Subject: Working Capital Fund Transfer #2	**DoW Serial Number:** FY 26-14 PA
Appropriation Title: Various Appropriations	**Includes Transfer?** Yes

Component Serial Number:	*(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 Fluctuations, 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 INCREASE	**+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. For the month of June, the Defense Logistics Agency-Energy (DLA-Energy) sub activity paid $216.14 per barrel of fuel, which is $62 per barrel above the current Standard Fuel Price (SFP) of $154.14 per barrel, effective July 1, 2026. 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 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 DECREASE	**-970,000**

Approved (Signature and Date)

Michael T Powers 7-30-2026

Subject: WCF Transfer #2

Appropriation Title: Various Appropriations

DoD Serial Number: FY 26-14 PA

Includes Transfer? Yes

Component Serial Number:

(Amounts in Thousands of Dollars)

Line Item	Program Base Reflecting Congressional Action		Program Previously Approved by Sec Def		Reprogramming Action		Revised Program	
	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
a	b	c	d	e	f	g	h	i
Foreign Currency Fluctuations, Defense, 26/XX						**-970,000**		
Budget Activity 00: Foreign Currency Fluctuations								
		970,000		970,000		**-970,000**		0

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.