



OFFICE OF THE UNDER SECRETARY OF DEFENSE

1100 DEFENSE PENTAGON
WASHINGTON, DC 20301-1100

JAN -3 2012

COMPTROLLER

(Program/Budget)

MEMORANDUM FOR DEPUTY ASSISTANT SECRETARY OF THE ARMY FOR
BUDGET, OFFICE OF THE ASSISTANT SECRETARY OF THE
ARMY (FINANCIAL MANAGEMENT AND COMPTROLLER)
DIRECTOR, OFFICE OF BUDGET/FISCAL
MANAGEMENT, OFFICE OF THE ASSISTANT SECRETARY
OF THE NAVY (FINANCIAL MANAGEMENT AND
COMPTROLLER)
DEPUTY ASSISTANT SECRETARY (BUDGET), OFFICE
OF THE ASSISTANT SECRETARY OF THE AIR FORCE
(FINANCIAL MANAGEMENT AND COMPTROLLER)

SUBJECT: DD 1414, Base for Reprogramming Actions

You are directed to distribute **all** congressional actions including congressional adds, reductions, and any general rescission reduction in the Enterprise Funds Distribution (EFD) system that will create the DD 1414, Base for Reprogramming Actions for Fiscal Year (FY) 2012. I request that you complete your initial submission by **January 20, 2012**, in accordance with DoD Financial Management Regulation, Volume 3, Chapter 6, Reprogramming of DoD Appropriated Funds, section 060302. This initial submission must include proper footnoting of all congressional special interest programs consistent with the language and intent of the applicable committee reports and sections 8006 and 8007 of Public Law 112-74, the Consolidated Appropriations Act, 2012. In addition, include funding from Title IX, Overseas Contingency Operations for FY 2012. It is extremely important that reports are submitted on time, because the Department will **not** be able to do **any** reprogrammings or transfers until the DD 1414 report is submitted to the congressional committees in accordance with section 8007, unless the Secretary of Defense certifies the requirement is an emergency.

For FY 2012, the dollar threshold for reprogramming funds will remain at \$15.0 million for operation and maintenance, \$20.0 million for procurement, and \$10.0 million for research, development, test, and evaluation. The Department shall continue to follow the limitation that prior approval reprogrammings are set at either the specified dollar threshold or 20 percent of the procurement or research, development, test and evaluation line, whichever is less. However, the percentage change limitation applies to both program increases and decreases. This percentage change applies to the program base value at the time of the below threshold reprogramming (BTR) is executed.

These thresholds are cumulative from the base for reprogramming value as modified by any congressional action, to include rescissions, supplemental, and approved DD 1415 reprogramming actions. Therefore, if the net value of transfers into or out of an operation and maintenance (O-1), procurement (P-1), or research, development, test, and evaluation (R-1) line exceeds the identified threshold, the Department of Defense must submit a prior approval reprogramming request to the congressional defense committees.

My point of contact is Brian Snyder (Brian.Snyder@osd.mil), 703-697-0022 and EFD technical assistance contact EFD Support (EFDSupport@osd.mil), 703-614-6462.



John P. Roth
Deputy Comptroller

cc: OUSD(C) P/B Operations Directorate
OUSD(C) P/B Investment Directorate
OUSD(C) P/B Military Personnel and Construction Directorate
OUSD(C) P/B Revolving Funds Directorate

1 and in no case where the item for which funds are re-
2 quested has been denied by the Congress: *Provided further,*
3 That the Secretary of Defense shall notify the Congress
4 promptly of all transfers made pursuant to this authority
5 or any other authority in this Act: *Provided further,* That
6 no part of the funds in this Act shall be available to pre-
7 pare or present a request to the Committees on Appropria-
8 tions for reprogramming of funds, unless for higher pri-
9 ority items, based on unforeseen military requirements,
10 than those for which originally appropriated and in no
11 case where the item for which reprogramming is requested
12 has been denied by the Congress: *Provided further,* That
13 a request for multiple reprogrammings of funds using au-
14 thority provided in this section shall be made prior to June
15 30, 2012: *Provided further,* That transfers among military
16 personnel appropriations shall not be taken into account
17 for purposes of the limitation on the amount of funds that
18 may be transferred under this section.

19 SEC. 8006. (a) With regard to the list of specific pro-
20 grams, projects, and activities (and the dollar amounts
21 and adjustments to budget activities corresponding to
22 such programs, projects, and activities) contained in the
23 tables titled "Explanation of Project Level Adjustments"
24 in the explanatory statement regarding this Act, the obli-
25 gation and expenditure of amounts appropriated or other-

1 wise made available in this Act for those programs,
2 projects, and activities for which the amounts appro-
3 priated exceed the amounts requested are hereby required
4 by law to be carried out in the manner provided by such
5 tables to the same extent as if the tables were included
6 in the text of this Act.

7 (b) Amounts specified in the referenced tables de-
8 scribed in subsection (a) shall not be treated as subdivi-
9 sions of appropriations for purposes of section 8005 of this
10 Act: *Provided*, That section 8005 shall apply when trans-
11 fers of the amounts described in subsection (a) occur be-
12 tween appropriation accounts.

13 SEC. 8007. (a) Not later than 60 days after enact-
14 ment of this Act, the Department of Defense shall submit
15 a report to the congressional defense committees to estab-
16 lish the baseline for application of reprogramming and
17 transfer authorities for fiscal year 2012: *Provided*, That
18 the report shall include—

19 (1) a table for each appropriation with a sepa-
20 rate column to display the President's budget re-
21 quest, adjustments made by Congress, adjustments
22 due to enacted rescissions, if appropriate, and the
23 fiscal year enacted level;

24 (2) a delineation in the table for each appro-
25 priation both by budget activity and program,

1 project, and activity as detailed in the Budget Ap-
2 pendix; and

3 (3) an identification of items of special congres-
4 sional interest.

5 (b) Notwithstanding section 8005 of this Act, none
6 of the funds provided in this Act shall be available for
7 reprogramming or transfer until the report identified in
8 subsection (a) is submitted to the congressional defense
9 committees, unless the Secretary of Defense certifies in
10 writing to the congressional defense committees that such
11 reprogramming or transfer is necessary as an emergency
12 requirement.

13 (TRANSFER OF FUNDS)

14 SEC. 8008. During the current fiscal year, cash bal-
15 ances in working capital funds of the Department of De-
16 fense established pursuant to section 2208 of title 10,
17 United States Code, may be maintained in only such
18 amounts as are necessary at any time for cash disburse-
19 ments to be made from such funds: *Provided*, That trans-
20 fers may be made between such funds: *Provided further*,
21 That transfers may be made between working capital
22 funds and the "Foreign Currency Fluctuations, Defense"
23 appropriation and the "Operation and Maintenance" ap-
24 propriation accounts in such amounts as may be deter-
25 mined by the Secretary of Defense, with the approval of