COMPTROLLER
(Program/Budget)

MAY 1 1 2017

MEMORANDUM FOR DEPUTY ASSISTANT SECRETARY OF THE ARMY FOR
        BUDGET, OFFICE OF THE ASSISTANT SECRETARY OF
        THE ARMY (FINANCIAL MANAGEMENT AND
        COMPTROLLER)
        DIRECTOR, OFFICE OF BUDGET/FISCAL
        MANAGEMENT, OFFICE OF THE ASSISTANT SECRETARY
        OF THE NAVY (FINANCIAL MANAGEMENT AND
        COMPTROLLER)
        DEPUTY ASSISTANT SECRETARY (BUDGET), OFFICE
        OF THE ASSISTANT SECRETARY OF THE AIR FORCE
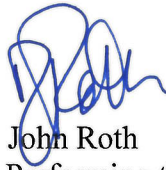   (FINANCIAL MANAGEMENT AND COMPTROLLER)

SUBJECT: DD 1414, Base for Reprogramming Actions

You are directed to distribute **ALL** congressional actions including congressional adds, reductions, and those that specify a prorated reduction in the Enterprise Funds Distribution (EFD) system that will create the DD 1414, Base for Reprogramming Actions for Fiscal Year (FY) 2017. I request that you complete your initial submission by **May 26, 2017**. This initial submission must include proper footnoting of all congressional special interest programs consistent with the language and intent of the applicable committee reports and sections 8006 and 8007 of division C of Public Law 115-31, the Department of Defense Appropriations Act, 2017. In addition, include funding from Title IX, Overseas Contingency Operations for FY 2017. *It is extremely important that reports are submitted on time, because the Department will **not** be able to do **any** reprogrammings or transfers until the DD 1414 report is submitted to the congressional committees in accordance with section 8007, unless the Secretary of Defense certifies the requirement is an emergency.*

The dollar thresholds for reprogramming FY 2017 funds remain at $10.0 million for military personnel appropriations, $15.0 million for operation and maintenance appropriations, $20.0 million for procurement appropriations, and $10.0 million for research, development, test, and evaluation appropriations. The Department shall continue to follow the limitation that prior approval reprogrammings are set at either the specified dollar threshold or 20 percent of the procurement or research, development, test and evaluation budget line item, whichever is less. However, the percentage change limitation applies to **both program increases and decreases**. This percentage change applies to the program base value at the time of the below threshold reprogramming (BTR) is executed.

All thresholds are cumulative from the base for reprogramming value as modified by any congressional action, to include rescissions, supplemental, and approved DD 1415 reprogramming. Therefore, if the **net value** of transfers into a military personnel (M-1) budget activity, into or out of an operation and maintenance (O-1) budget activity, into or out of a procurement (P-1) budget line item, or into or out of a research, development, test, and evaluation (R-1) budget line items exceeds the identified threshold; the Department of Defense must submit a prior approval reprogramming request to the congressional defense committees.

My point of contact is Brian Snyder (Brian.D.Snyder22.civ@mail.mil), 703-697-0022. For EFD technical assistance, contact EFD Support (osd.pentagon.ousd-c.list.efd-support@mail.mil), 703-614-6462.

John Roth
Performing the Duties of
    Under Secretary of Defense (Comptroller)

cc:
OUSD(C) P/B Operations Directorate
OUSD(C) P/B Investment Directorate
OUSD(C) P/B Military Personnel and Construction Directorate

1 and in no case where the item for which funds are re-

2 quested has been denied by the Congress: *Provided further,*

3 That the Secretary of Defense shall notify the Congress

4 promptly of all transfers made pursuant to this authority

5 or any other authority in this Act: *Provided further,* That

6 no part of the funds in this Act shall be available to pre-

7 pare or present a request to the Committees on Appropria-

8 tions for reprogramming of funds, unless for higher pri-

9 ority items, based on unforeseen military requirements,

10 than those for which originally appropriated and in no

11 case where the item for which reprogramming is requested

12 has been denied by the Congress: *Provided further,* That

13 a request for multiple reprogrammings of funds using au-

14 thority provided in this section shall be made prior to June

15 30, 2017: *Provided further,* That transfers among military

16 personnel appropriations shall not be taken into account

17 for purposes of the limitation on the amount of funds that

18 may be transferred under this section.

19   SEC. 8006. (a) With regard to the list of specific pro-

20 grams, projects, and activities (and the dollar amounts

21 and adjustments to budget activities corresponding to

22 such programs, projects, and activities) contained in the

23 tables titled Explanation of Project Level Adjustments in

24 the explanatory statement regarding this Act, the obliga-

25 tion and expenditure of amounts appropriated or other-

1 wise made available in this Act for those programs,

2 projects, and activities for which the amounts appro-

3 priated exceed the amounts requested are hereby required

4 by law to be carried out in the manner provided by such

5 tables to the same extent as if the tables were included

6 in the text of this Act.

7   (b) Amounts specified in the referenced tables de-

8 scribed in subsection (a) shall not be treated as subdivi-

9 sions of appropriations for purposes of section 8005 of this

10 Act: *Provided*, That section 8005 shall apply when trans-

11 fers of the amounts described in subsection (a) occur be-

12 tween appropriation accounts.

13   SEC. 8007. (a) Not later than 60 days after enact-

14 ment of this Act, the Department of Defense shall submit

15 a report to the congressional defense committees to estab-

16 lish the baseline for application of reprogramming and

17 transfer authorities for fiscal year 2017: *Provided*, That

18 the report shall include—

19   (1) a table for each appropriation with a sepa-

20   rate column to display the President's budget re-

21   quest, adjustments made by Congress, adjustments

22   due to enacted rescissions, if appropriate, and the

23   fiscal year enacted level;

24   (2) a delineation in the table for each appro-

25   priation both by budget activity and program,

1 project, and activity as detailed in the Budget Ap-

2 pendix; and

3   (3) an identification of items of special congres-

4 sional interest.

5 (b) Notwithstanding section 8005 of this Act, none

6 of the funds provided in this Act shall be available for

7 reprogramming or transfer until the report identified in

8 subsection (a) is submitted to the congressional defense

9 committees, unless the Secretary of Defense certifies in

10 writing to the congressional defense committees that such

11 reprogramming or transfer is necessary as an emergency

12 requirement: *Provided*, That this subsection shall not

13 apply to transfers from the following appropriations ac-

14 counts:

15   (1) "Environmental Restoration, Army";

16   (2) "Environmental Restoration, Navy";

17   (3) "Environmental Restoration, Air Force";

18   (4) "Environmental Restoration, Defense-

19 wide";

20   (5) "Environmental Restoration, Formerly

21 Used Defense Sites"; and

22   (6) "Drug Interdiction and Counter-drug Ac-

23 tivities, Defense".