

Subject: Financial Management Modernization Program		DoD Serial Number: FY 02-55 IR
Appropriation Title: Operation and Maintenance, Defense-Wide, FY 2002; Research, Development, Test, and Evaluation, Defense-Wide, 02/03		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	
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
a	b	c	d	e	f	g	h	i

This internal reprogramming action transfers \$3.409 million from the Research, Development, Test, and Evaluation, Defense-Wide, 02/03, appropriation to the Operation and Maintenance, Defense-Wide, FY 2002, appropriation using transfer authority pursuant to section 8005 of Public Law (P.L.) 107-117, the Department of Defense Appropriations Act, 2002, and section 1001 of P.L. 107-107, the National Defense Authorization Act for FY 2002. This transfer does not change the purpose for which the funds were appropriated. This action meets all administrative and legal requirements of the Congress and the Congress has not denied any of the funds.

<u>REPROGRAMMING INCREASE:</u>	<u>+3,409</u>
<u>Operation and Maintenance, Defense-Wide, FY 2002</u>	<u>+3,409</u>
<u>Budget Activity 4: Administration and Servicewide Activities</u>	
Office of the Secretary of Defense	+3,409
<u>REPROGRAMMING DECREASE:</u>	<u>-3,409</u>
<u>Research, Development, Test, and Evaluation, Defense-Wide, 02/03</u>	<u>-3,409</u>
<u>Budget Activity 5: Engineering and Manufacturing Development</u>	
PE 0605016D8Z Financial Management System Improvements	
100,000	100,000
	-3,409
	96,591

Explanation: The Department requested Research, Development, Test, and Evaluation, Defense-Wide funds in FY 2002 for development of the Financial Management Modernization Program. However, reimbursement to the Components to pay civilian personnel that are detailed to the program must be financed with operation and maintenance funding. This reprogramming therefore transfers \$3.409 million for proper execution.

Approved (Signature and Date) Dov S. Zakheim
SEP 26 2002