

Subject: Critical Army Requirements		DoD Serial Number: FY 05-27 PA
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

This urgently needed reprogramming action is submitted in three parts to meet critical Army requirements pending enactment of the FY 2005 Supplemental. **Part I** transfers \$334.3 million, appropriated in Title IX of Public Law 108-287, the Department of Defense (DoD) Appropriations Act, 2005, from various Military Personnel appropriations to Operation and Maintenance, Army, 05/05, appropriation. This action is submitted for prior approval because it uses transfer authority pursuant to section 9003(a) of Title IX. **Part II** is submitted for prior approval because it uses general transfer authority pursuant to section 8005 of Public Law 108-287, the DoD Appropriations Act, 2005; and section 1001 of Public Law 108-375, the Ronald W. Reagan National Defense Authorization Act for Fiscal Year (FY) 2005. This action transfers \$500.0 million from the National Guard Personnel, Army, 05/05, appropriation to Operation and Maintenance, Army, 05/05, appropriation. **Part III** transfers \$250.0 million from the Defense Working Capital Fund Army, appropriation to Operation and Maintenance, Army, 05/05, appropriation. This action is pursuant to section 8006 of Public Law 108-287, the DoD Appropriations Act, 2005. These actions reprogram funding in support of higher priority items, based on unforeseen military requirements, than those for which the funds were originally appropriated; and is determined to be necessary in the national interest. It meets all administrative and legal requirements and the items have not previously been denied by the Congress.

Part I

<u>FY 2005 REPROGRAMMING INCREASE:</u>				<u>+334,300</u>
<u>Operation and Maintenance, Army, 05/05</u>				<u>+334,300</u>
<u>Budget Activity 1: Operating Forces</u>				
	16,561,581		17,147,352	+334,300
				17,481,652

Explanation: This urgent and critically needed reprogramming is essential to prevent the Army from running out of operating funds.

Despite taking acute action to slow spending, the Army does not have sufficient funds to continue through May. Pending enactment of the FY 2005 supplemental, the Army is in near-term danger of exhausting their Operation and Maintenance (O&M) funds, which would stop essential activities stateside and jeopardize operations overseas.

Approved (Signature and Date) →



MAY 2 2005

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These funds provide for the pay of civilian employees, continue utilities and municipal services, permit the repair of facilities to protect the health, welfare and safety of employees, continue essential contract services, and provide for on-going command and control operations.

<u>FY 2005 REPROGRAMMING DECREASES:</u>								
						<u>-334,300</u>		
<u>Military Personnel, Navy, 04/05</u>						<u>-27,700</u>		
Undistributed	27,700		27,700			<u>-27,700</u>		-
<u>Military Personnel, Marine Corps, 04/05</u>						<u>-241,700</u>		
Undistributed	241,700		241,700			<u>-241,700</u>		-
<u>Military Personnel, Air Force, 04/05</u>						<u>-64,900</u>		
Undistributed	64,900		64,900			<u>-64,900</u>		-

Part II

<u>FY 2005 REPROGRAMMING INCREASE:</u>								
<u>Operation and Maintenance, Army, 05/05</u>						<u>+500,000</u>		
Budget Activity 1: Operating Forces								
	16,561,581		16,605,833			<u>+500,000</u>		17,105,833

Explanation: This urgent and critically needed reprogramming is essential to prevent the Army from running out of operating funds.

Despite taking acute action to slow spending, the Army does not have sufficient funds to continue operations through May. Pending enactment of the FY 2005 supplemental, the Army is in near term danger of exhausting their O&M funds, which would stop essential activities stateside and jeopardize operations overseas.

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<u>FY 2005 REPROGRAMMING DECREASE:</u>									<u>-500,000</u>
<u>National Guard Personnel, Army, 05/05</u>									<u>-500,000</u>
<u>Budget Activity 2: Other Training and Support</u>									
	2,942,237		2,942,237						<u>-500,000</u>
									2,442,237

Explanation: Funds are available for transfer as an interim funding source for Operation and Maintenance, Army. The funds will need to be restored after enactment of the FY 2005 Supplemental to ensure solvency of the appropriation.

Part III

<u>FY 2005 REPROGRAMMING INCREASE:</u>									
<u>Operation and Maintenance, Army, 05/05</u>									<u>+250,000</u>
<u>Budget Activity 1: Operating Forces</u>									
	16,561,581		17,105,833						<u>+41,519</u>
									17,147,352
<u>Budget Activity 2: Mobilization</u>									
	466,599		466,599						<u>+20,484</u>
									487,083
<u>Budget Activity 3: Training and Recruiting</u>									
	3,343,011		3,429,202						<u>+187,997</u>
									3,617,199

Explanation: This urgent and critically needed reprogramming is essential to prevent the Army from running out of operating funds.

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FY 2005 REPROGRAMMING DECREASE:

<u>Defense Working Capital Fund, Army, X</u>	<u>-250,000</u>
	-250,000

Explanation: Funds are available for transfer as a short term funding source for Operation and Maintenance, Army. This action will reduce the cash balance in the Defense Working Capital Fund, Army to approximately \$385.0 million which is slightly below (\$25 million) the desired seven to ten day cash reserve. The funds will be restored to the Working Capital Fund following enactment of the FY 2005 Supplemental.