

**FY 2005 Budget Estimates to Congress
ANALYSIS OF CHANGE
Summary of Adjustments
(Dollars in Thousands)**

	<u>FTEs(Est.) 1/</u>	<u>\$ AMOUNT</u>
<u>Summary of adjustments to base and built-in changes:</u>		
o FY 2005 Base Funding Level Assumes the following as the starting point for development:		
FY 2004 Appropriation for the FCC:		\$ 273,958
Projected FTEs to be worked in FY2004:	2,015	
<hr/>		
o <u>Adds Uncontrollable and Inflationary Increases to base (required to maintain support of agency initiatives at FY 2004 levels):</u>		
1. <u>Compensation and Benefits</u>		
a. FY 2004 Annualized Pay Raise/Locality Pay Adjustment @ 4.1%.		\$ 2,036
b. FY 2005 Pay Raise and Locality Pay Adjustment (1.5%) for 75% of Fiscal Year.		\$ 2,763
2. <u>Non-Salary</u>		
a. FY 2005 amount required for inflationary increases to cover space rentals (GSA and non-GSA)/Mail/ADP production support and maintenance/misc.		\$ <u>1,094</u>
Subtotal Uncontrollable and Inflationary Increases:		\$ 5,893

1/ Reflects projected FTEs to be funded from all sources of appropriated funds and offsetting collections.

**FY 2005 Budget Estimates to Congress
ANALYSIS OF CHANGE
Summary of Adjustments
(Dollars in Thousands)**

	<u>FTEs(Est.)</u>	<u>\$ AMOUNT</u>
o <u>Adds Programmatic Increases to the Base to Provide For:</u>		
1. Commission-wide Skills Based Training		\$ 750
2. Information Technology enhancements that improve response to consumer inquiries, accelerate licensing of satellite services, and provide responsive helpdesk support to all internal and external users of licensing , fee payment, and website services.		\$ 6,295
3. Information Technology equipment to support a multiyear life-cycle management program for the replacement of end user and infrastructure components.		\$ 2,460
4. Enforcement technical monitoring equipment, vehicles, and associated technical supplies to accelerate the life cycle management program for regional offices in order to better respond to communications interference problems .		\$ 2,602
5. Technical test equipment upgrades for Laurel laboratory to provide staff with necessary tools to ensure compliance with commission rules by industry for state of the art equipment deployed for a myriad of evolving technologies.		\$ <u>1,000</u>
Subtotal Programmatic Increases:		\$ 13,107
<hr/>		
Total Requested Funding Increase to Base:		\$ 19,000
<hr/>		
<hr/>		
Total FY 2005 Commission Budget Request to Congress:	2,015 2/	\$ 292,958

2/ Reflects projected FTEs to be funded from all sources of appropriated funds and offsetting collections.

FY 2005 Budget Estimates to Congress
ANALYSIS OF CHANGE
Summary of Proposed Budget Authority
[Dollars in Thousands]

	FY 2004		FY 2005		Requested Changes	
	FTE	\$ B/A	FTE	\$ B/A	FTE	\$ B/A
Direct Funding		<u>1,000</u>		<u>20,000</u>		
Total Direct Appropriation		<u>1,000</u>		<u>20,000</u>		<u>\$19,000</u>
Budget Authority to use						
Offsetting Collections:		<u>272,958</u>		<u>272,958</u>		
1) Total Regulatory Fees		<u>272,958</u>		<u>272,958</u>		\$0
Subtotal Appropriated B/A	2,015	\$273,958	2,015	\$292,958	- -	\$19,000
Authority to spend						
Other Offsetting Collections:						
2) Reg. Fees (Sec. 9) Carryover		190 1/		- -		
3) Auctions Carryover		206 1/				
4) Economy Act/Misc. Other Reimbursables		1,400		1,400		
5) Auction Cost Recovery Reimbursements		85,000 2/		91,318 3/		
Total Gross Budget Authority		<u>\$360,754</u>		<u>\$385,676</u>		

1/ Fund balances carried forward in no year treasury accounts consisting primarily of recoveries of multiple prior year obligations. Use of these funds requires prior notification of Congress.

2/ FY 2004 appropriation language limits auctions program obligations to \$85M for FY 2004.

3/ This level reflects original FY 2004 auctions operating funds apportioned by OMB (\$90M) plus payraise and inflationary increases for FY 2005 (\$1.3M).