acquisition Project Management Policy (DAO-208-16) and the U.S. Government Accountability Office's (GAO's) Cost Estimating and Assessment Guide.	Target date has passed.	Assessing whether actions are complete.	No
OIG-24-014-A	Audit of the Department's Implementation of the Business Applications Solution Program	2/22/2024	2	We recommend that the Deputy Secretary of Commerce: 2. Ensure that the BAS Executive Board reviews the program's cost, schedule, and scope performance against baselines, as well as risk management and additional metrics needed to support adequate investment oversight.	Target date has passed.	Assessing whether actions are complete.	No

Report Number	Report Title	Issue Date	Recommendation Number	Recommendation	Target Implementation Date	Reason No Final Action Taken or Action Not Recommended Taken	Closure Request Pending with OIG (Yes/No)
OIG-24-014-A	Audit of the Department's Implementation of the Business Applications Solution Program	2/22/2024	3	We recommend that the Deputy Secretary of Commerce: Ensure the program defines and executes cost management controls in accordance with DAO-208-16 and the Department of Commerce Cost Estimating Guide.	Target date has passed.	Assessing whether actions are complete.	No
OIG-24-014-A	Audit of the Department's Implementation of the Business Applications Solution Program	2/22/2024	4	We recommend that the Deputy Secretary of Commerce: Ensure the program defines and executes schedule management controls in accordance with DAO-208-16 and GAO's Schedule Assessment Guide.	Target date has passed.	Assessing whether actions are complete.	No
OIG-24-014-A	Audit of the Department's Implementation of the Business Applications Solution Program	2/22/2024	5	We recommend that the Deputy Secretary of Commerce: Direct the program to work with the contractor to ensure the Department receives the full value of monthly reports by including sufficient information for monitoring cost compared to budget and managing changes to schedule and cost baselines, thereby putting funds for those deliverables to better use.	Target date has passed.	Assessing whether actions are complete.	No
OIG-24-014-A	Audit of the Department's Implementation of the Business Applications Solution Program	2/22/2024	6	We recommend that the Deputy Secretary of Commerce: Ensure the Department facilitates the collection of lessons learned from the NOAA financial applications' implementation and incorporates those lessons into plans and procedures for the NIST and Census implementations.	Target date has passed.	Assessing whether actions are complete.	No

Section 4: Discrepancies between this report and the semiannual reports submitted by the Commerce Office of Inspector General or reports submitted by the GAO.

There are no discrepancies other than recommendations issued or closed since the GAO or OIG reports.

