

# OPERATION AND MAINTENANCE OVERVIEW

FISCAL YEAR 2014  
BUDGET ESTIMATES



April 2013



OFFICE OF THE UNDER SECRETARY OF DEFENSE  
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# OPERATION AND MAINTENANCE TITLE SUMMARY

## O&M TOA BY SERVICE BY APPROPRIATION

*\$ in Millions*

<u>Funding Summary</u>	<u>FY 2012<sup>1</sup> Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2013<sup>2,3</sup> Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2014<sup>2</sup> Estimate</u>
<b>Army</b>	<b><u>98,361.9</u></b>	<b><u>2,296.2</u></b>	<b><u>-53,778.9</u></b>	<b><u>46,879.2</u></b>	<b><u>578.2</u></b>	<b><u>-2,235.1</u></b>	<b><u>45,222.3</u></b>
Active	77,283.2	2,124.3	-42,798.9	36,608.6	467.5	-2,003.0	35,073.1
Reserve	3,250.7	63.2	-151.9	3,162.0	45.2	-112.2	3,095.0
National Guard	7,228.0	108.7	-228.1	7,108.6	65.5	-119.9	7,054.2
Afghanistan Security Forces Fund <sup>3</sup>	10,200.0	0.0	-10,200.0	0.0	0.0	0.0	0.0
Afghanistan Investment Fund <sup>3</sup>	400.0	0.0	-400.0	0.0	0.0	0.0	0.0
Iraq Security Forces Fund <sup>3</sup>	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Pakistan Counterinsurgency Fund <sup>3</sup>	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Navy</b>	<b><u>58,401.3</u></b>	<b><u>1,436.1</u></b>	<b><u>-10,728.0</u></b>	<b><u>49,109.4</u></b>	<b><u>-50.8</u></b>	<b><u>-1,397.6</u></b>	<b><u>47,661.0</u></b>
Navy Active	46,979.8	1,229.3	-6,602.1	41,606.9	-145.6	-1,516.1	39,945.2
Marine Corps Active	9,740.4	156.8	-3,914.0	5,983.2	87.0	184.5	6,254.7
Navy Reserve	1,373.9	43.9	-170.8	1,247.0	4.0	-53.2	1,197.8
Marine Corps Reserve	307.2	6.1	-41.0	272.3	3.8	-12.8	263.3
<b>Air Force</b>	<b><u>57,735.8</u></b>	<b><u>1,650.0</u></b>	<b><u>-14,768.5</u></b>	<b><u>44,617.3</u></b>	<b><u>676.5</u></b>	<b><u>1,707.6</u></b>	<b><u>47,001.4</u></b>
Active	48,186.5	1,384.0	-14,135.1	35,435.4	560.8	1,274.6	37,270.8
Reserve	3,381.1	99.4	-314.0	3,166.5	32.0	-33.9	3,164.6
National Guard	6,168.2	166.6	-319.4	6,015.5	83.7	466.8	6,566.0
<b>Defense-Wide and Other</b>	<b><u>72,934.6</u></b>	<b><u>1,410.6</u></b>	<b><u>-8,979.7</u></b>	<b><u>65,365.5</u></b>	<b><u>1,462.4</u></b>	<b><u>277.2</u></b>	<b><u>67,105.0</u></b>
Defense-Wide	39,959.3	432.9	-8,399.2	31,993.0	435.1	569.6	32,997.7
Defense Acquisition Workforce Development Fund	632.5	12.6	198.6	843.7	16.9	192.2	1,052.8
Defense Health Program	32,342.8	965.1	-779.2	32,528.7	1,010.4	-484.6	33,054.5
Numbers may not add due to rounding							
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							
<sup>3</sup> OCO two-year accounts reflect estimated obligations							

# OPERATION AND MAINTENANCE TITLE SUMMARY

## O&M TOA BY SERVICE BY APPROPRIATION

*\$ in Millions*

<b>Funding Summary</b>	<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>2,3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>2</sup> Estimate</b>
Former Soviet Union Threat Reduction	508.2	10.2	0.7	519.1	9.9	-0.5	528.5
Office of the Inspector General	336.7	2.6	-65.5	273.8	3.1	35.2	312.1
Overseas Humanitarian, Disaster Assistance and Civic Aid	107.7	3.3	-2.2	108.8	4.4	-3.7	109.5
U.S. Court of Appeals for the Armed Forces	13.4	0.1	0.0	13.5	0.2	-0.1	13.6
Environmental Restoration, Army <sup>3</sup>	0.0	0.0	335.9	335.9	6.4	-43.5	298.8
Environmental Restoration, Navy <sup>3</sup>	0.0	0.0	310.6	310.6	5.9	-0.4	316.1
Environmental Restoration, Air Force <sup>3</sup>	0.0	0.0	529.3	529.3	10.1	-99.5	439.8
Environmental Restoration, Defense- Wide <sup>3</sup>	0.0	0.0	11.1	11.1	0.2	-0.6	10.8
Environmental Restoration, Formerly Used Defense Sites (FUDS) <sup>3</sup>	0.0	0.0	237.5	237.5	4.5	-4.6	237.4
Drug Interdiction And Counter-Drug Activities, Defense <sup>3</sup>	204.9	27.0	767.5	999.4	16.6	-77.5	938.5
Overseas Contingency Operations Transfer Fund (OCOTF) <sup>3</sup>	0.0	0.0	0.0	0.0	0.0	5.0	5.0
Disposal of Real Property	37.5	0.7	-30.4	7.9	0.1	2.0	10.0
Lease of Real Property	78.8	1.6	-68.3	12.0	0.2	24.2	36.4
Military Intelligence Program Transfer Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous Accounts	6.7	0.1	-6.8	0.0	0.0	0.0	0.0
Adjustment for annualized CR			-10,809.4	-10,809.4		10,809.4	
<b>Total Obligation Authority</b>	<b>288,727.4</b>	<b>6,838.6</b>	<b>-97,045.1</b>	<b>198,520.9</b>	<b>2,727.9</b>	<b>8,997.4</b>	<b>210,246.2</b>
Numbers may not add due to rounding							
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							
<sup>3</sup> Transfer account funding is executed in Service and Agency programs							

## **OPERATION AND MAINTENANCE TITLE SUMMARY**

The Department of Defense's Operation and Maintenance (O&M) programs support the Department's strategic guidance published January 2012, recognizing the approaching end of a decade of war, a changing technological and geopolitical landscape, and the imperative of deficit reduction. The FY 2014 O&M funding supports a smaller and leaner joint force, that remains agile, flexible, ready, innovative and technologically advanced. The O&M programs support a force that is:

- Adaptable and capable of deterring aggression and providing a stabilizing presence, especially in the highest priority areas and mission in the Asia-Pacific region and the Middle East, while still ensuring our ability to maintain our defense commitments to Europe and other allies and partners.
- Ready, rapidly deployable and expeditionary such that it can project power on arrival.
- Capable of defending the homeland and providing support to civil authorities.
- Able to adapt quickly or grow capabilities as needed.

The FY 2014 O&M programs reflect balanced approaches to reduce spending while preserving the force and capabilities that are required to meet the new strategy. This budget continues the effort begun in 2010 to reduce overhead, operational expenses, and personnel costs. The budget decisions reflected in the subsequent exhibits in the O&M Overview Book are in accordance with the following major tenets within the strategic guidance.

- Rebalance force structure and investments toward the Asia-Pacific and Middle East regions while sustaining key alliances and partnerships in other regions.
- Plan and size forces to be able to defeat a major adversary in one theater while denying aggression elsewhere.
- No longer size active forces to conduct large and protracted stability operations while retaining the expertise of a decade of war.

