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COMPTROLLER

FEB 13 2026

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 COMPTOLLER)
DEPUTY ASSISTANT SECRETARY (BUDGET), OFFICE OF THE ASSISTANT SECRETARY OF THE AIR FORCE (FINANCIAL MANAGEMENT AND COMPTROLLER)
DEPUTY ASSISTANT SECRETARY (HEALTH AFFAIRS)
CHIEF OF STAFF, OFFICE OF THE INSPECTOR GENERAL OF THE DEPARTMENT OF WAR
COMPTROLLERS OF THE DEFENSE AGENCIES
COMPTROLLERS OF THE DOW FIELD ACTIVITIES
BUSINESS FINANCIAL MANAGER, OPERATIONAL TEST AND EVALUATION

SUBJECT: Applying Reductions to Fiscal Year 2026 Appropriations and Prior Year Unobligated Balances

This memorandum provides guidance on how to apply reductions to congressional distributed adjustments as specified in the DD 1414, Base for Reprogramming Actions for Fiscal Year (FY) 2026, required pursuant to section 8006 of the Department of Defense Appropriations Act, 2026 (division A of Public Law 119-75) (2026 Act).

The DD 1414 incorporates funding adjustments in consideration of congressional distributed adjustments for specific programs, projects, or activities (PPA). Unless the underlying funds are reprogrammed under established procedures, these PPAs must be carried out at the level indicated on the DD 1414.[1] Components may use a portion of amounts specified as a congressional distributed adjustments for program oversight or administrative costs if such costs are directly allocable to the execution of the item, as this would not constitute a reduction.

Certain general provisions (GPs) specify amounts appropriated for specific purposes. No reductions may be taken against these legal subdivisions, as provided for in the following GPs from the 2026 Act, unless the reduction is required or authorized by other statutory language, or is directly allocable to the execution of the appropriation:

[1] One exception is proportionate, pro-rata share, undistributed reductions required by Small Business Innovation Research (SBIR)/Small Business Technology Transfer Program (STTR) program set-asides (div. A of P.L. 119-75, section 8051).

- Procurement, Defense-Wide (DW), Indian Financing Act of 1974 (section 8020)
- Operation and Maintenance, DW (O&M, DW) Mitigation of Environmental Impacts (section 8022)
- Working Capital Fund, Army, Competitive Rates at Arsenals (section 8024)
- Civil Air Patrol Corporation (section 8025)
- O&M, DW, Assistance to Lebanese Armed Forces (section 8034)
- Asia Pacific Regional Initiative Program (section 8040)
- United Service Organizations and Red Cross Grants (section 8050)
- O&M, DW, Commander, USAFRICOM (section 8065)
- Fisher House Foundation (section 8067)
- Procurement, DW and RDT&E, DW, Israeli Cooperative Programs (section 8071)
- O&M, DW, International Security Cooperation Programs (section 8108)
- O&M, DW, reimbursements for enhanced border security (section 8109)
- O&M, DW, Sexual Assault Special Victims' Counsel Program (section 8122)
- Department of Defense Credit Program Account (section 8134)
- O&M, DW, Taiwan Security Cooperation Initiative (section 8143)
- O&M, DW, Replacement of articles and services transferred to Taiwan (section 8147)
- O&M, DW, International Security Cooperation Programs – Baltic Initiative (section 8152 )
- Solid Rocket Motor Industrial Base (section 8153)

Any questions concerning this matter should be directed to Robert Talcovitz at (703) 697-0023 or robert.d.talcovitz.civ@mail.mil.

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cc:
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