

Subject: Foreign Currency Fluctuations, Defense		DoD Serial Number: FY 03-56 IR
Appropriation Title: Various Appropriations		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

Pursuant to the authority provided by Public Law 95-457, 92 Stat.1236, and section 2779 of Title 10 of the United States Code, this reprogramming action transfers \$448.028 million from the Foreign Currency Fluctuations, Defense (FCF,D) account to the various Components' FY 2003 Operations and Maintenance and Defense Health Program appropriations. This transfer offsets realized foreign currency losses resulting from the decline in the market value of the U.S. dollar compared to approved foreign currency execution rates and actual rates for selected foreign currencies.

<u>FY 2003 REPROGRAMMING INCREASE:</u>						<u>+448,028</u>	
<u>Operation and Maintenance, Army, 03/03</u>						<u>+283,486</u>	
<u>Budget Activity 4: Admin and Servicewide Activities</u>							
	23,992,082		44,021,135			<u>+283,486</u>	44,304,621
<u>Operation and Maintenance, Navy, 03/03</u>						<u>+58,528</u>	
<u>Budget Activity 4: Admin and Servicewide Activities</u>							
	29,331,526		35,505,038			<u>+58,528</u>	35,563,566
<u>Operation and Maintenance, Air Force, 03/03</u>						<u>+67,691</u>	
<u>Budget Activity 4: Admin and Servicewide Activities</u>							
	27,339,533		36,877,217			<u>+67,691</u>	36,944,908
<u>Operation and Maintenance, Defense-Wide, 03/03</u>						<u>+24,318</u>	
	14,773,506		18,786,407			<u>+24,318</u>	18,810,725
<u>DoD Educational Activity</u>							
<u>Budget Activity 4: Admin and Servicewide Activities</u>						<u>+23,294</u>	
<u>National Security Agency</u>							
<u>Budget Activity 4: Admin and Servicewide Activities</u>						<u>+1,024</u>	
<u>Defense Health Program, 03/03</u>						<u>+14,005</u>	
<u>Budget Activity 1: Operations and Maintenance</u>							
	14,843,542		15,500,117			<u>+14,005</u>	15,514,123

Approved (Signature and Date)
 SEP 12 2003

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<u>FY 2003 REPROGRAMMING DECREASE:</u>									<u>-448,028</u>
<u>Foreign Currency Fluctuations, Defense</u>									
	970,000			468,028		-448,028			20,000

Explanation: This action is necessary to offset the effect of realized and estimated unfavorable variances between approved foreign currency execution rates and actual rates for FY2003.