

March 3, 2015

The Honorable Derek Kilmer 1520 Longworth House Office Building Washington, D.C. 20515 The Honorable Walter Jones 2333 Rayburn House Office Building Washington, D.C. 205105

Dear Representative Kilmer and Representative Jones,

On behalf of the over 200,000 managers and supervisors currently serving our nation in the federal government and whose interests are represented by the Federal Managers Association (FMA), I fully extend my support of your legislation, H.R. 1193, calling to repeal recent cuts to temporary duty assignment (TDY) per diem allowances as enacted by the Department of Defense (DOD). As you know, in order to combat restrictive budgets, department leaders instituted drastic cuts to long-term TDY on November 1, 2014. Civilian defense employees on TDY between 30 and 180 days saw a reduction by 25 percent, while those over 180 days face a 45 percent reduction.

These extreme cuts put undue financial burdens on these dedicated employees who struggle to meet these per diem requirements or are forced to make up any cost differences out of their own pockets due to the fact that these new rates will price them out of markets. Hotel industry representatives commented they currently face 80 percent capacity; they do not need the business of the federal government. Additionally, TDY service is voluntary. FMA is already seeing its members reluctant to serve TDY as they already have mortgages, car payments, and child care costs at home. An FMA member based out of Naval Undersea Warfare Center, Division Keyport commented, "It has always been difficult to find people at the senior grade levels required willing to disrupt their family life for these kinds of assignments. The new rule on 55 percent per diem has made it even more difficult to find senior people willing to go." A reduction of travel payments for employees on official travel needs to be fully funded to prevent having to take funds from personal accounts to cover expenses and waiting to be reimbursed at some later time by the government.

Further concerning is DOD's reductions to TDY per diem allowances are not in line with the General Service Administration's Government-Wide Travel Advisory Committee, which sets per diem rates based on data-driven calculations. Per diem rates are set based upon contractor-provided average daily rate data of local lodging properties. All rates are evaluated to ensure that they are fair and equitable. DOD did not utilize this method when establishing new TDY per diem allowance rates.

Thank you for your continued support and leadership on this matter. Federal workers are still trying to financially recover from the three year pay freeze; furloughs caused by sequestration; and, a government shutdown. Civilian defense employees are dedicated men and women and should not shoulder the burden of departmental cost cutting. Should you have any questions or concerns, please contact FMA's Government Affairs Director Greg Stanford at stanford@fedmanagers.org or (703) 683-8700.

Sincerely,

Patricia J. Niehaus National President

Cc: H.R. 1193 Cosponsors