

# FY 2001 Budget Estimate

## Defense Finance and Accounting Service (DFAS)



**Defense Finance and Accounting Service  
Operation and Maintenance, Defense, Wide  
Fiscal Year (FY) 2001 Budget Estimates**

**DFAS Highlights**

**Summary:**

(Dollars in Thousands)

<b>FY 1999</b>	<b><i>Price</i></b>	<b><i>Program</i></b>	<b>FY 2000</b>	<b><i>Price</i></b>	<b><i>Program</i></b>	<b>FY 2001</b>
<b><u>Actual</u></b>	<b><u>Change</u></b>	<b><u>Change</u></b>	<b><u>Estimate</u></b>	<b><u>Change</u></b>	<b><u>Change</u></b>	<b><u>Estimate</u></b>
95,511	+1,150	-55,637	41,024	+616	-24,870	16,770

The Defense Finance and Accounting Service (DFAS) serves as the Executive Agent responsible for finance and accounting activities within 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. Additionally, DFAS has been designated the DoD program manager for the Overseas Military Banking Program, DoD Travel Card Program and the temporary financial manager for the Financial Management and Executive Training Program. The latter program provides executive, management and technical training for the DoD Financial community to upgrade skills and understanding of newly fielded DFAS financial and accounting operating systems. Highlights of the DFAS O&M, Defense-Wide Program follows:

1. Realigns the funding for Financial Management Education Training (FMET) program from O&M, Defense Wide to the Defense Working Capital Fund, Army, Navy and Air Force beginning in FY 2001.
  
- 2 GSA will complete renovation of the 44-year old building in Indianapolis, Indiana which is being changed from its original construction to a safe and reliable work environment for employees. In return, the lease payments payable to GSA by DoD are capped.

**Defense Finance and Accounting Service  
Operation and Maintenance, Defense, Wide  
Fiscal Year (FY) 2001 Budget Estimates**

3. IMPAC Program (ARMY) is transferred to the Army in FY 2000.
4. Security Clearances - This is a new requirement transferred to DFAS Support to Others in FY 2000. It will become a part of the rates in FY 2001 and out.

**Narrative Explanation of Changes**

Budget Activity 3, Training and Recruiting  
(Dollars in Thousands)

<b>FY 1999</b>	<i>Price</i>	<i>Program</i>	<b>FY 2000</b>	<i>Price</i>	<i>Program</i>	<b>FY 2001</b>
<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
26,793	+326	-10,135	16,984	+255	-1,886	15,353

Program decreases in BA-3 by \$1.886 million in FY 2001 as a result of the realignment of the Financial Management Education Training (FMET) program from Operation and Maintenance (O&M) to the Working Capital Fund (WCF).

Budget Activity 4, Administration and Servicewide Activities  
(Dollars in Thousands)

<b>FY 1999</b>	<i>Price</i>	<i>Program</i>	<b>FY 2000</b>	<i>Price</i>	<i>Program</i>	<b>FY 2001</b>
<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
68,718	+825	-45,503	24,040	+361	-22,984	1,417

Program decreases in BA-4 by \$22.984 million as a result of the completion of renovation funding for Emmitt J. Bean Federal Building in Indianapolis, Indiana.

Defense Finance and Accounting Service  
 Operation and Maintenance, Defense, Wide  
 Fiscal Year (FY) 2001 Budget Estimates

Summary of Increases and Decreases

(\$ in Thousands)

	<u>BA3</u>	<u>BA4</u>	<u>Total</u>
1. <b>FY 2000 President's Budget</b>	18,003	27,135	45,138
2. Congressional Adjustment		-95	-95
3. FY 2000 Appropriated Amount	18,003	27,040	45,043
4. FY 2000 Rescission	-119	-	-119
5. Transfers Out	-900	-3,000	-3,900
6. <b>Revised FY 2000 Estimate</b>	<b>16,984</b>	<b>24,040</b>	<b>41,024</b>
7. Price Growth	255	361	616
8. Total Program Decreases in FY 2000	-1,886	-22,984	-24,870
9. <b>FY 2001 President's Budget</b>	<b>15,353</b>	<b>1,417</b>	<b>16,770</b>

