

MARINE CORPS

<u>(\$ in millions)</u>						
FY 2001	Price	Program	FY 2002	Price	Program	FY 2003
<u>Actual</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>
2,922.1*	+66.6	-84.7	2,904.0	+137.9	+316.1	3,358.0
* Includes funds from transfer accounts (e.g., Overseas Contingency Operations Transfer Fund, Drug Interdiction and Counterdrug Activities, Defense, and Environmental Restoration, Navy)						

The Operation and Maintenance, Marine Corps appropriation provides the funding for Marine Corps missions, functions, activities, and facilities except for those requirements related to: procurement of major items of equipment and ammunition, military personnel, military family housing, operation and maintenance of the Marine Corps Reserve, and those functions supported by Navy-sponsored appropriations.

The funds contained in this appropriation are intended primarily for the support of the total active Marine Corps Forces. The primary Marine Corps objective is to train and maintain the Fleet Marine Forces at a high level of combat readiness for service with the fleet, ashore, or for such other duties as the President may direct.

The two Fleet Marine Forces supported by this appropriation are composed of Marine Expeditionary Forces (Division/Wing/Service Support Group Task Organizations), including a combination of combat and combat service support organizations and a variety of supporting units. Funds are also provided to support two landing force training commands, Marine detachments afloat, the security forces assigned to Naval and other government activities ashore, maritime prepositioning ships, and Norway prepositioning.

Shore facilities receiving funding support from this appropriation are: three major bases; two recruit depots; eleven air installations; one Marine Corps Combat Development Command; one Marine Corps Systems Command; one Marine Corps Air-Ground Combat Center; and two Expeditionary Warfare Training Groups. These facilities are being maintained at standards that will permit effective utilization, avoid major replacement costs, and allow operation and maintenance on an economical and effective basis.

The individual training of enlisted personnel and officers from basic training to the highest Marine Corps technical training and the advanced training at schools of the other Services and at civilian institutions are funded in this appropriation. Such schooling is designed to produce highly trained and disciplined officers and enlisted personnel for duty with the Fleet Marine Force, capable of leadership growth as well as effective performance.

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This appropriation also supports the Marine Corps supply system. The principal objective of the supply system is to provide Marine activities/units with the proper material and equipment in the quantity, condition, time, and place required. Further, it supports other miscellaneous activities such as special training, second destination transportation of things, recruiting, equipment overhaul and repair, and miscellaneous expenses.

The FY 2003 O&M budget request of \$3,358.0 million reflects a net increase of \$454.0 million from the FY 2002 funding level. The change includes \$137.9 million in price growth and a \$316.1 million net increase in functional transfers (\$-1.6 million) and program changes of \$317.7 million. Detailed explanations of the transfers and program changes are provided below:

Budget Activity 1: Operating Forces

FY 2001	Price	Program	(\$ in millions)	Price	Program	FY 2003
<u>Actual</u>	<u>Growth</u>	<u>Growth</u>	<u>FY 2002</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>
2,170.5	+55.1	-94.6	2,131.0	+115.3	+250.5	2,496.8

The Operating Forces budget activity is comprised of two activity groups, Expeditionary Forces and USMC Prepositioning.

The Expeditionary Forces activity group provides funding for the operating forces that constitute the Marine Corps Air-Ground Team and Marine security forces at Naval installations and aboard Naval vessels. The field logistics and depot maintenance programs in support of the operating forces are also funded in this activity group. In addition base support functions for Marine Corps Bases, Camps, Air Stations and Logistics Bases supporting the Fleet Marine Forces; Quality-of-Life (QOL) programs such as Childcare, Youth Development and Family Service Centers; injury compensation payments; and procurement of collateral equipment required to initially outfit new military construction projects at Marine Corps bases are financed in this activity group.

The USMC Prepositioning activity group finances the Maritime Prepositioning Forces (MPF) program, the Norway Air Landed Marine Expeditionary Brigade (NALMEB) program and the Aviation Logistics Support Ships (TAVB) program.

