

Subject: Foreign Currency Fluctuations, Defense Appropriation Title: Operation and Maintenance, Military Personnel, and Defense Health Program FY 2001 Appropriations	DoD Serial Number: FY 01-19 IR
	Includes Transfer? Yes

Component Serial Number:	<i>(Amounts in Thousands of Dollars)</i>							
	Program Base Reflecting Congressional Action		Program Previously Approved by Sec Def		Reprogramming Action		Revised Program	
	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
Line Item								
a	b	c	d	e	f	g	h	i

This internal reprogramming action transfers \$70.7 million among various Operation & Maintenance (O&M) and Military Personnel appropriations to equitably distribute the foreign currency exchange rates reductions included in Public Law 106-259, the DoD Appropriations Act, 2001, based on the exchange rates approved for execution. This transfer uses general transfer authority, pursuant to section 8005 of Public Law 106-259, and section 1001 of Public Law 106-398, the Floyd D. Spence National Defense Authorization Act for FY 2001.

REPROGRAMMING INCREASES: **+70,700**

Operation & Maintenance, Army, FY 2001 **+13,500**

Budget Activity 1: Operating Forces +13,500

Operation & Maintenance, Air Force, FY 2001 **+17,100**

Budget Activity 1: Operating Forces +6,100

Budget Activity 2: Mobilization +1,000

Budget Activity 4: Administration and Servicewide Activities +10,000

Operation and Maintenance, Defense-Wide, FY 2001 **+3,100**

Budget Activity 4: Administration and Servicewide Activities

DoD Education Activity +2,400

National Security Agency +700

Defense Health Program, FY 2001 **+1,200**

Budget Activity 1: Operation and Maintenance +1,200

Military Personnel, Army, FY 2001 **+35,800**

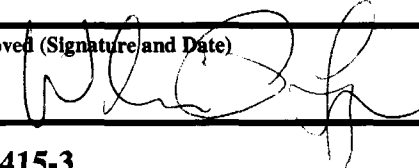
Budget Activity 1: Pay and Allowances of Officers +9,057

Budget Activity 2: Pay and Allowances of Enlisted +26,743

REPROGRAMMING DECREASES **-70,700**

Operation & Maintenance, Navy, FY 2001 **-11,300**

Budget Activity 1: Operating Forces -11,300

Approved (Signature and Date)


JAN 8 2001

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<u>Operation & Maintenance, Marine Corps, FY 2001</u>	<u>-2,600</u>
Budget Activity 1: Operating Forces	-2,600
<u>Military Personnel, Navy, FY 2001</u>	<u>-36,900</u>
Budget Activity 1: Pay and Allowances of Officers	-11,070
Budget Activity 2: Pay and Allowances of Enlisted	-25,830
<u>Military Personnel, Marine Corps, FY 2001</u>	<u>-15,900</u>
Budget Activity 1: Pay and Allowances of Officers	-3,528
Budget Activity 2: Pay and Allowances of Enlisted	-12,372
<u>Military Personnel, Air Force, FY 2001</u>	<u>-4,000</u>
Budget Activity 2: Pay and Allowances of Enlisted	-4,000

Explanation: Public Law 106-259, the DoD Appropriations Act, 2001, reduced the O&M and Military Personnel appropriations by a total of \$856.9 million based on anticipated foreign currency rate gains. However, the congressional distribution of the reduction by appropriation is not consistent with the actual impact of such a change in foreign currency exchange rates. To correct the distribution of this reduction, this reprogramming uses general transfer authority to redistribute \$70.7 million of the congressional reduction for proper execution.