The funding amounts reflected in this Overview are expressed in Total Obligational Authority (TOA) terms. The term "TOA" includes Budget Authority and financing adjustments (e.g., transfers from unobligated balances), which comprise the total funding available for obligation in the appropriations included in the O&M Title. The summary table at the top of this page identifies the TOA for the appropriations included in the O&M Title.

The FY 2014 TOA request of \$210.2 billion for the O&M Title increases \$11.7 billion above the FY 2013 baseline annualized Continuing Resolution funding level of \$198.5 billion. The increase consists of \$2.7 billion in price change and \$9.0 billion in program increases. The price changes from the FY 2013 baseline annualized Continuing Resolution funding level TOA are discussed below. Subsequent exhibits in the O&M Overview Book will discuss major programmatic changes.



# OPERATION AND MAINTENANCE TITLE SUMMARY

## PRICE CHANGES

Price change reflects the additional cost of executing the previous year's program at the next year's prices. In general, price change amounts are estimated by applying price change rates to amounts budgeted for various commodity groups (i.e., civilian pay, Working Capital Fund purchases, medical supply purchases, general non-personnel purchases, etc.). The FY 2014 price change is \$2.7 billion.

For FY 2014, the budgeted pay raise is 1.0 percent for General Schedule and wage board employees and is projected to be effective January 1, 2014. It also provides for foreign national employee pay raises at the rates negotiated with the host countries provided to public sector personnel.

Consistent with Office of Management and Budget (OMB) direction, the general non-personnel purchase inflation rate is 1.9 percent for FY 2014.

Working Capital Fund rates change by business activity group and vary from year to year. The following list of FY 2014 rate changes are composite rates that will vary based on the specific purchase categories. This list represents those business areas that account for the vast majority of orders from O&M customers. The FY 2014 budget submission assumes West Texas Intermediate crude oil at \$89.12 per 42-gallon barrel with a standard composite selling price of \$152.04 per barrel, which includes the cost of crude oil, refined products, inventory control, transportation, storage, and operating costs.

<b><u>Defense Working Capital Funds</u></b>	<b>Rate Change (Percent)</b>
Army Managed Supplies, Materials, and Equipment	-2.75
Navy Managed Supplies, Materials, and Equipment	-0.11
Air Force Managed Supplies, Materials, and Equipment	6.25
Marine Corps Managed Supplies, Materials, and Equipment	-0.91
Defense Logistics Agency (DLA) Managed Supplies, Materials, and Equipment	-0.19
Army Industrial Operations	4.01
Navy Fleet Readiness Centers (Aviation)	2.55
Marine Corps Depot Maintenance	-2.77
Air Force Consolidated Sustainment Activity Group (Maintenance)	4.06
Air Force Consolidated Sustainment Activity Group (Supply)	3.08
Navy Facility Engineering Command	2.80
Navy Military Sealift Command (Navy Fleet Auxiliary Force)	-7.60
Navy Military Sealift Command (Special Mission Ships)	-38.40
USTRANSCOM Channel Cargo	1.90
USTRANSCOM Channel Passenger	1.90
USTRANSCOM Flying Training (C-5 and C-17)	0.90

## **OPERATION AND MAINTENANCE TITLE SUMMARY**

DLA Distribution	0.00
DLA Document Services	-0.07
Defense Finance and Accounting Service (DFAS) – Army	-1.20
Defense Finance and Accounting Service (DFAS) – Navy	-7.24
Defense Finance and Accounting Service (DFAS) – Air Force	-4.10
Defense Finance and Accounting Service (DFAS) – Marine Corps	-5.10
Defense Finance and Accounting Service (DFAS) – Defense Logistics Agency	-0.06
Defense Finance and Accounting Service (DFAS) – Other Defense Agencies	13.01
Defense Information Systems Agency (DISA) – Computing Centers	3.35
DISA Defense Telecommunication Services – DISN	4.10
DISA Defense Telecommunication Services – Reimbursable	8.54



# ARMY

*\$ in Millions*

<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program<sup>2</sup> Growth</b>	<b>FY 2013<sup>2,3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
<b>77,283.2</b>	<b>2,124.3</b>	<b>-42,798.9</b>	<b>36,608.6</b>	<b>467.5</b>	<b>-2,003.0</b>	<b>35,073.1</b>
		<b>-5,868.7</b>	<b>-5,868.7</b>		<b>5,868.7</b>	
<b>77,283.2</b>	<b>2,124.3</b>	<b>-48,667.6</b>	<b>30,739.9</b>	<b>467.5</b>	<b>3,865.7</b>	<b>35,073.1</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding		
<sup>2</sup> FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution						
<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding						

The Operation and Maintenance, Army (OMA) appropriation funds the recruiting, organizing, sustaining, equipping, and training of the Army's All-Volunteer Force for the conduct of prompt and sustained land combat operations in support of Geographic Combatant Commands (GCCs). Additionally, OMA resources funds vital programs supporting Soldiers, civilians, and their families in the day-to-day operations of 74 installations worldwide.

More specifically, the appropriation funds the Army's ground and air operating tempo (OPTEMPO), flying hours, fuel, supplies, and the maintenance of weapons systems and aircraft. It funds quality of life activities, specialized services for Soldiers, civilians, and their Families. It also funds educational and career development programs for Soldiers and civilians. OMA resources the Army's management structure; logistics; command, control, and communication programs; the Department of Defense's contribution to the North Atlantic Treaty Organization (NATO); and Army support responsibilities for U.S. Africa Command (AFRICOM), U.S. European Command (EUCOM), U.S. Southern Command (SOUTHCOM), and U.S. Forces Korea (USFK).

OMA supports 520,000 Soldiers, which the Army has begun to organize into fewer, more capable Brigade Combat Teams (BCTs), meeting operational demands of the GCCs. Additionally, it employs 106,888 full-time civilian employees, accounting for 27 percent of the appropriation.

# ARMY

## OVERALL ASSESSMENT:

This submission reflects a force transitioning from a focus on counterinsurgency operations to one that is operationally adaptable, able to meet the full range of Geographical Combatant Commander requirements as a critical member of the Joint Force. The breadth of missions the Army must fulfill requires changing the priorities in the way it mans, trains, organizes, and equips to ensure an agile, responsive, tailorable force capable of responding to any mission, anywhere, anytime. Reduced fiscal resources and future operational uncertainty required the Army to make difficult trade-offs as the Army balanced risk across its 1) readiness, 2) training, and 3) installation accounts in order to continue to meet the needs of the Nation.

The Army remains committed to being proper stewards of resources provided by Congress and the American people. As such, this FY 2014 budget continues to realize the previously approved efficiencies and enhancements while incorporating new opportunities for additional cuts, consolidations, and savings. The Army continues to implement institutional reforms by streamlining its business practices. The Army will constantly seek opportunities to further leverage technology to continue to find more innovative, less costly ways of doing business.

The Army is globally engaged and regionally responsive; it is an indispensable partner and provider of full range of capabilities to Combatant Commanders in a Joint, Interagency, Intergovernmental, and Multi-national environment.