Defense Finance and Accounting Service  
 Operation and Maintenance, Defense, Wide  
 Fiscal Year (FY) 2001 Budget Estimates

OP 32 Line Items

(Dollars in Thousands)

	<u>Change from FY 1999 to FY 2000</u>				<u>Change from FY 2000 to FY 2001</u>			
	<u>FY 1999 Actuals</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2000 Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2001 Estimate</u>	
923 Facility Maintenance	41,600	499	-20,099	22,000	330	-22,330	-	
989 Other Contracts	53,911	651	-35,538	19,024	286	-2,540	16,770	
999 Total Other Purchases	95,511	1,150	-55,637	41,024	616	-24,870	16,770	
<b>Total</b>	<b>95,511</b>	<b>1,150</b>	<b>-55,637</b>	<b>41,024</b>	<b>616</b>	<b>-24,870</b>	<b>16,770</b>	

Personnel Summary: Not Applicable.

Defense Finance and Accounting Service  
 Operation and Maintenance, Defense, Wide  
 Fiscal Year (FY) 2001 Budget Estimates  
 Budget Activity 3: Training and Recruiting

**A. Financial Summary (O&M: \$ in thousands):**

<u>Subactivities:</u>	<u>FY 1999 Actuals</u>	<u>FY 2000</u>			<u>FY 2001 Estimate</u>
		<u>Budget Request</u>	<u>Appropriation</u>	<u>Current Estimate</u>	
Financial Management	26,793	18,003	-1,019	16,984	15,353
Executive Training					
<b>Total</b>	<b>26,793</b>	<b>18,003</b>	<b>-1,019</b>	<b>16,984</b>	<b>15,353</b>

**B. Reconciliation Summary(O&M: \$ in thousands):**

	<u>Change FY 2000/FY 2000</u>	<u>Change FY 2000/FY 2001</u>
<b>Baseline Funding</b>	<b>18,003</b>	<b>16,984</b>
Congressional Rescission	-119	-
Approved Transfer	-900	-
Price Change	-	255
Program Changes	-	-986
<b>Current Estimate</b>	<b>16,984</b>	<b>15,353</b>

**C. Reconciliation of Increases and Decreases(O&M: \$ in thousands):**

FY 2000 President's Budget Request	18,003
FY 2000 Rescission	-119

**Defense Finance and Accounting Service  
 Operation and Maintenance, Defense, Wide  
 Fiscal Year (FY) 2001 Budget Estimates  
 Budget Activity 3: Training and Recruiting**

**C. Reconciliation of Increases and Decreases (Continued):**

Transfer In		-
Transfers Out		
Defense Resource Management Institute transfer to DHRA	-900	
Total Transfer		-900
Program Increase		-
Program Decrease		-
<b>Revised FY 2000 Estimate</b>		<b>16,984</b>
Price Growth		255
Transfer In		-
Transfers Out		-
Program Increases		-
Program Decreases		
Financial Management Education Training (FMET)	-1,886	
Total Program Decrease		-1,886
<b>FY 2001 Budget Request</b>		<b>15,353</b>

**Defense Finance and Accounting Service**  
**Operation and Maintenance, Defense, Wide**  
**Fiscal Year (FY) 2001 Budget Estimates**  
**Budget Activity 3: Training and Recruiting**

**D. Performance Criteria and Evaluation:**

The Financial Management Education and Training program (FMET) focuses on meeting the training and education requirements of the Departmental financial management workforce through the development and delivery functional and systems training. The program currently offers over 100 courses in Accounting, Vendor Pay, Military Pay, Contract Pay, and other financial fields. Course development integrates functional processes with system processes, ensuring courses reflect the current policies, processes and systems. Course delivery is accomplished through various training mediums. Mobile training teams provide instructor led training (ILT) to all required sites. Computer based training (CBT) and Web Based training (WBT) delivery mechanisms are also used in the delivery of training. Evaluation criteria includes the number of personnel trained, the number of functional courses developed, the number of system courses developed and number of courses delivered.

