Subject: Working Capital Fund #1	**DoW Serial Number:** FY 26-12 PA
Appropriation Title: Various Appropriations	**Includes Transfer?** Yes

Component Serial Number: FY26-XX PA FCF-DWCF #1	*(Amounts in Thousands of Dollars)*							
	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 prior approval reprogramming action is submitted for approval because these actions use general or special transfer authority, exceed established reprogramming thresholds, affect special interest items, or initiate a new start. This reprogramming action provides funding in support of higher priority items, based on unforeseen military requirements, than those for which originally appropriated; and are determined to be necessary in the national interest. They meet all administrative and legal requirements, and none of the items have previously been denied by the Congress.

This reprogramming transfers $970.000 million from the Foreign Currency Fluctuation, Defense (FCF, D) appropriation account to the Defense Working Capital Funds, Defense (DWCF, D) appropriation account pursuant to section 8008 of division A of Public Law 119-75, the Department of Defense Appropriations Act, 2026, to maintain amounts necessary for cash disbursements.

FY 2026 REPROGRAMMING INCREASE:	**+970,000**	
DEFENSE-WIDE	**+970,000**	
Working Capital Fund, Defense, 26/XX	**+970,000**	
Budget Activity 06: Energy Management - Defense		
010 Energy Management - Def		
	+970,000	970,000

Explanation: Funds are required in the DWCF,D appropriation account to sustain cash solvency. The Defense Logistics Agency (DLA) Activity is approximately 68% of the total cash balance in the DWCF, D. The DLA sub activity, DLA- Energy, is unable to absorb the unprecedented and unexpected increase in current refined fuel costs. The Department attempted to mitigate the increased cost to DLA by increasing the Standard Fuel Price (SFP) in April, however this exacerbated the fiscal challenges the Military Services are experiencing in Fiscal Year 2026 execution. Therefore, the Department issued a reversal of the SFP increase effective July 1, 2026, to alleviate the burden for the Military Services and developed a plan with alternative ways to cover the DLA cash shortage. As part of the plan, this reprogramming transfers funds from the FCF,D to the DWCF DLA-Energy sub activity to maintain cash solvency.

FY 2026 REPROGRAMMING DECREASE:	**-970,000**	
DEFENSE-WIDE	**-970,000**	
Foreign Currency Fluctuations, Defense, 26/XX	**-970,000**	

Approved (Signature and Date)

Michael T. Powers June 10, 2026

Subject: Working Capital Fund #1	**DoD Serial Number:** FY 26-12 PA
Appropriation Title: Various Appropriations	**Includes Transfer?** Yes

Component Serial Number: FY26-XX PA FCF-DWCF #1	*(Amounts in Thousands of Dollars)*							
	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**
Budget Activity 00: Foreign Currency Fluctuations		970,000		970,000		**-970,000**		

Explanation: Section 8008 of the Department of Defense Appropriations Act, 2026 authorizes the Department to transfer amounts from the FCF, D appropriation account to the DWCF to maintain amounts necessary for cash disbursements. Funds are needed in the DWCF,D appropriation accounts to ensure cash solvency and support rising fuel costs. DLA's cash position has been strained by sustained increases in fuel prices, making this transfer necessary to sustain cash solvency.