



COMPTROLLER OF THE DEPARTMENT OF DEFENSE

WASHINGTON, DC 20301-1100

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FOREWORD

This Volume of the DoD Financial Management Regulation is issued under the authority of DoD Instruction 7000.14, "DoD Financial Management Policy and Procedures," November 15, 1992. It governs financial management by establishing and enforcing requirements, principles, standards, systems, procedures, and practices necessary to comply with financial management statutory and regulatory requirements applicable to the Department of Defense. This volume directs financial management requirements, systems, and functions for all nonappropriated fund (NAF) activities. In addition, it directs statutory and regulatory financial reporting requirements.

This Volume prescribes standard accounting principles and practices for all DoD nonappropriated fund instrumentalities (NAFIs) except the Military Exchanges. NAF accounting principles and practices are similar to generally accepted accounting principles used in the private sector. Standard principles and practices will ensure that financial statements and reports are complete and accurate, and that the results of operations can be analyzed. This Volume has four parts—a core section consisting of 10 chapters and 3 appendices. The core contains general accounting principles and procedures applicable to all NAFIs. The appendices contain specific policies and procedures applicable to the particular Military Service. In the future, through implementation of standard systems, the appendices will be eliminated.

This Volume of the Regulation applies to the Office of the Secretary of Defense; the Military Departments; the Defense Finance and Accounting Service; the Chairman of the Joint Chiefs of Staff; the Unified Commands; the Inspector General of the Department of Defense; the Defense Agencies; and the DoD Field Activities (hereafter referred to collectively as "DoD Components").

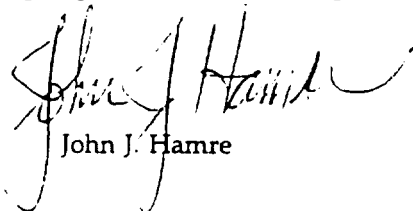
This Volume of the Regulation is effective immediately and is mandatory for use by all DoD Components. Heads of DoD Components shall ensure that it is adhered to in day-to-day operations and in the design, modification, and maintenance of their Component's financial management and reporting system or systems. The Heads of DoD Components shall not issue supplementary directives and/or regulations without the prior written approval of the Office of the Comptroller of the Department of Defense.

The internal reporting requirements in this regulation are exempt from licensing in accordance with paragraph E.4.f of DoD 7750.5-M, "DoD Procedures for Management of Information Requirements," November 1986.

Forward recommended changes to this Volume of the Regulation through channels to the address below. Submit requests for deviations from or exceptions to specific standards, with justification, to:

Office of the Comptroller of the Department of Defense
1100 Defense Pentagon
Washington, DC 20301-1100

DoD Components may obtain copies of this Volume of the Regulation through their own publication channels. Approved for public release; distribution unlimited. Authorized registered users may obtain copies of this publication from the Defense Technical Information Center, Cameron Station, Alexandria, VA 22304-6145. Other Federal agencies and the public may obtain copies from the National Technical Information Service, 5285 Port Royal Road, Springfield, VA 22161; telephone (703) 487-4650.


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