

Subject: National Guard Personnel, Air Force Shortfall		DoD Serial Number: FY 09-19 PA
Appropriation Title: National Guard Personnel, Air Force, 04/04; National Guard Personnel, Air Force, 03/03; and Defense Working Capital Fund, Air Force, X		Includes Transfer? Yes

Component Serial Number:	(Amounts in Thousands of Dollars)							
	Program Base Reflecting Congressional Action		Program Previously Approved by Sec Def		Reprogramming Action		Revised Program	
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
a	b	c	d	e	f	g	h	i

This reprogramming action is submitted for prior approval because it uses general transfer authority and exceeds established thresholds. It is part of a corrective action related to the miscoding of payroll costs related to full-time Air National Guard personnel in fiscal years 2003 and 2004, currently under investigation. In accordance with established procedures, the Under Secretary of Defense (Comptroller) will submit to the required parties, including the Office of Management and Budget (OMB), the report of any Anti-Deficiency Act violation determined to have been committed in connection with this matter. These actions reprogram funds in support of higher priority items, based on unforeseen military requirements, than those for which funds were originally appropriated; and is determined to be necessary in the national interest. They meet all administrative and legal requirements, and none of the items has been denied previously by the Congress.

Part I of this reprogramming action transfers \$51.5 million from the Defense Working Capital Fund, Air Force to the National Guard Personnel, Air Force, 04/04, appropriation. This reprogramming action uses \$51.5 million of general transfer authority pursuant to section 8005 of Public Law 108-87, the Department of Defense (DoD) Appropriations Act, 2004; and section 1001 of Public Law 108-136, the National Defense Authorization Act for Fiscal Year (FY) 2004.

Part II of this reprogramming action transfers \$18.0 million from the Defense Working Capital Fund, Air Force to the National Guard Personnel, Air Force, 03/03, appropriation. This reprogramming action uses \$18.0 million of general transfer authority pursuant to section 8005 of Public Law 107-248, the DoD Appropriations Act, 2003; and section 1001 of Public Law 107-314, the Bob Stump National Defense Authorization Act for FY 2003.

PART I

<u>FY 2004 REPROGRAMMING INCREASE:</u>						<u>+51,500</u>	
<u>National Guard Personnel, Air Force, 04/04</u>						<u>+51,500</u>	
<u>Budget Activity 2: Other Training and Support</u>							
	1,194,237		1,263,107			<u>+51,500</u>	1,314,607

Explanation: Funds will correct negative balance in the National Guard Personnel, 04/04, appropriation. A negative condition exists due to correction in May 2008 of miscoded obligations.

Approved (Signature and Date)

Rubert F. Hale 5/20/09

Subject: National Guard Personnel, Air Force Shortfall	DoD Serial Number: FY 09-19 PA
Appropriation Title: National Guard Personnel, Air Force, 04/04; National Guard Personnel, Air Force, 03/03; and Defense Working Capital Fund, Air Force, X	Includes Transfer? Yes

Component Serial Number:	<i>(Amounts in Thousands of Dollars)</i>							
	Program Base Reflecting Congressional Action		Program Previously Approved by Sec Def		Reprogramming Action		Revised Program	
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
a	b	c	d	e	f	g	h	i

Many Air National Guard (ANG) Active Guard and Reserve (AGR) personnel had been coded incorrectly as Active Air Force personnel in the payroll system; thus, the Military Personnel, Air Force, 04/04, appropriation was improperly charged for the ANG AGR costs. After the fiscal year ended and prior to the correction, the ANG transferred available unobligated funding from it personnel appropriation to the Foreign Currency Fluctuations, Defense appropriation in an amount greater than the current negative balance.

<u>FY 2004 REPROGRAMMING DECREASE:</u>	<u>-51,500</u>
<u>Defense Working Capital Fund, Air Force, X</u>	<u>-51,500</u>

Explanation: Due to positive operating results, the Defense Working Capital Fund, Air Force can transfer funds to the National Guard Personnel, Air Force, 04/04, appropriation. This transfer will reduce available cash, but the available cash level for the Fund remains within the 7 to 10 day level of operation.

PART II

<u>FY 2003 REPROGRAMMING INCREASE:</u>					<u>+18,000</u>
<u>National Guard Personnel, Air Force, 03/03</u>					<u>+18,000</u>
<u>Budget Activity 2: Other Training and Support</u>					
	1,168,286		1,042,581	<u>+18,000</u>	1,060,581

Explanation: Funds will correct negative balance in the National Guard Personnel, 03/03, appropriation. A negative condition exists due to correction in May 2008 of miscoded obligations. Many Air National Guard (ANG) Active Guard and Reserve (AGR) personnel had been coded incorrectly as Active Air Force personnel in the payroll system; thus, the Military Personnel, Air Force, 03/03, appropriation was improperly charged for the ANG AGR costs. After the fiscal year ended and prior to the correction, the ANG transferred available unobligated funding from it personnel appropriation to the Foreign Currency Fluctuations, Defense appropriation in an amount greater than the current negative balance.

Subject: National Guard Personnel, Air Force Shortfall		DoD Serial Number: FY 09-19 PA
Appropriation Title: National Guard Personnel, Air Force, 04/04; National Guard Personnel, Air Force, 03/03; and Defense Working Capital Fund, Air Force, X		
		Includes Transfer? Yes

Component Serial Number:	<i>(Amounts in Thousands of Dollars)</i>							
	Program Base Reflecting Congressional Action		Program Previously Approved by Sec Def		Reprogramming Action		Revised Program	
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
a	b	c	d	e	f	g	h	i

FY 2003 REPROGRAMMING DECREASE: **-18,000**

Defense Working Capital Fund, Air Force, X **-18,000**

Explanation: Due to positive operating results, the Defense Working Capital Fund, Air Force can transfer funds to the National Guard Personnel, Air Force, 03/03, appropriation. This transfer will reduce available cash, but the available cash level for the Fund remains within the 7 to 10 day level of operation.