

Subject: Mid-Range Financial Improvement Plans		DoD Serial Number: FY 04-13 PA
Appropriation Title: Office of the Inspector General, Operation and Maintenance, 04/04, Operation and Maintenance, Army, 04/04; Operation and Maintenance, Navy, 04/04; and Operation and Maintenance, Air Force, 04/04		Includes Transfer? Yes

Component Serial Number: FY 04-02 PA	<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 reprogramming action is submitted for prior approval because it uses general transfer authority, pursuant to section 8005 of Public Law 108-87, the DoD Appropriations Act, 2004; and section 1001 of Public Law 108-136, the National Defense Authorization Act, 2004. This reprogramming action transfers \$5.994 million from Operation and Maintenance, Army, 04/04, appropriation, \$3.280 million from Operation and Maintenance, Navy, 04/04, appropriation, and \$13.573 million from Operation and Maintenance, Air Force, 04/04, appropriation to the Office of the Inspector General, DoD 04/04, appropriation. This action is for higher priority items, based on unforeseen military requirements, than that for which the funds were originally appropriated. It meets all administrative and legal requirements of the Congress, and the Congress has not denied any of the items.

FY 2004 REPROGRAMMING INCREASE: **+22,847** **+5,680**

Office of the Inspector General, 04/04 **+22,847** **+5,680**
Budget Activity 1: Operation and Maintenance
160,106 160,106 **+22,847** 165,786 182,953


FY 2004 REPROGRAMMING DECREASES: **-22,847** **-5,680**

Operation and Maintenance, Army, 04/04 **-5,994**
Budget Activity 1: Operating Forces
15,744,631 15,744,631 **-5,994** 15,738,637
HAC Denied 15,744,631

Operation and Maintenance, Navy, 04/04 **-3,280**
Budget Activity 4: Administration and Servicewide Support
4,742,771 4,742,771 **-3,280** 4,739,491

Operation and Maintenance, Air Force, 04/04 **-13,573** **-2,400**
Budget Activity 1: Operating Forces
15,673,805 15,673,805 **-13,573** 15,660,232
HAC Partially Denied **-2,400** 15,671,405

Explanation: One of the Department’s priority goals is to gain clean and auditable financial statements. Beginning in FY 2004, the Office of the Inspector General (OIG) will contract with independent public audit firms for financial statements for the Department’s reporting entities as well as the Defense Agencies. The plan developed by the OIG and the DoD Office of the Deputy Chief Financial Officer supports the Department’s goal of reaching acceptable audit opinions by FY 2007. The FY 2004 baseline amounts have not yet been adjusted for undistributed congressional reductions.

Approved (Signature and Date)  FEB 6 2004