

Fiscal Year 2009 Budget Estimates Defense Finance and Accounting Service



February 2008

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

**Operation and Maintenance, Defense-Wide Summary (\$ in thousands)
Budget Activity (BA) 4: Administrative and Service-Wide Activities**

	<u>FY 2007 Actuals</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>
DFAS	446	10	-30	426	9	-435	0

* The FY 2007 Actual column includes \$X.0 thousand of FY 2007 Global War on Terror Emergency Supplemental funds (PL 110-28).

* The FY 2008 Estimate column excludes FY 2008 GWOT funding.

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. The DFAS provides finance and accounting management and operational support for appropriated, non-appropriated, revolving and trust funds. The DFAS operations serve 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. The Defense Working Capital Fund (DWCF) finances most DFAS functions. Until FY 2009, one program is financed in the Operation and Maintenance, Defense-Wide appropriation. The Overseas Banking Program will function under the DFAS Working Capital Fund beginning in FY 2009.

The Program Management Office (PMO) manages the DoD Overseas Military Banking Program. The PMO provides banking guidance and policy interpretation support to OSD and monitors the banking and credit union presence on military installations worldwide via the Overseas Banking contract. The team provides support by reviewing banking and credit union policy and legislation, and also determines and establishes proper levels of service at the military banking institutions, reviewing contractual changes, assisting in negotiations with the banking and credit union industry, verifying work done in conjunction with the contract, handling media requirements, and responding to Congressional inquiries.

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II. Force Structure Summary: N/A

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

	FY 2008						Current Estimate	FY 2009 Estimate
	FY 2007 Actuals	Budget Request	Congressional Action			Appropriated		
A. <u>BA Subactivities</u>			<u>Amount</u>	<u>Percent</u>				
DoD Overseas Banking	446	432	-6		426	426	0	

* The FY 2007 Actual column includes \$X.0 thousand of FY 2007 Global War on Terror Emergency Supplemental funds (PL 110-28).

* The FY 2008 Estimate column excludes FY 2008 GWOT funding.

B. Reconciliation Summary:

	Change <u>FY 2008/FY 2008</u>	Change <u>FY 2008/FY 2009</u>
Baseline Funding	432	426
Congressional Adjustments (Distributed)		
Congressional Adjustments (Undistributed)	-6	
Adjustments to Meet Congressional Intent		
Congressional Adjustments (Gen Provisions)		
Congressional Earmark		
Subtotal Appropriated Amount		
Fact-of-Life Changes		
Subtotal Baseline Funding	426	426
Anticipated Supplemental		
Reprogramming		
Price Change		9
Functional Transfers		
Program Changes		-435
Current Estimate	426	0

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C. Reconciliation of Increases and Decreases:

	(\$ in Thousands)	
	<u>Amount</u>	<u>Totals</u>
FY 2008 President's Budget Request		432
1. Congressional Adjustments		-6
a. Distributed Adjustments		
b. Undistributed Adjustments	-4	
c. Adjustments to meet Congressional Intent		
d. General Provisions		
1) Sec 8104 Economic Assumptions	-1	
2) Sec 8097 Contractor Efficiencies	-1	
e. Congressional Earmarks - Indian Lands Environmental		
FY 2008 Appropriated Amount		426
2. Emergency Supplemental		
3. Fact-of-Life Changes		
Baseline Funding		426
4. Reprogrammings (requiring 1415 action)		
Revised FY 2008 Estimate		426
5. Less: Emergency Supplemental funding		-
Normalized Current Estimate for FY 2008		426
6. Price Change		9
7. Functional Transfers		-
8. Program Increases		-
9. Program Decreases - Overseas Banking Transfer to DWCF		-435
FY 2009 Budget Estimate		0
10. Price Change		
11. Functional Transfers		-
12. Program Increases		-
13. Program Decrease		
FY 2009 Budget Estimate		0

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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 union 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 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>OP 32 Line</u>							
101 Personnel Compensation	0	0	0	0	0	0	0
989 Other Contracts	448	10	-32	426	9	-435	0
Total	448	10	-32	426	9	-435	0