OP 32 Line Items  
(Dollars in Thousands)

		<u>Change from FY 1999 to FY 2000</u>			<u>Change from FY 2000 to FY 2001</u>			
		<u>FY 1999</u>	<u>Price</u>	<u>Program</u>	<u>FY 2000</u>	<u>Price</u>	<u>Program</u>	<u>FY 2001</u>
		<u>Actuals</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>
989	Other Contracts	26,793	326	-10,135	16,984	255	-1,886	15,353
999	Total Other Purchases	26,793	326	-10,135	16,984	255	-1,886	15,353
	<b>Total</b>	<b>26,793</b>	<b>326</b>	<b>-10,135</b>	<b>16,984</b>	<b>255</b>	<b>-1,886</b>	<b>15,353</b>

**E. Personnel Summary:** Not Applicable.



Defense Finance and Accounting Service  
 Operation and Maintenance, Defense, Wide  
 Fiscal Year (FY) 2001 Budget Estimates  
 Budget Activity 4: Administration and Servicewide Activities

**A. Financial Summary (O&M: \$ in thousands):**

<u>Subactivities:</u>	<u>FY 1999 Actuals</u>	<u>FY 2000</u>			<u>FY 2001 Estimate</u>
		<u>Budget Request</u>	<u>Appropriation</u>	<u>Current Estimate</u>	
Facility Renovation	41,600	25,000	-3,000	22,000	-
Program Management	1,126	1,735	-95	1,640	1,417
IMPAC Program	1,000	-	-	-	-
Y2K Year End Testing	21,892	-	-	-	-
Y2K Contingency	3,000	-	-	-	-
Security Clearance	-	400	-	400	-
<b>Total</b>	<b>68,718</b>	<b>27,135</b>	<b>-3,095</b>	<b>24,040</b>	<b>1,417</b>

**B. Reconciliation Summary (O&M: \$ in thousands):**

	<u>Change</u>	<u>Change</u>
	<u>FY 2000/FY 2000</u>	<u>FY 2000/FY 2001</u>
<b>Baseline Funding</b>	<b>27,135</b>	<b>24,040</b>
Congressional Earmarks Bill Payer	-95	-
Program transfer to Coast Guard	-3,000	-
Price Change	-	361
Program Changes	-	-22,984
<b>Current Estimate</b>	<b>24,040</b>	<b>1,417</b>

**Defense Finance and Accounting Service**  
**Operation and Maintenance, Defense, Wide**  
**Fiscal Year (FY) 2001 Budget Estimates**  
**Budget Activity 4: Administration and Servicewide Activities**

**C. Reconciliation of Increases and Decreases:**

<b>FY 2000 President's Budget Request</b>		<b>27,135</b>
FY Congressional Earmarks Bill Payer Supplemental	-95 -3,000	
Total Program Decrease		-3,095
<b>Revised FY 2000 Estimate</b>		<b>24,040</b>
Price Growth		361
Program Increase		-
Program Decrease		
Building One Indianapolis Renovations	-21,330	
Other DoD Programs	-654	
Total Program Decreases		-22,984
<b>FY 2001 Budget Request</b>		<b>1,417</b>

**OP 32 Line Items**  
**(Dollars in Thousands):**

	<u>Change from FY 1999 to FY 2000</u>				<u>Change from FY 2000 to FY 2001</u>		
	<u>FY 1999</u>	<u>Price</u>	<u>Program</u>	<u>FY 2000</u>	<u>Price</u>	<u>Program</u>	<u>FY 2001</u>
	<u>Actuals</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>
923 Facility Maintenance	41,600	499	-20,099	22,000	330	-22,330	0
989 Other Contracts	27,118	325	-25,403	2,040	31	-654	1,417
999 Total Other Purchases	68,718	825	-45,503	24,040	361	-22,984	1,417
<b>Total</b>	<b>68,718</b>	<b>825</b>	<b>-45,503</b>	<b>24,040</b>	<b>361</b>	<b>-22,984</b>	<b>1,417</b>

**D. Personnel Summary:** Not Applicable.