

# **Fiscal Year (FY) 2008/FY 2009 Budget Estimates Defense Finance and Accounting Service**



February 2007

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**DEFENSE FINANCE AND ACCOUNTING SERVICE  
Operation and Maintenance, Defense-Wide  
Fiscal Year (FY) 2008/FY 2009 Budget Estimates**

**Operation and Maintenance, Defense-Wide Summary (\$ in thousands)**

**Budget Activity (BA) 4: Administration and Service-Wide Activities**

	<u>FY 2006 Actuals</u>	<u>Price Change</u>	<u>Program Change</u>	<u>FY 2007 Estimate</u>	<u>Price Change</u>	<u>Program Change</u>	<u>FY 2008 Estimate</u>	<u>Price Change</u>	<u>Program Change</u>	<u>FY 2009 Estimate</u>
Agency	1,232	27	-811	448	10	-26	432	9	-2	439

\* The FY 2006 Actual column includes \$X.0 thousand of FY 2006 Emergency Supplemental funds for the Global War (PL 109-234), \$X.0 thousand of FY 2006 Hurricane Supplemental funds (PL 109-148 and PL 109-234), and \$X.0 thousand of FY 2006 Title IX obligations (PL 109-148).

\* The FY 2007 Estimate column excludes \$X.0 thousand of FY 2007 Title IX obligations (PL 109-xxx) and \$X.0 thousand of FY 2007 Hurricane Supplemental funds (PL 109-xxx).

**I. Description of Operations Financed:**

The Defense Finance and Accounting Service (DFAS) serves as the Executive Agent, responsible for finance and accounting activities within the DoD. It is the single organization responsible for finance and accounting operations, procedures, and systems. DFAS provides finance and accounting management and operational support for appropriated, non-appropriated, revolving and trust funds. DFAS operations touch a large population of customers through the payment of civilian and military personnel, military retirees, and annuitants; and through the collection and disbursement of a wide variety of DoD funds for contracts, debt management, security assistance, transportation and travel. While the Defense Working Capital Fund (DWCF) finances most DFAS functions, the DoD **Overseas Military Banking Program** is financed in the Operation and Maintenance, Defense-Wide appropriation.

**II. Force Structure Summary: N/A**

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III. Financial Summary (O&M: Dollars in Thousands):

A. <u>BA Subactivities</u>	FY 2007							
	FY 2006 <u>Actuals</u>	Budget <u>Request</u>	<u>Congressional Action</u>			<u>Current</u> <u>Estimate</u>	FY 2008 <u>Estimate</u>	FY 2009 <u>Estimate</u>
			<u>Amount</u>	<u>Percent</u>	<u>Appropriated</u>			
<b>4. Administrative and Service-Wide Activities</b>								
DoD Overseas Banking	600	452	-4	-0.8	448	448	432	439
DoD Travel Card	12	-	-	-	-	-	-	-
Intergovernmental Transaction System	620	-	-	-	-	-	-	-
<b>Total</b>	<b>1,232</b>	<b>452</b>	<b>448</b>	<b>-0.8</b>	<b>448</b>	<b>448</b>	<b>432</b>	<b>439</b>

\* The FY 2006 Actual column includes no FY 2006 Supplemental funds (PL 109-13), FY 2006 Hurricane Supplemental funds, Iraq Freedom Fund transfers, or FY 2006 Title IX obligations.

\* The FY 2007 Estimate column includes no FY 2007 Title IX obligations or FY 2007 Hurricane Supplemental funds.

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**B. Reconciliation Summary:**

	<u>Change</u> <u>FY 2007/FY 2007</u>	<u>Change</u> <u>FY 2007/FY 2008</u>	<u>Change</u> <u>FY 2008/FY 2009</u>
<b>Baseline Funding</b>	452	448	432
Congressional Adjustments (Distributed):	-	-	-
Congressional Adjustments (Undistributed):	-	-	-
Adjustments to Meet Congressional Intent	-4	-	-
Congressional Adjustments(Gen Provisions):	-	-	-
<b>Subtotal Appropriated Amount</b>	<b>448</b>	<b>448</b>	<b>432</b>
Fact-of-Life Changes			
<b>Subtotal Baseline Funding</b>	<b>448</b>	<b>448</b>	<b>432</b>
Anticipated Supplemental	-	-	-
Reprogramming	-	-	-
Price Change	-	10	9
Functional Transfers	-	-	-
Program Changes	-	-26	-2
<b>Current Estimate</b>	<b>448</b>	<b>432</b>	<b>439</b>

**C. Reconciliation of Increases and Decreases**

	<u>Amount</u>	<u>Totals</u>
<b>FY 2007 President's Budget Request (Amended, if applicable)</b>		<b>452</b>
1. Congressional Adjustments		-4
a. Distributed Adjustments		
b. Undistributed Adjustments		
c. Adjustments to meet Congressional Intent-Unobligated		
Balances	-2	
d. General Provisions - Sec 8106 - Economic Assumptions	-2	
<b>FY 2007 Appropriated Amount</b>		<b>448</b>
2. War-Related and Disaster Supplemental Appropriations		
3. Fact of Life Changes		

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<b><u>C. Reconciliation of Increases and Decreases</u></b>	<b><u>Amount</u></b>	<b><u>Totals</u></b>
<b>FY 2007 Baseline Funding</b>		<b>448</b>
4. Reprogrammings (requiring 1415 Actions)		
<b>Revised FY 2007 Estimate</b>		<b>448</b>
5. Less: Item 2, War-Related and Disaster Supplemental Appropriations and Item 4, Reprogrammings, Iraq Freedom Fund Transfers		
<b>FY 2007 Normalized Current Estimate</b>		
6. Price Change		10
7. Functional Transfers		
8. Program Increases		
9. Program Decreases		-26
a. Annualization of FY 2007 Program Decreases		
b. One-Time FY 2007 Increases		
c. Program Decreases in FY 2008	-26	
1)	-26	
<b>FY 2008 Budget Request</b>		<b>432</b>
6. Price Change		9
7. Functional Transfers		
8. Program Increases		
9. Program Decreases		-2
a. Annualization of FY 2008 Program Decreases		
b. One-Time FY 2008 Increases		
c. Program Decreases in FY 2009	-2	
<b>FY 2009 Budget Request</b>		<b>439</b>

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**IV. Performance Criteria and Evaluation Summary:**

The Defense Financial Institution Services Office manages the DoD Overseas Military Banking Program. This office oversees the day-to-day operations of a world-wide contract that provides banking products and services to authorized customers in overseas locations. This office also oversees the maintenance of regulations as they pertain to military banking and credit unions located on DoD installations. The Office measures its performance through periodic customer satisfaction surveys.

**V. Personnel Summary N/A**

**VI. OP 32 Line Items as Applicable (Dollars in thousands):**

	FY 2006 <u>Actuals</u>	Change <u>FY 2006/FY 2007</u>		FY 2007 <u>Estimate</u>	Change <u>FY 2007/FY 2008</u>		FY 2008 <u>Estimate</u>	Change <u>FY 2008/FY 2009</u>		FY 2009 <u>Estimate</u>
		<u>Price</u>	<u>Program</u>		<u>Price</u>	<u>Program</u>		<u>Price</u>	<u>Program</u>	
<b><u>OP 32 Line</u></b>										
101 Personnel Compensation	896	20	-918	0	0	0	0	0	0	0
989 Other Contracts	336	7	105	448	10	-26	432	9	-2	439
Total	1,232	27	-811	448	10	-26	432	9	-2	439

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