- **Prevent:** A strong Army prevents miscalculations from erupting into war. To prevent conflict, friends and adversaries alike must believe that the Army is credible. Combat-ready forces that can be tailored and deployed rapidly form the foundation of the Army's credibility. Credible Army forces convince potential opponents that, committed as part of our joint force, the U.S. Army is unbeatable. Partner nations under external threat must believe that introducing U.S. forces alters the regional military balance in their favor, bolstering their resolve to resist aggression.
- **Shape:** The Army plays a critical role in shaping the strategic environment. Shaping is best understood as altering conditions that, if left unchanged, can precipitate international crisis or war. The Army helps shape the strategic environment by engaging with partners, fostering mutual understanding through military-to-military contacts and helping partners build the capacity to defend themselves. Shaping activities can serve to diminish regional tensions, reassure allies and dissuade adversaries.
- **Win:** The Army must be ready to win, and win decisively. This is a non-negotiable obligation to the Nation and an expectation of the American people. The Army must be able to attack and defend successfully against enemy ground forces. The ability to prevail in ground combat is a decisive factor in breaking the enemy's will. If the enemy cannot be defeated from a distance using

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Army and joint capabilities, then Soldiers close with and destroy the enemy. This requires the skilled use of combined arms — the ability to fight using all available combat power in complementary ways. Combined arms multiplies the effectiveness of Army units exponentially and requires a force that is well trained, equipped and led.

The Army imperatives that shaped this budget submission are:

- **Provide modernized and ready, tailored land force capabilities to meet Combatant Commanders' requirement across the range of military operations.**
  - Train for Operational Adaptability: Operational adaptability is the ability to shape conditions and respond effectively to a changing operational environment with appropriate, flexible and timely actions. The budget funds decisive action training at home station and the combat training centers training initiatives including the continued implementation of the Live, Virtual, and Constructive - Integrated Training Environment. In FY 2014, the Army will transition to a 2-year Army Force Generation (ARFORGEN) readiness cycle, which reflects a refined training strategy, and leverages virtual training to maintain readiness.
  - Regionally Aligned Forces: Aligning Army forces with regions allows the integration of planning and training for Combatant Command contingencies, focuses cultural and language training and provides predictable and dependable capabilities to the Global Combatant Commanders and Army Service Component Commanders. In addition, the Army will train and develop Soldiers to support regional alignment.
- **Develop Leaders to meet the challenges of the 21st Century.** This budget funds the Army leader development programs. High quality Soldiers and civilians are essential to build the Army for the future.
- **Adapt the Army to more effectively provide land power.**
  - Reform and Restructure the Institutional Army: To continue to support the operational Army readiness in a period of declining resources, the Army must shift from a budget focus to a cost and performance culture in the institutional Army. The Army will continue investment in enterprise resource planning systems such as the General Fund Enterprise Business System which allow resource-informed decision making and will achieve complete Army audit readiness by 2014.
  - Reset the Force: Setting conditions for a ready and responsive force requires near term prioritization to reset capabilities and equipment. After more than a decade of conflict, the Army accumulated readiness risk from prolonged high operational tempo with its effects on Soldiers, leaders, Families, equipment, and infrastructure. The Army must reset those capabilities and equipment needed for the emerging security environment.
- **Enhance the All-Volunteer Force.**
  - Sustaining the Force: Provides funds to support Soldier and Family Programs. The Army remains focused to improving access and

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## ARMY

predictability of services in programs that reinforce holistic fitness, mitigate stress, and build resiliency. These prevention-focused initiatives include the Comprehensive Soldier and Family Fitness (CSF2), Army Substance Abuse Program (ASAP), Sexual Harassment Response and Prevention Program (SHARP), and Suicide Prevention, and Soldier Family Assistance Centers (SFACs).

- Installation Support: Funds facility sustainment at 80 percent of the OSD Facility Sustainment Model (FSM), while restoration and modernization includes increases for enhanced energy management initiatives.
- Maintain an Army that Embraces and Leverages the Diversity of our Soldiers and Civilians: The Army continues to attract high quality Soldiers and civilians from diverse backgrounds. The FY 2014 enlisted recruiting mission is 68,000 Soldiers.

OMA has a budget decrease of \$1,535 million; \$468 million resulting from pricing adjustments (e.g. inflation, fuel, foreign currency adjustments) and \$2,003 million programmatic decreases. The primary programmatic decrease is driven by reducing the Army force structure and moving funding associated with operations and maintenance above the 490,000 end strength to the Overseas Contingency Operations request.

# ARMY

## Budget Activity 1: Operating Forces

*\$ in Millions*

<b>FY 2012<sup>1</sup></b> <b><u>Actual</u></b>	<b>Price</b> <b><u>Growth</u></b>	<b>Program</b> <b><u>Growth</u></b>	<b>FY 2013<sup>2</sup></b> <b><u>Estimate</u></b>	<b>Price</b> <b><u>Growth</u></b>	<b>Program</b> <b><u>Growth</u></b>	<b>FY 2014<sup>2</sup></b> <b><u>Estimate</u></b>
<b>55,322.1</b>	<b>1,185.0</b>	<b>-34,070.2</b>	<b>22,436.9</b>	<b>238.6</b>	<b>-1,573.4</b>	<b>21,102.1</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Operating Forces budget activity provides funding for day-to-day operations of the ground and air units, installations, and Soldiers required for the training and readiness of combat elements. This budget activity consists of three activities: Land Forces, Land Forces Readiness, and Land Forces Readiness Support.

Land Forces provides for the resourcing of the ground and air operating tempo (OPTEMPO) training for all Brigade Combat Teams (BCTs), modular support brigades, echelons above brigade, theater level assets, land forces operations support, aviation assets, and special operations forces. The Land Forces Readiness activity funds training support centers, training areas, ranges and operations, battle simulation centers, and active component support to the reserve components; and the depot level maintenance for hardware, software, and equipment associated with Army weapons systems. Land Forces Readiness Support provides for the Active Army's installation services worldwide; ensuring an environment in which Soldiers, civilians and families can thrive, and provides a structure that supports an expeditionary Army with information and community services, municipal services, logistics, and security; maintains and sustains the Army's facilities, restores facilities to industry standards; and modernizes facilities to meet the full range of tasks necessary to provide relevant and ready land power for this Nation; finances the day-to-day operations of Army Management Headquarters activities as well as the three assigned Geographic Combatant Commands' core and direct missions.

After accounting for pricing of \$239 million, there was an overall decrease to programs of \$1,573 million due to two factors; reducing force structure and moving funding associated with operations and maintenance above 490,000 end strength to the Overseas Contingency Operations request.

The Army continues the Combined Arms Training Strategy (CATS) to support decisive actions. The Army has refined its training strategy to incorporate a 2-year (24 months) Army Force Generation (ARFORGEN) cycle and to leverage more constructive, virtual, and blended training capabilities in order to generate ready forces. CATS supports a wide range of missions including regular and irregular warfare against conventional and hybrid threats; providing humanitarian assistance, both home and abroad; engaging with

## **ARMY**

our allies while building partner capacity; and supporting civil authorities. It enables the Joint Force with decisive and sustainable land power, while being responsive to the Geographical Combatant Commanders.

**ARMY**

# ARMY

## Budget Activity 2: Mobilization

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>541.3</b>	<b>48.5</b>	<b>17.4</b>	<b>607.2</b>	<b>44.4</b>	<b>-92.2</b>	<b>559.4</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The mobilization budget activity provides an immediate capability to deploy forces. It consists of three groups: Strategic Mobility, Army Prepositioned Stocks (APS), and Industrial Preparedness. It funds the assembling and preparing of troops and supplies for war deployment. This includes the Army's forward presence efforts, material amassed in peacetime to meet an increase of military requirements at the outbreak of war, and an analysis of the industrial base toward migrating shortfalls in industrial capacity. After accounting for pricing increases of \$44 million, there was a \$92 million decrease these programs. The highlights in this budget activity include: decreases to the Army Prepositioned Stocks (APS)-3 (Afloat) program's operational cost of six Large Medium Speed Roll-on/Roll-off (LMSR) vessels and two munitions Container ships operated by USTRANSCOM/Military Sealift Command; decreases to the APS-4 (Northeast Asia) and APS-5 (Southwest Asia) watercraft program's operational requirements; and increases in the Army Prepositioned Stocks-5 (Southwest Asia) program's contract cost for maintenance of equipment stored in outside desert conditions.



