

Subject: Air Force Defense Working Capital Fund (DWCF) Request		DoD Serial Number: FY 13-11 PA
Appropriation Title: Various Appropriations		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

This prior approval reprogramming action is submitted for approval because these actions use general transfer authority, and exceed established reprogramming thresholds. This reprogramming action provides funding in support of higher priority items, based on unforeseen military requirements, than those for which originally appropriated; and are determined to be necessary in the national interest. They meet all administrative and legal requirements and none of the items have previously been denied by the Congress.

**Part I** of this reprogramming action transfers \$233.0 million among Fiscal Year (FY) 2012 Defense appropriations. This reprogramming action uses \$233.0 million of general transfer authority pursuant to section 8005 of Division A of Public Law 112-74, the Department of Defense (DoD) Appropriations Act, 2012, and section 1001 of Public Law 112-81, the National Defense Authorization Act for Fiscal Year (FY) 2012.

**Part II** of this reprogramming action transfers \$144.905 million among FY 2011 Defense appropriations. This reprogramming action uses \$144.905 million of general transfer authority pursuant to section 8005 of Division A of Public Law 112-10, the DoD Appropriations Act, 2011, and section 1001 of Public Law 111-383, the National Defense Authorization Act for FY 2011.

**PART I**

**FY 2012 REPROGRAMMING INCREASE:** **+233,000**

**Defense Working Capital Fund, Air Force, X** **+233,000**  
**+233,000**

Explanation: Funds are required to preclude insolvency of the Air Force Working Capital Funds cash account. Though cash is currently 5 days, the balance will decline rapidly over the next 5 months as budget assumptions for remaining FY 2013 workload are not materializing in the post sequestration environment. The requested reprogramming in total provides an additional 3 days of cash.

**FY 2012 REPROGRAMMING DECREASES:** **-233,000**

**Aircraft Procurement, Air Force, 12/14** **-233,000**

<u>Budget Activity 02: Airlift Aircraft</u>								
C-17A (MYP)	1	225,000	1	225,000	-1	-177,000	-	48,000

Approved (Signature and Date)

*Robert F. Hale* 5/31/2013

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Explanation: Funds are available because existing FY 2010 funds were used to procure the C-17 operational loss replacement aircraft instead of the funds appropriated in FY 2012. This is a congressional special interest item. This is base budget funding.

Budget Activity 04: Other Aircraft

HH-60 OLR	144,011	59,811	-5,402	54,409
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Explanation: Funds are available due to favorable contract award negotiations in the HH-60 Operational Loss Replacement program. This is base budget funding.

Budget Activity 05: Modification of Inservice Aircraft

MQ-1 Predator	161,246	161,208	-39,157	122,051
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Explanation: Funds are available due to the cancellation of the Predator Primary Data Link. This is base budget funding.

Budget Activity 05: Modification of Inservice Aircraft

KC-135	62,210	62,210	-11,441	50,769
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Explanation: Funds are available due to a delay in the KC-135 Block 45 developmental testing. This is base budget funding.

**PART II**

<b><u>FY 2011 REPROGRAMMING INCREASES:</u></b>	<b><u>+144,905</u></b>	<b><u>+107,705</u></b>
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<b><u>Defense Working Capital Fund, Air Force, X</u></b>	<b><u>+144,905</u></b>	<b><u>+107,705</u></b>
	<b><u>+144,905</u></b>	<b><u>+107,705</u></b>

Explanation: Funds are required to preclude insolvency of the Air Force Working Capital Funds cash account. Though cash is currently 5 days, the balance will decline rapidly over the next 5 months as budget assumptions for remaining FY 2013 workload are not materializing in the post sequestration environment. The requested reprogramming in total provides an additional 3 days of cash.

<b><u>FY 2011 REPROGRAMMING DECREASES:</u></b>	<b><u>-144,905</u></b>	<b><u>-107,705</u></b>
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<b><u>Aircraft Procurement, Air Force, 11/13</u></b>	<b><u>-144,905</u></b>	<b><u>-107,705</u></b>
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Budget Activity 01: Combat Aircraft

F-22A	127,866	127,866	-11,900	115,966
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Explanation: Funds are available due to cost savings associated with production, equipment, and support. This is base budget funding.

Budget Activity 02: Airlift Aircraft

C-17A (MYP)	81,114		81,114		-400		80,714
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Explanation: Funds are available due to cost savings associated with training equipment not related to any congressional special interest item or funding. This is base budget funding.

Budget Activity 04: Other Aircraft

HH-60	16	287,970	16	287,970	-	-23,024	16	264,946
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Explanation: Funds are available as follows:

- \$-5.467 million due to cost savings associated with aircraft modifications. This is base budget funding.
- \$-17.557 million due to favorable contract award negotiations associated with the procurement of aircraft. This reduction does not interfere with execution of any congressional interest item or related funding. Air Force procured 10 aircraft with the congressionally added funding. This is Title IX OCO budget funding.

Budget Activity 05: Modification of Inservice Aircraft

A-10		202,806		202,806		-2,063		200,743
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Explanation: Funds are available due to cost savings associated with aircraft modifications kits. This funding is not related to the funding for the congressional special interest item Helmet Mounted Cueing System. This is base budget funding.

B-52		20,958		20,958		-787		20,171
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Explanation: Funds are available due to cost savings associated with aircraft modification kits. This is base budget funding.

C-5		108,578		108,578		-10,025		98,553
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Explanation: Funds are available due to cost savings associated with aircraft modification kits. This is base budget funding.

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C-130		408,919		408,919		-79,500		329,419
						-42,300		366,619

Explanation: Funds are available as follows:

- ~~\$ 37.2 million due to the revised Air Force strategy to fulfill Federal Aviation Administration/European Air Traffic Management and Navigation/Safety mandates with the Minimize C-130 Communication, Navigation, Surveillance /Air Traffic Management (CNS/ATM) modification program and terminate the unaffordable C-130 Avionics Modernization Program (AMP), and are not related to any congressional special interest item or funding. This is base budget funding.~~

**HAC denied \$37.2 million; HASC denied \$37.2 million; SASC defers \$37.2 million**

- \$-42.3 million due to cost savings associated with aircraft modification kits. This is Title IX OCO budget funding.

F-16		166,265		166,265		-6,000		160,265
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Explanation: Funds are available due to cost savings associated with aircraft modification kits. This is base budget funding.

Budget Activity 07: Aircraft Support Equipment and Facilities

Other Production Charges		1,165,907		1,165,907		-3,442		1,162,465
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Explanation: Funds are available due to cost savings associated with the F-22 Depot Core Activation, Precision Attack Systems Procurement, and the NATO Airborne Early Warning and Control Modernization Program. This is base budget funding.

JPATS T-6 Production		9,398		9,398		-1,978		7,420
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Explanation: Funds are available due to cost savings associated with in post-production support for the USAF Joint Primary Aircraft Training System (JPATS) program which includes systems engineering, configuration data, deficiency reports, engineering test data, vendor support logistics data, and management data. This is base budget funding.

Other Aircraft		75,655		75,655		-5,786		69,869
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Explanation: Funds are available due to cost savings associated with the F-16 Block 40/50 Mission Training Centers (eight in total). This is base budget funding.