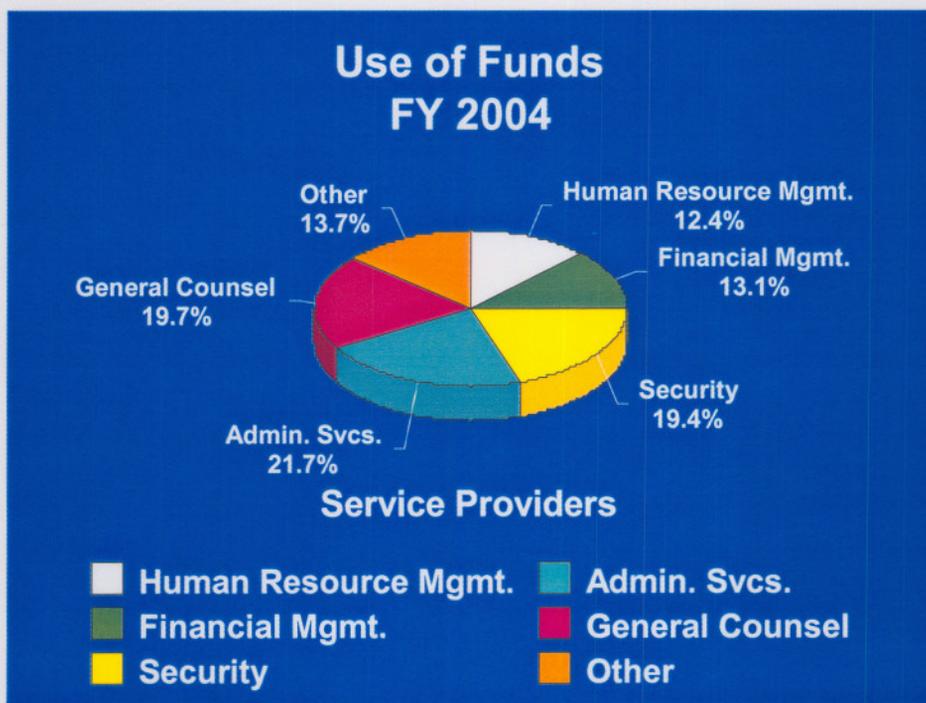


II. BUDGET OVERVIEW

This section of the handbook presents an overview of the sources and uses of WCF funds in FY 2004. It also presents a five-year overview (FY2000- FY2004) of WCF budgetary resources. This fiscal year WCF's operating budget totals \$129 million.

USE OF FUNDS

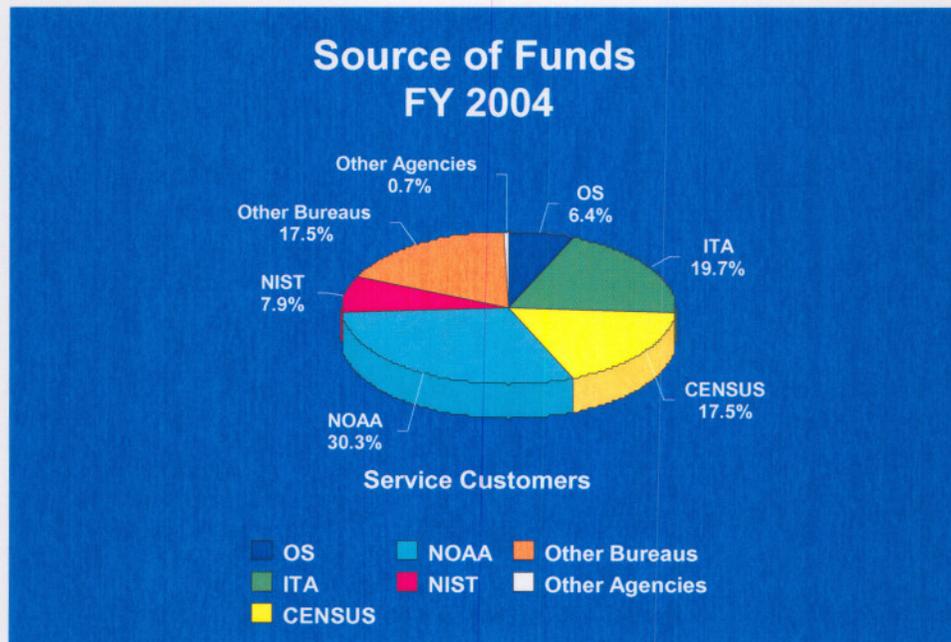
The chart below identifies the use of funds as reflected in the *FY 2004 WCF Operating Budget*. As previously stated, WCF consists of ten service providing offices. The five largest WCF service providers include: Administrative Services, General Counsel, Security, Financial Management and Human Resources Management. These offices account for more than eighty-five percent (85%) of the budget. The remaining five service providers comprise the "other" category depicted in the chart. They include: Public Affairs, Acquisition Management, Management and Organization, Civil Rights and Chief Information Officer.



SOURCE OF FUNDS

The level of bureau funding is shown below. The top three customers include the National Oceanic and Atmospheric Administration (NOAA), Bureau of Census (CENSUS) and the International Trade Administration (ITA). These bureaus contribute more than sixty (60) percent of the resources. The remaining level of bureau funding is derived from thirteen other customers.

These customers include: Office of the Secretary (OS), Economic Development Administration, National Telecommunication and Information Administration, National Institute of Standards and Technology (NIST), Patent and Trademark Office (PTO), Minority Business Development Administration, Bureau of Industry and Security, Office of Inspector General, Office of Computer Services and other external agencies.



FIVE - YEAR OVERVIEW

The five-year overview of the WCF budget identifies an increase of approximately \$14 million from FY 2000 to FY 2004. The increase from FY 2000 to FY 2001 included the final consolidation of the Department's security offices. Funding and FTE were approved through reprogramming authority and transferred into the WCF from Commerce bureaus. Other factors increasing the WCF included bureau requests for services from the Office of General Counsel and GSA imposed utility rate increases for the Herbert C. Hoover Building.

The reduction in the FY 2002 funding level reflects the Department's effort to decrease from a proposed President's budget of \$124.9 million to an operating level of \$116.9 million. The \$5.7 million dollar office reduction in FY 2002 (from \$122.6 million in FY 2001 to \$116.9 million in FY 2002) resulted primarily from the withdrawal of the PTO from the WCF (\$4 million) and the completion of Census 2000 (\$2 million).

The \$3 million increase in the FY 2003 operating budget (from \$116.9 million in FY 2002 to \$119.4 million in FY 2003) includes inflationary increases of \$4.4 million, service increases requested by customers of \$2.9 million, reduction in CAMS of \$2.4, and a reduction of \$2.3 million resulting from a zero based budgeting exercise. One program increase was approved for one FTE and \$53,000 in the Office of the General Counsel to assist in the processing of Freedom of Information Act (FOIA) appeals for the Department.

The \$9.7 million increase in the FY 2004 operating Budget includes \$3 million for additional requested services by customers, a restoration of resources (\$2.4 million from NOAA) for the Commerce Administrative Management System, inflationary increases of \$4 million, and a program increase for \$379,000.

The FY 2004 budget submission to Congress proposed six program increases of which only one is being pursued. This increase for Safety and Health includes 1 FTE and \$379,000 to implement an Occupational Safety and Health Program to include surveys, assessments, behavior based accident prevention, training, and accident and injury reporting.

