

# **Fiscal Year (FY) 2020 President's Budget**

## **Operation and Maintenance, Defense-Wide Defense Finance and Accounting Service**



**March 2019**

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**DEFENSE FINANCE AND ACCOUNTING SERVICE  
Operation and Maintenance, Defense-Wide  
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**Operation and Maintenance, Defense-Wide Summary (\$ in thousands)  
Budget Activity (BA) 4: Administration and Service-Wide Activities**

	FY 2018 <u>Actuals</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2019 <u>Enacted</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2020 <u>Estimate</u>
DFAS	0	0	0	0	0	0	0

**I. Description of Operations Financed:**

The Defense Finance and Accounting Service (DFAS), (<http://www.dfas.mil>) serves as the Executive Agent, responsible for finance and accounting activities within the Department of Defense (DoD).

Changes between FY 2013 and FY 2014: The DFAS FY 2013 funding will be transferred to other Defense-Wide Agencies for proper execution of the Department's Audit Readiness initiative. Funding has been allocated to the appropriate Defense Wide agencies to continue these activities in FY 2014 and beyond. DFAS will continue to support the Audit Readiness initiative through the agency's Working Capital Fund, obtaining revenue by charging its customers for the services it provides rather than being funded through direct appropriations.

Audit Readiness Initiative: In 2009, the Department presented a plan to meet the Congressional deadline for achieving audit ready financial statements by 2017. The plan focused first on achieving audit readiness for the information most used by DoD managers - budgetary information and counts and location of assets - but sought to achieve full audit readiness by FY 2017 as required by law.

In 2011, the Secretary issued new guidance, accelerating key elements of the audit readiness initiative and placing greater emphasis on the overall effort. The DoD now

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**I. Description of Operations Financed (cont.)**

strives to attain audit readiness of key budget statements (the Statement of Budgetary Resources) by 2014, to increase the emphasis on asset audits, and to provide support to a standard financial training and professional development program, while still achieving full audit readiness by FY 2017.

This strategy offers a more focused approach to achieving audit readiness by: concentrating on the information most used in managing the Department; providing managers auditable general-fund information to track spending and identify waste; and improving the way the Pentagon does business sooner, with greater efficiency.

**II. Force Structure Summary:**

**N/A**

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III. Financial Summary (\$ in thousands)

	FY 2019						
	FY 2018 <u>Actuals</u>	Budget <u>Request</u>	<u>Congressional Action</u>			Current <u>Enacted</u>	FY 2020 <u>Estimate</u>
			<u>Amount</u>	<u>Percent</u>	<u>Appropriated</u>		
<b>A. BA Subactivities</b>							
Audits	0	0	0	n/a	0	0	0
Financial Management Certification Program	0	0	0	n/a	0	0	0
Process Review and Remediation	0	0	0	n/a	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>n/a</b>	<b>0</b>	<b>0</b>	<b>0</b>

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III. Financial Summary (\$ in thousands)

<b>B. <u>Reconciliation Summary</u></b>	<b>Change <u>FY 2019/FY 2019</u></b>	<b>Change <u>FY 2019/FY 2020</u></b>
<b>Baseline Funding</b>		
Congressional Adjustments (Distributed)		
Congressional Adjustments (Undistributed)		
Adjustments to Meet Congressional Intent		
Congressional Adjustments (General Provisions)		
<b>Subtotal Appropriated Amount</b>		
Fact-of-Life Changes (2019 to 2019 Only)		
<b>Subtotal Baseline Funding</b>		
Supplemental		
Reprogrammings		
Price Changes		
Functional Transfers		
Program Changes		
<b>Current Estimate</b>		
Less: Wartime Supplemental		
<b>Normalized Current Estimate</b>		

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**III. Financial Summary (\$ in thousands)**

	<u>Amount</u>	<u>Totals</u>
<b>C. <u>Reconciliation of Increases and Decreases</u></b>		
<b>FY 2019 President's Budget Request (Amended, if applicable)</b>		
1. Congressional Adjustments		
a. Distributed Adjustments		
b. Undistributed Adjustments		
c. Adjustments to Meet Congressional Intent		
d. General Provisions		
<b>FY 2019 Appropriated Amount</b>		
2. War-Related and Disaster Supplemental Appropriations		
3. Fact-of-Life Changes		
<b>FY 2019 Baseline Funding</b>		
4. Reprogrammings (Requiring 1415 Actions)		
<b>Revised FY 2019 Estimate</b>		
5. Less: Item 2, War-Related and Disaster Supplemental Appropriations and Item 4, Reprogrammings		
<b>FY 2019 Normalized Current Estimate</b>		
6. Price Change		
7. Functional Transfers		
8. Program Increases		
a. Annualization of New FY 2019 Program		
b. One-Time FY 2020 Increases		
c. Program Growth in FY 2020		
9. Program Decreases		
a. Annualization of FY 2019 Program Decreases		
b. One-Time FY 2019 Increases		
c. Program Decreases in FY 2020		
<b>FY 2020 Budget Request</b>		

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IV. Performance Criteria and Evaluation Summary:

N/A - all funds will be transferred in FY 13.

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V. Personnel Summary

N/A

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