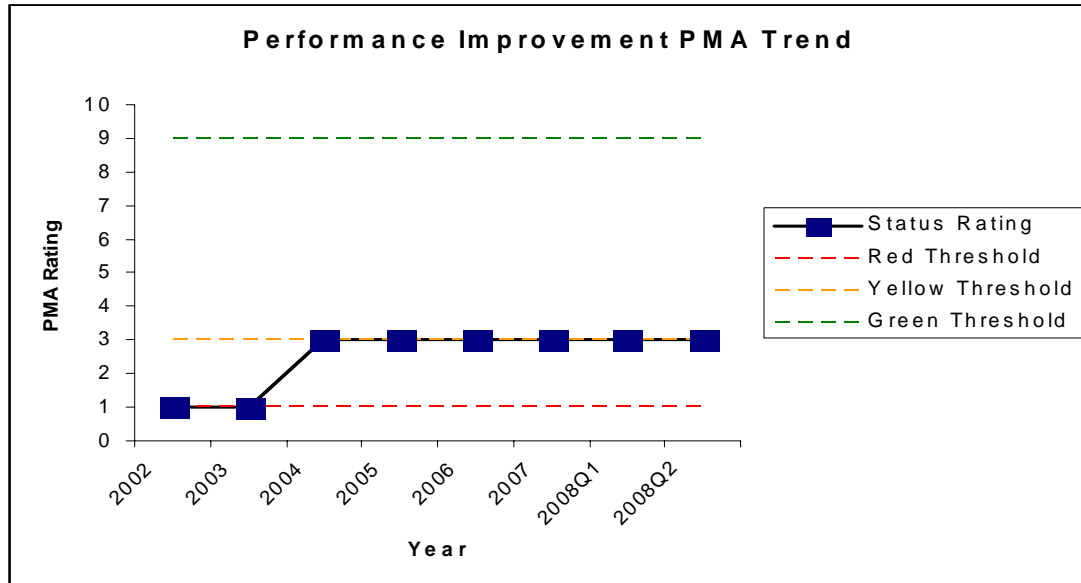


Office of Performance Budgeting and Strategic Planning

PERFORMANCE IMPROVEMENT

To successfully achieve the objectives of the Performance Improvement initiative the Treasury Department links the strategic planning, budgeting and program evaluation functions and utilizes the Program Assessment Rating Tool (PART) evaluation process. Through this integration, the Department will be able to determine the funding level necessary to achieve intended results, and options will be executed to produce increased value for stakeholders.

Progress to Date:



(This chart shows the status rating for the Performance Improvement initiative of PMA from 2002 through the present. For the years 2002 and 2003, the rating was at the red threshold and increased to the yellow threshold for 2004 through the present.)

In order to meet the Office of Management and Budget's **Standards for Success**, the Treasury Department is conducting several actions during fiscal year 2008:

- Performance Measures
 - The Office of Strategic Planning and Performance Management will continue to work with the Department's bureaus and policy offices to develop meaningful performance measures that will be used in formulating their strategic goals and objectives.
 - Meaningful performance measure will demonstrate how well the Department is achieving its outcomes. By 2009, it is the Department's goal to have less than ten percent of its program dollars rated as not demonstrating results.
- Scorecard
 - The Department is in the development phase of a scorecard that will be used in a quarterly review process with Treasury senior leadership to enhance corporate management of strategic outcomes.
- Integrated Management System
 - With the strategic framework in place, performance planning and budgeting is used to determine funding to achieve intended results.
 - Long-term and annual targets for performance measures will be formulated and funding will be tied to the level of performance necessary to achieve the Treasury Department's objectives.
 - Benchmarks will be established to compare actual performance to targets.
 - Management will add value by developing solutions that will produce effective results and increased value for the American taxpayer.
- Budget Formulation and Execution Manager
 - In recent years Treasury has improved its budget review process by deploying the web-based application, Budget Formulation and Execution Manager (BFEM). Used Department-wide, BFEM streamlines the preparation, review and tracking of budget and performance data during

the formulation process, and is used to produce Treasury's performance budget deliverables. BFEM is also used to track budget execution on a limited basis.

- o Treasury, in collaboration with OMB, is seeking to use BFEM to further incorporate the management of the formulation, performance and execution process, and deploy BFEM government-wide.