# ARMY

## Budget Activity 3: Training and Recruiting

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>4,894.0</b>	<b>65.7</b>	<b>98.9</b>	<b>5,058.6</b>	<b>50.1</b>	<b>-279.1</b>	<b>4,829.6</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Training and Recruiting budget activity provides funds the assessing and training of Soldiers and civilians required to man the Army. This budget activity consists of three activity groups: Accession Training; Basic Skill and Advanced Training; and Recruiting, Other Training and Education. Accession Training produces trained Soldiers and officers to meet force structure requirements. Basic skill and advanced training produces technically competent Soldiers. Recruiting, other training and education ensures the Army's able to recruit quality Soldiers and provide continuing education for Soldiers and Civilians.

Overall, after accounting for pricing of \$50 million, there was a decrease to programs of \$279 million. This budget reflects a large decrease in contractors supporting specialized skill training. Additionally, after ramping up the Army's Flight Training program since FY 2010, the Army has cleared the pilot training backlog and is rightsizing the number of corresponding direct training seats along with the associated funding. Finally, the Army's increased use of simulators for specialized skill training and various Army fleet management initiatives account for reduced need for repair parts resulting in an overall decrease in funding.

This budget funds recruit training and initial entry training for both officer and enlisted Soldiers. It funds Army programs that continue to recruit and train the force, both active and reserve component, to enhance the Army's land force capability. The Senior Reserve Training Corps (SROTC) Officer Accession mission remains at 5,350 per year and includes a modest funding increase for increased tuition costs for scholarships.

# ARMY

## Budget Activity 4: Administration and Servicewide Activities

\$ in Millions

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>16,525.8</b>	<b>825.1</b>	<b>-8,845.0</b>	<b>8,505.9</b>	<b>134.3</b>	<b>-58.2</b>	<b>8,582.0</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding			Numbers may not add due to rounding			
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Administration and Servicewide Activities funds the administration, logistics, communications, and other servicewide support functions required to support Army forces worldwide. This budget activity consists of four activities: Security Programs, Logistics Operations, Servicewide Support and Support of Other Nations.

Overall, after accounting for pricing of \$134 million, there was a program decrease of \$58 million; there are reductions in civilian pay, travel, printing, and contract advisory services; and realignment from the Base appropriation to OCO in support of the Army Active end strength above 490,000. Two areas have received increased funding. First, the Veterans Opportunity to Work (VOW) to Hire Heroes Act of 2011 provides seamless transition for Service members, expands education and training opportunities for Veterans, and provides tax credits for employers who hire Veterans with service-connected disabilities. Second, the Army Biometrics Identification System (ABIS)/Biometrics database, as the DOD Biometric Executive Agent, the Army Biometrics Identity Management Agency supports standardization, governance and oversight of current and future utilization of biometric information and technologies supporting identity management.

Security programs include classified and unclassified programs in support of Cryptology, Defense Intelligence, Foreign Counterintelligence, National Geospatial-Intelligence, Military Intelligence Program, Security and Intelligence Activities, and Arms Control Treaties implementation and compliance.

- Logistics Operations ensure the logistics for transportation, supplies, support activities, and ammunition management. This supports requirements for force modernization and equipment fielding, and the continued drawdown of overseas ammunition stocks.
- Servicewide Activities supports those programs that impact the whole Army in administration, communications, manpower management, service support by Joint and Defense agencies, claims against the Army, real estate management, and financial Improvement and audit readiness. The Army continues investment in enterprise resource planning systems, such as the General

## ARMY

Fund Enterprise Business System, that will allow for resource-informed decision making and will achieve complete audit readiness by 2014.

- Support of Other Nations funds the Department of Defense's contribution to the North Atlantic Treaty Organization (NATO) and directed missions to other nations in support of security cooperation strategies and stability with other nations.

# NAVY

*\$ in Millions*

<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program<sup>2</sup> Growth</b>	<b>FY 2013<sup>2,3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program<sup>2</sup> Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
<b>46,979.8</b>	<b>1,229.3</b>	<b>-6,602.1</b>	<b>41,606.9</b>	<b>-145.6</b>	<b>-1,516.1</b>	<b>39,945.2</b>
		<b>-3,252.8</b>	<b>-3,252.8</b>		<b>-3,252.8</b>	
<b>46,979.8</b>	<b>1,229.3</b>	<b>-9,854.9</b>	<b>38,354.1</b>	<b>-145.6</b>	<b>1,736.7</b>	<b>39,945.2</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding						
<sup>2</sup> FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution					Numbers may not add due to rounding	
<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding						

The Operation and Maintenance, Navy (OMN) appropriation finances the day-to-day costs of operating naval forces, including fuel, supplies, and ship maintenance, Navy and Marine Corps aircraft maintenance, related weapon systems maintenance, and the support establishment ashore. The primary focus of the Department’s FY 2014 budget is to continue to operating forward across the global environment, providing the nation offshore options to deter and defeat aggression today and into the future. This budget does not reflect the uncertainty associated the implementation of sequestration as an end product of the Budget Control Act of 2011. In this challenging time, this budget balances procurement with operations, having reviewed every decision and made the best possible choices. The Navy continues to scrutinize every option to provide the most affordable, versatile and effective budget. Despite drawdown, the Navy will continue to support non-traditional joint requirements around the globe, and the force will continue a renewed focus on Asia and the Pacific. The Navy will remain a global force with the ability to provide credible deterrence anywhere. Together with the Marine Corps, the Navy constitutes the nation’s forward rotational force, operating globally at sea and on land. The Navy will continue to provide a balanced blend of peacetime engagement and major combat operational capabilities. The FY2014 funding supports Combatant Commander OPTEMPO requirements and sustains enduring steaming day (45/20) deployed/non-deployed and flight hour (T-2.5/T-2.0 Navy/Marine Corps) readiness requirements.

**OVERALL ASSESSMENT:**

The FY 2014 estimate of \$39,945.2 million includes a price decrease of \$145.6 million. This price change primarily results from increases in general inflation changes (\$308.9 million), civilian pay (\$70.7 million), and transportation (\$3.2 million), offset by decreases in Working Capital Fund (WCF) rate costs (\$441 million), and fuel (\$96.7 million). This budget reflects an overall program decrease of \$1,516.1 million. The program decreases between FY 2013 to FY 2014 by approximately 4 percent. The remaining program decreases are due to the USS ENTERPRISE (CVN 65) deactivation of \$928 million and other force structure changes within the Navy. Included in this appropriation are costs for bio-fuel, supplemented with Department of Agriculture, Commodity Credit Corporation funds for costs above market price for petroleum-based fuel, in support of a sustainable commercial bio-fuels industry.

