Fiscal Year 2019 Funding and Budget Process Implications

Kathleen Callister, Bureau of Reclamation
Scott VanderKooi, U.S. Geological Survey, Southwest Biological Science Center, Grand Canyon Monitoring and Research Center

Adaptive Management Work Group Meeting
March 6-7, 2019
The Annual Federal Budget Process

OMB provides guidelines to agencies

Federal Agencies 1st budget drafts

OMB compiles final budget

OMB reviews drafts

Federal Agencies revise drafts

President submits budget request to Congress

House Budget Committee reviews Request

Budget Resolution

Senate Budget Committee reviews request

House Appropriations subcommittee hearings and markups

Senate Appropriations subcommittee hearings and markups

Conference Committee

House Committee on Appropriations reviews and approves

Senate Committee on Appropriations reviews and approves

President signs into law

House of Representatives final reviews

Senate final reviews

Budget Info is not public until President’s budget is released

House Committee on Appropriations reviews and approves

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The Annual Federal Budget Process

INTERNAL TO RECLAMATION - WE BEGIN OUR BUDGET FORMULATION PROCESS ONE YEAR PRIOR TO THIS PROCESS
The Federal Budget Calendar

Phase 1: **Agency Planning**: Agencies create 1st budget --> submit to OMB --> OMB comments --> Agencies revise or appeal and resubmit to OMB

Phase 2: OMB Compiles Final Budget

Phase 3: Congressional Budget and Appropriations

Budget information is not public until President's budget is released
<table>
<thead>
<tr>
<th>Appropriated Dollars</th>
<th>Power Revenues</th>
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<tbody>
<tr>
<td>• Requested 3 yrs in advance - next request will be for FY22</td>
<td>• Included CPI</td>
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<tr>
<td>• Do not include CPI</td>
<td>• Can be carried over from year to year</td>
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<td>• Do not carry over from year to year</td>
<td>- Native Fish Conservation Contingency Fund</td>
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<td>• Must be obligated by the end of the FY</td>
<td>- NHPA Section 106 Contingency Fund</td>
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<td>• Can be impacted by Continuing Resolutions</td>
<td>• Usually not impacted by Continuing Resolutions - but may get monthly increments instead of lump sum</td>
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New Budget Model with Appropriated Dollars - Potential Issues for GCMRC

- Native Fish Conservation Contingency Fund
- Overflight Fund
- Funding Agreements with Cooperators
- Lack of CPI
  - Salaries
  - Supplies, Equipment, Services
  - New Building
New USGS Flagstaff Science Building and Overhead Projection

- USGS Deputy Director approved signing occupancy agreement once complete – next few weeks?

- Occupancy start of FY2021 at earliest, overhead may increase some during planning and construction.

- FY 2020 overhead on GCDAMP funds: Early projection 16-18%, pass-through rate = 3.0%

- Overhead on GCDMAP funds to 26% upon occupancy
FY2019 GCDAMP Funding

- Per WAPA, OMB Directive remains in place until is rescinded or replaced.
- FY2019
  - GCDAMP Program received $11,360,000 in added appropriated funds
    - $9,023,212 to GCMRC
    - $2,336,788 to Reclamation

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<th>Reclamation Adaptive Management Program Budget Summary 2019</th>
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FY2020 GCDAMP Funding

• Per WAPA, OMB Directive remains in place until it is rescinded or replaced.
• FY2020
  – Reclamation requested over-target appropriated funding in FY2020
  – Waiting for President’s FY2020 Budget to be released - usually in February before the new FY.
  – We are expecting in March 2019.

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FY 2020 Budget Planning

• Start with AMWG recommended FY 18-20 Budget and Work Plan

• Determine whether any adjustments need to be made for FY20 (e.g., changes in science, carryover, adjustments in implementation)
Where are we in the Triennial Work Plan Process?

**FY 2017**
HEAVY LIFTING!
Develop and Recommend the FY18-20 TWP

**FY 2018**
EASY TIMES!
Review, Revise, and Recommend FY19 TWP

**FY 2019**
SOME WORK TO DO!
Do We Need to Change Anything?

**FY 2020**
HEAVY LIFTING!
Develop and Recommend the FY21-23 TWP