VOLUME 3, CHAPTER 4: “FUNCTIONAL TRANSFERS”

SUMMARY OF MAJOR CHANGES

All changes are denoted by blue font.

Substantive revisions are denoted by an * symbol preceding the section, paragraph, table, or figure that includes the revision.

Unless otherwise noted, chapters referenced are contained in this volume.

Hyperlinks are denoted by bold, italic, blue and underlined font.

The previous version dated November 2008 is archived.

<table>
<thead>
<tr>
<th>PARAGRAPH</th>
<th>EXPLANATION OF CHANGE/REVISION</th>
<th>PURPOSE</th>
</tr>
</thead>
<tbody>
<tr>
<td>All</td>
<td>Date Refresh</td>
<td>Update</td>
</tr>
</tbody>
</table>
Table of Contents

VOLUME 3, CHAPTER 4: “FUNCTIONAL TRANSFERS” .............................................................. 1

0401  STATUTORY AUTHORITY .......................................................................................... 3

0402  TYPES OF TRANSFER AUTHORITIES .................................................................. 3

  040201. Fund Adjustments: ............................................................................................ 3
  040202. Transfer of Funds .............................................................................................. 3
CHAPTER 4

FUNCTIONAL TRANSFERS

0401  STATUTORY AUTHORITY

Under the provisions of Title 10, United States Code, section 125, the Secretary of
Defense is authorized to transfer, reassign, consolidate or abolish any function, power or duty
vested in the Department. Whenever a transfer of function, power or duty is accomplished under
the authority of Title 10, U.S.C. 125, balances of appropriations and civilian employees, that the
Secretary of Defense determines are available and needed to finance and perform that function,
power, duty or activity, may be transferred, with the approval of the President as delegated to the
OMB in accordance with Title 10, United States Code, section 126.

0402  TYPES OF TRANSFER AUTHORITIES

040201.  Fund Adjustments:

Necessitated by a transfer of functions during a current year should be handled to the
extent possible on a reimbursable basis. Only when financing of such transfers through the
reimbursement process presents serious burdens or involves significant amounts should a
transfer of funds be requested.

040202.  Transfer of Funds

When transfers of funds are necessary as a result of transfer of functions under Title 10, United
States Code, section 125, it will be the responsibility of the receiving DoD Component to request
that the USD(C) obtain the necessary determination and approval for the transfer of funds. The
request shall be prepared in accordance with Title 10, United States Code, section 126 and the
provisions of Chapter 3 contain a statement that the DoD Components concerned have agreed to
the amounts proposed for transfer. A copy of the Secretary of Defense approval of the transfer
of functions (under 10 U.S.C. 125) should accompany the request.