

President's Management Agenda: Real Property Management



Update to the Energy Facilities Contractors Group
Infrastructure Management Working Group

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Agenda



- Status under the scorecard
- Evolving issues & looking forward
 - Continued emphasis on disposition
 - Improve decision-making
 - Employ best practices
 - Legislative remedies for disposition
 - Operate at right cost
 - Properly resource the sustainment of assets
 - Greening and sustainability

Status Under the Scorecard



- The Department is green in status and yellow in progress
 - THANK YOU. The Department's green score is a reflection of the collective good work of the Sites and Programs
 - Yellow progress results from issues with disposition reporting
 - FY07 Federal Real Property Profile update essential (guidance is out)
 - Disposition plan
 - Goal is to get back to green/green
- Staying green in status -
 - Agencies expected to track performance against their Three Year Rolling Timeline of activities supporting the Asset Management Plan
 - Inventory and performance measures used in daily decision-making
 - Evidence that real property management is consistent with the Strategic Plan, AMP and performance measures
 - Evidence of improved conditions

Evolving Issues and Looking Forward



- Priorities of Office of Management and Budget (OMB):
 - Continue Emphasis on Disposition
 - Government-wide disposal of \$9B in RPV by FY09 and \$15B by FY15
 - Improve condition and utilization
 - Reduce non-mission dependent assets
 - Improve Decision-Making
 - Data validation
 - Use real property data in business decisions-making
 - Prioritize real property decisions

Evolving Issues and Looking Forward



- OMB to Agencies:
 - Employ Best Practices
 - PMA-Green Agencies assist others that are less mature
 - Leverage private sector expertise
 - Transparency of business decisions
 - Integration of sustainable design elements to the real property portfolio
 - Legislative Remedies for Disposition
 - OMB continues to champion ways to streamline and encourage disposal of excess assets
 - Retention of proceeds
 - Streamlined disposal


Evolving Issues and Looking Forward



- OMB to the Department:
 - Operate at right cost; demonstrate efficiency of facility operations and maintenance; be an example to other Agencies in terms of energy and environmental stewardship
 - Recurring question from both the *Management* and the *Budget* sides of OMB:
 - “How do you know that the money being spent is being spent wisely?”
 - “What efficiency measures are being used at the site level and do these roll up to Programs and Department?”
 - “Are you benchmarking costs between sites and encouraging the distribution of best practices?”

Evolving Issues and Looking Forward



- Sustainment – another ‘tool’ in the planning and budgeting toolbox
 - Partnership with EFCOG on a best practice approach to implementation
 - Sustainability - Executive Order 13423
 - 30% Energy reduction versus FY03 baseline
 - 16% Water reduction versus FY07 baseline
 - New construction meets MOU guiding principles
 - 15% of building inventory meet sustainable practices in the Guiding Principles by FY15
-  Secretary’s TEAM Initiative
Expectation: DOE a leader not simply a complier...



Thank you