The FY 2003 budget request of \$ 2,496.8 million for Operating Forces reflects a net increase of \$365.8 million from the FY 2002 funding level. Increases includes \$115.3 million in price growth and a \$250.5 million net increase. Major program changes in FY 2003 include an increase of \$118.4 million for the transition to and the fielding of the Navy Marine Corps Intranet (NMCI); an increase of \$49.8 million for Combat Vehicle Maintenance; an increase of \$102.0 million for Restoration and Modernization projects; an increase of \$27.8 million to support maintenance of aging equipment to increase readiness posture; an increase of \$ 13.1 million for

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lift requirement for Marine Corps training; an increase of \$5.9 million to support Operation and Maintenance of Newly Fielded Equipment (OMNE); an increase of \$5.8 million in acquisition support for weapon/communication systems; an increase of \$5.3 million for Anti-Terrorism Force Protection requirements; an increase of \$4.0 million for existing Vehicle Lease Program rate increase; an increase of \$ 6.0 million to support the stand-up and operation of the 4th Marine Expeditionary Brigade; increase of \$2.3 million for Authorized Medical and Dental Allowance List (AMAL & ADAL); an increase of \$3.3 million for establishment of Standard Joint Task Force Headquarters; an increase of \$ 3.2 million for the Consolidated Issue Facility (CIF); an increase of \$3.0 million for the Chief Information Officer (CIF); an increase of \$3.7 million for the Advance Amphibious Assault Vehicle (AAAV); an increase of \$2.5 million for Missile maintenance; and an increase of \$4.0 million for Semper Fit and other Marine Corps Community Services (MCCS) programs. These increases are offset by a decrease of \$14.4 million associated with one-time Congressional increases for MOLLE (Marine Load System), Blister Guard Socks, extended cold weather clothing system, modular command post system, Joint Nuclear, Biological and Chemical (NBC) defense equipment, the ultra lightweight camouflage netting system (ULCANS) and foreign currency rates; an decrease of \$4.9 million for Joint Experiment Millennium Challenge 2002; an decrease of \$34.0 million for Ordinance and End Item maintenance; an decrease of \$46.5 million for Installation Reform and A-76 programs; a decrease of \$9.6 million associated with one-time funding for Management Initiative Reform, A-76 Studies, Utilities, Training and Support Facilities, and MAGTF/TC 29 Palms; and a \$1.3 million functional transfer to the Operation and Maintenance, Navy appropriation for child care regionalization in the San Diego, California area.

Budget Activity 3: Training and Recruiting

		<u>(\$ in millions)</u>			
FY 2001	Price	Program	FY 2002	Price	Program
<u>Actual</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>
477.8	+10.6	+16.7	505.1	+18.4	+41.5
					<u>Estimate</u>
					565.0

The resources in this budget activity support recruiting and advertising, training and the education of Marines and Quality-of-Life (QOL) programs such as Childcare, Youth Development and Family Service Centers. Recruit training encompasses the transition from civilian life to duties as a Marine and includes an intense period of training designed to prepare the new Marine for assignment to units of the Fleet Marine Force, major posts and stations, and duty at sea aboard vessels of the U.S. Navy. Officer Acquisition encompasses training candidates for appointment as commissioned officers prior to actual commissioning in the Marine Corps and Marine Corps Reserve. Nominees undergo intense courses of instruction prior to actual commissioning.

Upon completion of Officer Acquisition Training or Recruit Training, the Marine is assigned to courses of instruction to acquire the requisite skills necessary to meet the minimum requirements of a Military Occupational Specialty (MOS). For officers, this course

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involves completion of The Basic School at the Marine Corps Combat Development Command (MCCDC), Quantico, Virginia, and the assignment to a MOS qualifying course such as the Infantry Officer Course or the Communication Officers School. The enlisted Marine undergoes Specialized Skill Training at Marine Corps installations or at schools run by the other Services, depending on his/her designated MOS.

This budget activity also funds training support for costs associated with travel and per diem for those Marines attending Service and civilian schools away from their permanent duty stations; expenses incurred in developing a proficient recruiting force; costs for advertising media and market analysis; costs for training support equipment, audio-visual aid, computer-assisted training programs, and direct administrative support to the training management functions and the Marine Corps Institute; injury compensation payments; and procurement of collateral equipment required to initially outfit new military construction projects at Marine Corps bases. In addition this activity provides base support and Facilities Sustainment, Restoration, and Modernization (FSRM) support to Marine Corps Recruit Depots, Marine Corps Barracks, and the Marine Corps Recruiting Command.