# NAVY

## Budget Activity 1: Operating Forces

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>38,992.5</b>	<b>1,181.6</b>	<b>-6,415.8</b>	<b>33,758.3</b>	<b>-200.6</b>	<b>-947.6</b>	<b>32,610.1</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding						Numbers may not add due to rounding
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Operating Forces budget activity funds the Navy’s air operations, ship operations, combat operations/support, and weapons support programs, including the maintenance and repair of airframes, weapons systems, and ships performed by Navy personnel and civilians, other public assets, as well as a variety of private/commercial sources. This budget activity supports the specific funding for 45 underway days per quarter for deployed forces and 20 days per quarter for non-deployed forces. Ship maintenance is funded to 80 percent of the requirement in this baseline budget, and Navy/Marine Corps flying hours are budgeted at a T-2.5/2.0 rating. Included in this budget activity are the costs associated with operating Navy shore bases to support these missions. Also included are the funds required to maintain combat ready forces necessary to respond to national objectives in joint, naval and combined operations. It supports the forward presence and crisis response capabilities of the National Military Strategy.

The FY 2014 budget estimate of \$32,610.1 million includes a price decrease of \$200.6 million and program decreases totaling \$947.6 million (3 percent). Within the Operating Forces structure, \$170 million of the program decrease results from implementation of efficiencies, including improved cost-effective management of essential travel and training, better business practices leading to decreases in contractor support, and applying process improvements necessary to achieve audit readiness resulting in more efficient funding document processing. Other major program changes include:

- Air Operations reflects a net decrease of \$50.6 million, with a \$23 million decrease in pricing and a net \$27 million decrease in programmatic costs. Major program changes include:
  - Increase of \$87 million to support the initial lay-in of spares to establish inventory levels required to support replenishing consumables and repairable for the Navy's F/A-18E/F Super Hornet series as a result of the Navy's transition from contractor to organic management of the spares inventory. There is also a net increase of 6,635 flight hours and net decrease of two aircraft for F/A-18C Hornet and F/A-18E/F Super Hornet aircraft.
  - Increase of \$50 million for the net increase in various Flying Hour Support programs to include additional aircrew training systems, flight simulators for multiple ongoing aircraft transitions, software and programming upgrades to increase the fidelity of training

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events to obtain and maintain readiness qualifications for Navy and Marine Corp aviators supported by squadron and operational staff TAD.

- Increase of \$30.8 million to F-35 JSF airframe and engine maintenance programs associated with 9 additional Primary Aircraft Authorized (PAA) in the Fleet.
- Increase of \$26.6 million supports an additional 6,591 flight hours and 83 aircraft within Navy and Marine Corps Fleet Air Support. The additional increase is primarily driven by unmanned aerial systems, such as the MQ-8B/C Fire Scout.
- Increase of \$11.2 million supports an additional eight aircraft, 1,221 flight hours and increase in contract maintenance costs for the F-35B Lightning II aircraft within the Marine Corps Fleet Tactical inventory. The F-35B is the short take-off, vertical landing variant of the Joint Strike Fighter.
- Decrease of \$10.7 million for the reduction of 2,102 flight hours offset by an increase of three aircraft and increase in contract maintenance for various Marine Corps Fleet Replacement Squadron platforms including AV-8B, CH-53E, EA-6B, H-1 series, and MV-22B.
- Decrease of \$10.8 million for the reduction of one aircraft and 853 flight hours for Marine Corps F/A-18A/D Hornet series aircraft. In addition, there is a decrease in cost per hour estimates contract maintenance.
- A decrease of \$14.2 million is for the continued sundown of the Marine Corps CH-46E series helicopter (18 aircraft and 6,099 flight hours).
- Decrease of \$19.8 million reflects lower cost per hour estimates for consumables and repairables for the Marine Corps MV-22B Osprey series aircraft and a decrease of 475 flight hours. There is an increase of 18 aircraft and contract maintenance costs.
- A \$19 million reduction reflects a decrease in MH-60R/SH-60B flying hours and support associated with the drawdown of four cruisers in FY13 and three cruisers in FY14.
- Decrease of \$23.7 million reflects a reduction of Marine Corps Aviation Depot Level Repairable, aircraft consumable repair parts, 5,612 flight hour and 13 aircraft across multiple Marine Corps tactical platforms, including AV-8B, CH-53E, EA-6B, F/A-18 series, and KC-130J series aircraft. The decrease is offset by an increase in contract costs to support the Marine Aviation Maintenance Augmentation (AMA) contract. The AMA contract consolidates all USMC baseline contracts into one.
- The continued transition of the Navy helicopter series to the next generation (HH-60R/SH-60B/F) yields a decrease of \$47.6 million. A reduction of seven HH-60R/S series aircraft and 3,773 flight hours. In addition, there is a reduction in cost per hour estimates for consumables and repairables for the MH-60 series aircraft based on the latest execution experience.

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- Decrease of \$55 million in Engine Maintenance associated with 286 fewer Engine and Module Repairs due in FY14. Most of the reductions are concentrated in the F414, F402, T58 and T56 engines and engine modules.
- Ship Operations decreased by a net of \$698.6 million, including price adjustments of \$304.3 million and programmatic changes of \$430 million. Major program changes include:
  - Increase of \$237 million due to increased scope and complexity for the scheduled inductions of two Planned Incremental Availabilities (PIA), four Overhauls, and the three Planned Maintenance Availabilities (PMA).
  - Increase of \$109.8 million in ship utilities consumption for days in port due to a decrease in overall steaming days and OPTEMPO.
  - Increase of \$63.7 million represents a full year of operating costs for five Joint High Speed Vessels (JHSVs), providing intra-theater transportation of troops, military vehicles and equipment and one High Speed Vessel (HSV PUERTO RICO) to meet COCOM demand.
  - Increase of \$62.9 million for full year of operations for USS PONCE as the Afloat Forward Staging Base supporting mine counter-measure and coastal patrol ships, and aircraft operations in USCENTCOM.
  - Decrease of \$31.4 million due to removal of one-time de-activation cost for USNS SWIFT (HSV 2).
  - Decrease of \$52 million reflects the de-activation of the USNS SUPPLY (T-AOE).
  - Net decrease of \$62 million in the Fleet Modernization Program is due to DON implemented Force Structure reductions driven by affordability offset by increases to maintenance and upgraders on CVN and CGs. The decreases are due to the complete retiring of four (CGs) decommissioned in FY 2013, and an additional three Cruisers (CGs) and 2 Dock Landing Ships (LSDs) by the end of FY 2014. The increases are for installation of Aircraft Electrical Service Stations (AESS) on two CVNs, a fiber optic cable plant upgrade on one CVN and installation and design of two CGs receiving upgrades from legacy engineering systems and waste heat boilers.
  - Decrease of \$298.1 million in Selected Restricted Availabilities (SRA) reflects a decrease of 23 inductions in FY 2014 and associated increases for labor, materials, and contract costs and a reduction in scope, planning, and materials for Moored Training Ship Availabilities.
  - Decrease of \$511 million for the OCO to base transfer of ship consumables, repair parts, fuel, and administration commensurate with the increase in baseline OPTEMPO deployed and non-deployed days from 51/24 to 45/20.
- Facility Sustainment, Restoration and Modernization (FSRM) program reflects a net decrease of \$104.5 million, including price growth of \$19 million and a programmatic rebalancing within the Military Construction program resulting in a decrease of \$123 million. The Navy FSRM program remains funded at 80% of the sustainment goal in FY 2014 and will achieve the FY 2014 goal for modernization of public shipyards as established by NDAA 2012. Major program changes include:

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- Transfer of \$87.7 million to Military Construction, Navy (MCN) to support the Navy’s Consolidation and Demolition program which reduces the shore footprint and the associated recurring facility operation and maintenance costs, including accelerating the Submarine Production Support Facility project at Pearl Harbor Naval Shipyard and Intermediate Facility from FY 2016 to FY 2014.
- Increase of \$45.7 million reflects the change resulting from strategic Navy decisions supporting the balancing of platforms across the Navy and Marine Corps by relocating three P-3 squadrons from Marine Corps Base Hawaii to Naval Air Station Whidbey Island.
- Base Support decreased by \$361.2 million, including price adjustment of \$71.5 million and program decreases of \$432 million. Major program changes include:
  - Transfer of \$147.5 million to BA 4, Military Manpower and Personnel Management for the internal realignment to promote more efficient use of resources and better alignment of the Pay and Personnel Program as a general personnel support program servicing the entire Navy community.
  - Increase of \$29.8 million for additional environmental requirements resulting from the Clean Water Act for Storm Water fees and Chesapeake Bay studies, environmental studies associated with the standup of AEGIS Ashore, Clean Air Act.
  - Increase of \$15.9 million to support implementation of two new programs, the Veterans Employment Initiative / Transition Assistance Program and Victim Advocates and Sexual Assault response Coordinators. Transfer of \$18.7 million from O&M, Defense-Wide for base support services on Navy installations in direct support of USSOCOM.
  - Decrease of \$10.1 million reflects a planned pause in financial support to the Fisher House Foundation based on the financial reporting indicating the Foundation is now self-sustaining.
  - Decrease of \$15 million for a reduction in entry control points and related civilian staffing resulting from the investment in entry gate automation.
  - Decrease of \$29.6 million for facilities operations achieved by meeting minimum required installation support requirements. Grounds, custodial and pest services will be provided to meet minimum cleanliness standards, maintain high sanitation areas, and prevent security and health hazards; utilities will be available to meet basic customer needs.
  - Decrease of \$35.3 million represents the full year estimated efficiency of the DON realignment for Human Resources Office (HRO) functions to improve Command participation and ensure common processes and governance of the Human Resource Community.
  - Decrease of \$95.9 million resulting from business transformation efforts maximizing information technology solution leading to strengthened DON auditability and increased efficiencies in other base support functions.
- Enterprise Information Technology net decrease of \$66.4 million, including price growth of \$20.6 million. Major program changes include:

## NAVY

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- Net decrease of \$56.0 million is associated with the network services, primarily Next Generation Enterprise Network (NGEN) and Continuity of Services Contract (CoSC); a cost per seat reduction is expected from the transition between the contracts and a related reduction for engineering and logistics support for both systems. An offsetting increase is required to sustain programs previously transitioned into the Navy Enterprise Data Centers and financing necessary to support the further data center consolidation efforts to allow for a smooth transition. An award fee for the Next Generation Enterprise Network (NGEN) is also required and additional communication lines and bandwidth for Continuity of Services Contract (CoSC) and NGEN networks.
- Combat Operations and Support increases by \$105 million, including price increase of \$1.1 million and program growth of \$112 million. Major program changes include:
  - Increase of \$34.6 million to support fuel for Air Mobility Command Channel Cargo transporting personnel and equipment into and out of the 5th Fleet Area of Responsibility (AOR) and Commercial Transportation costs for the TRANSCOM surcharge.
  - Increase of \$28.2 million in support transition of Navy DISN Subscription Services Engineering and Public Key Infrastructure to Long Haul.
  - Increase of \$27.6 million to support mission operational support for Navy Cyber Command, US Naval Forces Central Command, Cyber Combat Forces, Cyber National Mission Teams and Cyber Protection Forces.
  - Increase of \$9.5 million to support the implementation to comply with the New START Treaty requirements
  - Decrease of \$8.7 million reflects a reduction to administrative support, communications, and equipment purchases in non-essential mission areas and JPAC operations. as part of the Department of Defense strategic guidance.
  - Decrease of \$11.3 million reflects one-time decrease for the Joint Prisoners of War, Missing in Action Accounting Command (JPAC) operations with the Democratic People's Republic of Korea (DPRK) for remains identification and recovery.
- Weapons Support increases by \$28.8 million, including price growth of \$14.1 million and program growth of \$11.2 million.
  - Increases support the Unmanned Aerial Vehicles (UAV) program (\$20 million), AEGIS Combat System Support (\$11.7 million), and the Littoral Mine Warfare Mine Countermeasures program (\$5.3 million).

# NAVY

## Budget Activity 2: Mobilization

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>825.0</b>	<b>-21.6</b>	<b>714.2</b>	<b>1,517.6</b>	<b>-18.9</b>	<b>-838.0</b>	<b>660.7</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Mobilization budget activity maintains assets that will support forces that rapidly respond to contingencies throughout the world. Also funded are the maintenance, overhaul, and calibration requirements of Navy-Type Navy-owned (NTNO) equipment installed on Coast Guard ships and aircraft. Additionally, this program funds the inactivation of ships, submarines, and aircraft and includes the maintenance of selected inactive ships and aircraft as well as material disposal costs. The program is divided into three functional areas: (1) Ship Prepositioned and Surge, (2) Activations/Inactivations and (3) Mobilization Preparedness.

The FY 2014 estimate of \$660.7 million includes a price change of \$18.9 million and net program decreases totaling \$838.0 million (55 percent). Primary changes relate to the workload changes in Activations/Inactivation program with the following notable items:

- Nuclear Surface Ship program: a reduction for completion of the inactivation of the USS ENTERPRISE (CVN 65) of \$928.3 million with an offsetting increase of \$62.4 million for the Ex-LONG BEACH to undergo Reactor Compartment Disposal (RCD)/Recycling.
- Nuclear Submarine program has offsetting increases resulting in an increase of \$.2 million. Two (+\$51.5 million) new submarines start Reactor Compartment Disposal/Recycling while two (-\$52 million) submarines complete Reactor Compartment Disposal/Recycling. The program is also provided advance funding of \$14 million for preparation of USS CITY of CORPUS CHRISTI (SSN 705) and USS DALLAS (SSN 700) and a reduction of \$13.7 million for the completion of the decontamination of the Ex-McKEE (AS-41).
- Submarine Inactivation Program increase of \$42.7 million to support the inactivation of the USS DALLAS (SSN 700).
- Conventional Surface Ship program: a net decrease of \$20.9 million for completion of the inactivation of six Frigates, four Guided Missile Cruisers, the completion of disposal preparations and disposal for two aircraft carriers along with increases for the inactivation of seven additional Frigates, one Amphibious Transport Dock and other various ships.

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- A net reduction of \$11.3 million for ship operating costs associated with the biennial humanitarian assistance deployments of the USNS COMFORT (T-AH 20) for 150 fewer per diem days and the USS MERCY (TAH-19) for 150 more per diem days.

## **Budget Activity 3: Training and Recruiting**

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>1,837.1</b>	<b>28.0</b>	<b>-148.7</b>	<b>1,716.4</b>	<b>24.5</b>	<b>57.1</b>	<b>1,798.1</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Training and Recruiting budget activity funds all centrally managed or directed individual training required to meet Navy training standards. This includes flight training, accession training, basic skills training, and professional military education provided at the Naval War College, and the Naval Postgraduate School. It also includes Navy recruiting and advertising, centralized civilian training programs, and the Junior Navy Reserve Officer Training Corps.

