

ANNOTATED EXCERPT

The \$20.2 Billion Line Item

FY2027 President's Budget · Exhibit P-1 · Appropriation 0362D

WHAT THIS DOCUMENT IS

Four pages taken from the Pentagon's own FY2027 budget submission, released April 2026. Exhibit P-1 is the top-line table showing what each appropriation is asking Congress for. Appropriation 0362D is the Defense Strategic Capital Credit Program — the lending program run by the Office of Strategic Capital.

WHY WE MARKED IT UP

So you can find the number in under a minute and check it against what anyone tells you. The highlights and margin notes are ours. Nothing on the government pages has been altered, removed or reworded.

VERIFY IT YOURSELF

comptroller.war.gov — FY2027 defense budget materials, Exhibit P-1. Go to printed pages 323–326.

WHAT IS ON EACH PAGE

- Page 2** Printed 323 — FY2026, what the program has now
- Page 3** Printed 324 — FY2027, the \$20.2 billion request
- Page 4** Printed 325 — FY2026 line-item detail
- Page 5** Printed 326 — FY2027 line-item detail

THE FIGURES, IN DOLLARS

FY2027 total request	\$20,216,000,000
of which discretionary	\$216,000,000
of which mandatory	\$20,000,000,000
FY2026 total	\$1,447,770,000
of which from P.L. 119-21	\$1,350,000,000
FY2025 actual	\$288,249,000

The exhibit states figures in thousands. Every number above is that figure multiplied by one thousand.

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Defense-Wide
FY 2027 President's Budget
Exhibit P-1
Total Obligational Authority
0362D Budget Activity Summary

(Dollars in Thousands)

Apr 2026

Appropriation: Defense Strategic Capital Credit Program	FY 2026			
	FY 2025 Actuals	Discretionary Enacted	FY 2026 PL 119-21 Spend Plan	FY 2026 Total
<u>Budget Activity</u>				
01. DIRECT LOAN SUBSIDY	288,249	97,770	1,350,000	1,447,770
Total Defense Strategic Capital Credit Program	288,249	97,770	1,350,000	1,447,770

READ THIS

This is the current year, for comparison.
\$1,447,770 thousand = about \$1.45 billion.
Of that, \$1,350,000 thousand came from
Public Law 119-21 — the One Big Beautiful
Bill Act. Only \$97,770 thousand was a
normal annual appropriation.

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Defense-Wide
FY 2027 President's Budget
Exhibit P-1
Total Obligational Authority
0362D Budget Activity Summary

(Dollars in Thousands)

Apr 2026

Appropriation: Defense Strategic Capital Credit Program

	FY 2027 Discretionary Request	FY 2027 Mandatory Request	FY 2027 Total
<u>Budget Activity</u>			
01. DIRECT LOAN SUBSIDY	216,000	20,000,000	20,216,000
Total Defense Strategic Capital Credit Program	216,000	20,000,000	20,216,000

READ THIS

\$20,216,000 thousand = \$20.216 billion.

Read the two columns to its left:
\$216,000 discretionary — the normal annual appropriations request.
\$20,000,000 mandatory — which travels on authorizing legislation instead.

That is roughly a fourteen-fold increase over the FY2026 total on the page before.

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Defense-Wide
FY 2027 President's Budget
Exhibit P-1
Total Obligational Authority
0362D Detail
(Dollars in Thousands)

Apr 2026

Appropriation: 0362 Defense Strategic Capital Credit Program						FY 2026 Discretionary	FY 2026 PL 119-21	Spend		FY 2026 Total	FY 2026		
						Enacted		Plan					
Line	Ident												
No	Item	Nomenclature	Code	Sec	Qty	Cost	Qty	Cost	Qty	Cost	Qty	Cost	Qty

Budget Activity 01: DIRECT LOAN SUBSIDY

Defense Strategic Capital Credit Program

1	Office of Strategic Capital Loan Program		U		288,249		97,770		1,350,000		1,447,770	
Total DIRECT LOAN SUBSIDY					288,249		97,770		1,350,000		1,447,770	
Total Defense Strategic Capital Credit Program					288,249		97,770		1,350,000		1,447,770	

READ THIS

The detail sheet names the line:
"Office of Strategic Capital Loan Program."
Same totals as printed page 323.

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Defense-Wide
FY 2027 President's Budget
Exhibit P-1
Total Obligational Authority
0362D Detail
(Dollars in Thousands)

Apr 2026

Appropriation: 0362 Defense Strategic Capital Credit Program			FY 2027 Discretionary Request		FY 2027 Mandatory Request		FY 2027 Total	
Line	Ident		Cost		Qty		Cost	
No	Item	Nomenclature	Code	Sec			Qty	Cost

Budget Activity 01: DIRECT LOAN SUBSIDY

Defense Strategic Capital Credit Program

1	Office of Strategic Capital Loan Program	U	216,000	20,000,000	20,216,000
Total	DIRECT LOAN SUBSIDY		216,000	20,000,000	20,216,000
Total	Defense Strategic Capital Credit Program		216,000	20,000,000	20,216,000

READ THIS

The \$20.216 billion request, itemised to a single line under Budget Activity 01, DIRECT LOAN SUBSIDY.

"Direct loan subsidy" is the government's estimated cost of the loans — not the volume of lending it supports.

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