The FY 2003 budget request of \$565.0 million for Training and Recruiting reflects a net increase of \$59.9 million from the FY 2002 funding level. The increase includes \$18.4 million in price growth and a \$41.5 million net increase. Major program changes in FY 2003 include an increase of \$4.2 million in support of counselor billets in Off-Duty and Voluntary; an increase of \$3.1 million for replacement of 782 gear and supplies & materials; an increase of \$2.6 million for student TAD; an increase \$3.1 million to support postage and printing in support of the Marine Corps Institute; an increase of \$10.5 million to support increased 100 percent Tuition Assistance; an increase of \$31.1 million for the transition to and the fielding of the Navy Marine Corps Intranet (NMCI); and an increase of \$9.5 million for lead development initiatives in Recruiting Support. These increases are partially offset by a decrease of \$3.2 million associated with a one-time start-up cost for USMC Martial Arts Program; an decrease of \$18.9 million in Facilities Sustainment, Restoration, and Modernization projects; and a decrease of \$2.0 million for one-time FY 2002 collateral equipment increase associated with Military Construction.

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Budget Activity 4: Administration and Servicewide Activities

FY 2001	Price	Program	(\$ in millions)	Price	Program	FY 2003
<u>Actual</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>
273.8	+0.9	-6.8	267.9	+4.2	+24.1	296.2

The Marine Corps-wide efforts of special support, transportation, personnel management, and headquarters base support are financed in this activity group. In addition, civilian personnel salaries and the department and staff management of Headquarters, Marine Corps are funded within this activity group.

Special Support provides funding for the support of Marine Corps prisoners confined at the Army Disciplinary Command, Fort Leavenworth, Kansas; the Marine Band located at the Marine Barracks, 8th and I Streets, Washington, DC; and Quality-of-Life (QOL) programs such as Childcare, Youth Development and Family Service Centers. Special Support also finances the administration of missions, functions and worldwide operations of the Marine Corps and Marine Security Guards. Cost of operations includes civilian personnel salaries, Defense Finance and Accounting Service (DFAS) reimbursement, automatic data processing, printing and reproduction, civilian and military travel, and personnel services on a Marine Corps-wide basis.

All costs related to Second Destination Transportation of cargo to the operating forces are also funded in this activity group. Categories of transportation are: (a) Military Sealift Command for ocean cargo; (b) Inland Transportation by Commercial Carriers for movement between CONUS installations and ports; (c) Military Airlift Command for movement of priority cargo in support of Fleet Marine Force units; and (d) Military Traffic Management Command and commercial sources for port handling of ocean cargo.

Base operations support for Headquarters Battalion, Headquarters, Marine Corps and military personnel assigned to Headquarters, U.S. Marine Corps is funded within this activity group. Also included in this activity group are injury compensation payments and procurement of collateral equipment required to initially outfit new military construction projects at Marine Corps bases.

The FY 2003 budget request of \$296.2 million for Administration and Servicewide Activities reflects a net increase of \$28.3 million from the FY 2002 funding level. This increase includes \$4.2 million in price growth and a \$24.1 million net increase from functional transfers and program changes. Major changes in FY 2003 include an increase of \$12.3 million for the transition to and the fielding of the Navy Marine Corps Intranet (NMCI); an increase of \$1.4 million in Marine Security Guards funding to support the State Department plan to open 6 additional detachments; an increase of \$2.4 million for Marine for Life Program; an increase of \$1.3 million for additional Mission Area Analysis studies; an increase of \$4.2 million for second destination transportation due to

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increased requirements for ammunition movements, equipment shipment overseas, and commercial carrier shipping involved with the Defense Reutilization & Marketing Service facilities and Excess Equipment Recovery Program; an increase of \$3.0 million for Defense Finance and Accounting Services (DFAS) based on DFAS bill estimates. These increases are partially offset by a \$0.3 million functional transfer to the Operation & Maintenance, Navy appropriation to integrate HQ Marine Corps mailroom functions into the Department of the Navy mailroom.