The FY 2014 budget estimate of \$1,798.7 million includes a price increase of \$24.5 million and program growth of \$57.1 million (3.3 percent). Major changes are highlighted below in the associated program areas:

- Specialized Skill Training – Increases include \$12.5 million for costs associated with Temporary Duty Under Instruction (TEMDUINS) for mission essential training of service member's en-route from one permanent duty station to another, \$8.9 million for “A” School Modernization of the Learning management system, \$7.4 million for transition of the Navy Nuclear Power Training program to support increased simulation technology, and \$6.3 million for modernization of the Electronic Warfare Training program.
- Flight Training – Increases for the Initial Flight Screening (IFS) program and at the Chief of Naval Air Training (CNATRA) for a number of aircraft (T-6B, T-44C, T-45A, T-45C, T-6A, TC-12B, TH-57D). The CNATRA increases are offset by a reduction in support for a multitude of other aircraft (T-34C, T-39G, T-39N, T-44A, TH-57C) training requirements.
- Professional Development – Decrease due to travel, civilian personnel management and procurement efficiencies at the Naval Postgraduate School and Naval War College.

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- Navy Tuition Assistance (TA) Program – increase of \$12.5 million for Navy TA program plus an additional \$1.9 million due to higher than normal inflation (5%).

## **Budget Activity 4: Administrative and Servicewide Support**

*\$ in Millions*

<b>FY 2012<sup>1,2</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
<b>5,312.5</b>	<b>41.2</b>	<b>-751.8</b>	<b>4,614.6</b>	<b>49.3</b>	<b>212.3</b>	<b>4,876.2</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding						Numbers may not add due to rounding
<sup>2</sup> FY 2012 includes funding budgeted in the Environmental Restoration Account (ER,N)						
<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding						

The Administration and Servicewide Support budget activity funds shore based activities required for the effective operation of the Department of the Navy. The general services provided include administration and personnel support costs, engineering and acquisition support, security and investigative support, humanitarian and civic support, management of space and electronic warfare systems programs, and centralized transportation and communications costs.

The FY 2014 budget estimate of \$4,876.2 million includes a price growth of \$49.3 million and program increase of \$212.3 million (4.6 percent). Largest change in this program is the internal realignment from Budget Activity 1 (BSS1) of \$147.5 million to promote more efficient use of resources and better alignment of the Pay and Personnel Program, as a general personnel support program servicing the entire Navy community. Other changes include:

- Anticipate increased costs for centralized services, \$5.7 million for the Navy portion of the Defense Finance and Accounting Service (DFAS) bill and \$11.4 million for United States Transportation Command Distribution Process Ownership bill.
- Net increase of \$5.1 million for the Naval History and Heritage Command (NHHC) for artifact collection and archiving of material, collection and analysis of contemporary history, museum enterprise management and regulatory compliance.
- Increase of \$7.3 million for acquisition and program management to support four Littoral Combat Ships under construction in FY 2014.
- Increase of \$21.6 million to support and sustain the Congressional mandate of audit readiness by Fiscal Year 2017 which has been accelerated to Fiscal Year 2014 by the Secretary of Defense.

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- Decrease of \$18.7 million for civilian personnel and support for administrative positions with Security and Investigative Activities and drawdown of local support requirements at NCIS's Contingency Response Field Office (CRFO).
- Transfer of \$19.2 million to the Department of Defense Central Adjudications Facilities (CAF) due to consolidation of resources including funding for manpower, facilities, and other support.
- Decrease of \$43.9 million for Joint Tactical Radio System Network Enterprise Domain Sustainment.

## MARINE CORPS

*\$ in Millions*

<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>2,3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>2</sup> Estimate</b>
<b>9,740.4</b>	<b>156.8</b>	<b>-3,914.0</b>	<b>5,983.2</b>	<b>87.0</b>	<b>184.5</b>	<b>6,254.7</b>
		<b>-406.3</b>	<b>-406.3</b>		<b>406.3</b>	
<b>9,740.4</b>	<b>156.8</b>	<b>-4,320.3</b>	<b>5,576.9</b>	<b>87.0</b>	<b>590.8</b>	<b>6,254.7</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						
<sup>3</sup> FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution funding level.						

The Operation and Maintenance, Marine Corps (O&M, MC) appropriation provides the resources for active Marine Corps Forces' missions, functions, activities and facilities. This appropriation also finances the Operating Forces sustainment requirements, depot maintenance, base operating support costs, training and education requirements, Marine Corps' headquarters administration and servicewide support requirements.

Requirements are driven by the Marine Corps commitment to provide the best trained and equipped troops to current operations while posturing to meet the future global security environment. The Marine Corps' FY 2014 budget reflects continued transition to the post Operation Enduring Freedom (OEF) Marine Corps, while continuing its commitment to the ongoing conflict in Afghanistan. As the nation's Expeditionary Force in Readiness, the Marine Corps remains both engaged in Afghanistan and forward deployed across the globe.

This appropriation supports the Marine Corps operations all Marine Corps Bases (MCB), Marine Corps Air Stations (MCAS), Marine Corps Logistics Bases (MCLB), Marine Corps Recruit Depots (MCRD), the Marine Air Ground Task Force Training Center, and the Marine Corps Mountain Warfare Training Center. 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 to ensure mission accomplishment.

The Operating Forces consist of three Marine Expeditionary Forces (MEF) which consist of a Marine Division (MarDiv), Marine Air Wing (MAW), Marine Logistics Group (MLG), and a MEF Headquarters Group. The MEF can be fully deployed in support of a major regional contingency or it can be task organized to form a Marine Air Ground Task Force (MAGTF) such as a Marine Expeditionary Unit or a Special Purpose MAGTF.

**MARINE CORPS**



## MARINE CORPS

### OVERALL ASSESSMENT:

For the FY 2014 budget the Marine Corps' priorities are to provide the best trained and equipped Marine units to Afghanistan; rebalance the Corps and posture for the future; better educate and train Marines to succeed in distributed operations and increasingly complex environments; and keep faith with Marines, Sailors, and families. The FY 2014 O&M,MC budget request of \$6,254.7 million reflects a net program increase of \$184.5 million from FY 2013. The Marine Corps' FY 2014 O&M,MC budget request focuses on rebalancing to the Pacific theater, resuming service-level and institutional training, and sustaining existing programs, equipment, and infrastructure. The program changes by budget activity are highlighted below.

### Budget Activity 1: Operating Forces

*\$ in Millions*

<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>2</sup> Enacted</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>2</sup> Estimate</b>
<b>7,882.7</b>	<b>125.1</b>	<b>-3,174.4</b>	<b>4,833.4</b>	<b>70.0</b>	<b>90.7</b>	<b>4,994.1</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Operating Forces budget activity funds active Marine Operating Forces organizational operation and maintenance requirements. This budget activity is categorized into two sub-activity groups: Expeditionary Forces and Base Operations Support. The Expeditionary Force Activity finances the operating forces sustainment training and daily operations of the Marine Air Ground Task Forces (MAGTF), ashore and afloat. The Expeditionary Force Activity also finances the Marine Corps' Depot Maintenance, Field Logistics, and Maritime Prepositioning Force (MPF) programs. The Base Operation Support activity finances Marine Corps' bases, stations and installations daily operations, which include facility sustainment, restoration and modernization, civilian labor, contracting support, garrison transportation, utilities, other critical infrastructure, land management and local security requirements. Other major programs financed within Base Operation Support Activity include child care, youth development, family service care centers, injury compensation, and installation collateral equipment.

The FY 2014 budget request of \$4,994.1 million for the Operating Forces reflects a program increase of \$90.7 million from the FY 2013 funding level. This budget supports a planned draw-down to 182.1 thousand active duty force while supporting the strategy to rebalance to the Pacific. The Marine Corps will revive the Unit Deployment Program to Japan and establish Australia Marine Air Ground Task Force (MAGTF) rotations. This budget also continues to support family readiness programs. Detailed explanations of program changes are highlighted below:

## MARINE CORPS

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The Operating Forces program increases by \$521.8 million. The significant increases include: \$71.6 million for Unit Deployment Program; \$42.4 million for combat vehicles; \$39.5 million for facilities sustainment; \$33.9 million for automotive equipment; \$28.9 million for facilities demolition; \$28.9 million for Global Combat Support System - Marine Corps; \$18.7 million for Marine Expeditionary Unit; \$17 million for Marine Corps Civilian Law Enforcement Program; \$17 million for warfighter and family services; \$14.8 million for electronics and communications systems; \$14.1 million for combat operations center; \$13.2 million for amphibious vehicles; \$12.8 million for the aviation plan; and \$12.7 million for construction equipment.

The Operating Forces program decreases by \$-431.1 million. The significant decreases include: \$-135 million for energy investment; \$-66.5 million for equipment maintenance; \$-27.7 million for Next Generation Enterprise Network; \$-21.2 million for management efficiencies; \$-18.7 million for collateral equipment; \$-17.9 million for construction equipment; \$-13 million for Defense Posture Review Initiative; \$-12.9 million for utilities; \$-11.5 million for combat vehicles; \$-11.2 million for maritime repositioning force restructuring; and \$-10 million for maintenance efficiencies.

### **Budget Activity 3: Training and Recruiting**

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>924.1</b>	<b>15.4</b>	<b>-259.2</b>	<b>680.3</b>	<b>9.8</b>	<b>87.8</b>	<b>777.9</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding						Numbers may not add due to rounding
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Training and Recruiting budget activity funds recruiting, advertising, basic and specialized training, training ranges, and educating Marines. The Marine Corps recruits and trains approximately 30,000 enlisted applicants and 2,600 officer candidates per year. This budget activity finances activities for six recruiting districts and initial training for new Marines, officer and enlisted, from basic training to military occupational specialized training. Enlisted Marines begin their training accession at one of two Marine Corps Recruit Depots, where they will transition from private citizens into Marines. Training includes indoctrination into Marine Corps ethos, physical, leadership, and basic military skills training designed to prepare new enlisted Marines for assignment to Operating Forces units, both afloat and ashore. Officer candidates begin their basic training at the Officer Candidate School (OCS) located at Quantico, Virginia. Officer acquisition includes training candidates for appointment as commissioned officers in the

## **MARINE CORPS**

Marine Corps and Marine Corps Reserve. Officer candidates undergo detailed instruction in leadership, physical condition, and basic military skills prior to receiving their commissioning.

Upon completion of OCS or Recruit Training, Marines are assigned to courses of instruction to acquire the requisite skills necessary to meet minimum requirements for their Military Occupational Specialty (MOS). For officers, this course involves completion of The Basic School at Marine Corps Combat Development Command (MCCDC), Quantico, Virginia, and assignment to a MOS qualifying course such as the Infantry Officer Course or Communication Officers School. Enlisted Marines undergo specialized skill training at School of Infantry, Marine Corps Combat Service Schools, or at other Services schools, depending on the Marines' designated MOS.

Additionally, this budget activity supports the implementation of institutional training at the Training and Education Command. This training revamps the Marine Corps Tactics and Operations Group (CDOG) and Marine Aviation weapons and Tactic Squadron (MAWTS) programs.

This budget activity also finances training travel costs supporting Marines attending Service and civilian schools away from their permanent duty stations; expenses incurred in developing a proficient recruiting force; advertising media and market analysis; maintenance of training support equipment, audio-visual aid, computer assisted training programs, direct administrative support for the Training and Education Command and the Marine Corps Institute.

The FY 2014 budget request of \$777.9 million for Training and Recruiting reflects a program increase of \$87.8 million from the FY 2013 funding level. This budget re-focuses training for future security environments enhancing formal schools, combined arms live fire exercises, MAGTF staff training program, and simulated training technologies. Detailed explanations of program changes are highlighted below:

The Training and Recruiting program increases by \$139.2 million. The significant increases include: \$35.4 million for Marine Air Ground Task Force Training Command; \$31.1 million for range modernization/transformation; \$13.6 million for specialized skills training; \$11.9 million for advertising; \$11.3 million for institutional training; and \$5.8 million for formal schools training support.

The Training and Recruiting program decreases by \$-51.4 million. The significant decrease is \$-25.3 million for training support.

# MARINE CORPS

## Budget Activity 4: Administration and Servicewide Support

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>933.6</b>	<b>16.2</b>	<b>-480.4</b>	<b>469.4</b>	<b>7.2</b>	<b>6.1</b>	<b>482.7</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding						Numbers may not add due to rounding
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

The Administration and Servicewide Support budget activity finances the following activities: Headquarters Marine Corps staff management operations; servicewide transportation; Marine Security Guard detachments; acquisition program management; and other special support.

Headquarters Marine Corps staff management costs include civilian personnel salaries, and administrative support for development of plans, policies, programs and requirements related to Marine Corps matters. Marine Security Guard operations costs include vehicle maintenance, billeting, training and administrative support for detachments located within the U.S. embassies. Service Wide Transportation (SWT) finances SDT shipments for regular and emergency readiness material, including: ammunition, chemicals, medicine, subsistence, APO mail, repair parts, and high value repairable items. SWT program finances purchase of transportation services, predominately from DOD working capital fund transportation activities; Air Mobility Command (AMC), Military Sealift Command (MSC), and the Surface Deployment and Distribution Command (SDDC). In addition, SWT purchases transportation services from private sector firms which include aircraft, truck, rail, and barge.

Acquisition Program Management provides funding for salaries and administration expenses for personnel involved in support of Marine Corps acquisitions. Special support costs include Defense Finance and Accounting Service (DFAS) reimbursements, Marine Corps prisoners support at the Army Disciplinary Command, Fort Leavenworth, Kansas; the Marine Band located at the Marine Barracks, 8th and I Streets, Washington, DC.

The FY 2014 budget request of \$482.7 million for Administration and Servicewide Activities reflects a program increase of \$6.1 million from FY 2013 funding level. The significant increases support DFAS, audit readiness and in-sourcing contractor services.

# AIR FORCE

*\$ in Millions*

<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program<sup>2</sup> Growth</b>	<b>FY 2013<sup>2,3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program<sup>2</sup> Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
<b>48,186.5</b>	<b>1,384.0</b>	<b>-14,135.1</b>	<b>35,435.4</b>	<b>560.8</b>	<b>1,274.6</b>	<b>37,270.8</b>
		<b>-243.0</b>	<b>-243.0</b>		<b>243.0</b>	
<b>48,186.5</b>	<b>1,384.0</b>	<b>-14,377.1</b>	<b>35,192.4</b>	<b>560.8</b>	<b>1,517.6</b>	<b>37,270.8</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution						
<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding						

The mission of the United States Air Force is to fly, fight, and win...in air, space, and cyberspace. The Operation and Maintenance (O&M) appropriation finances the capabilities to prevail in today's fight, delivering unmatched combat capability for our nation while sustaining new or expanding capabilities and force structure to meet tomorrow's challenges. O&M funds are used to operate, sustain, and maintain aircraft, space and related weapons systems; train and develop Airmen; operate advanced communications, command and control systems; purchase critical supplies, equipment and fuel; and operate both stateside and overseas installations. O&M resources directly support essential combat enablers such as: intelligence, weather, air traffic control, search and rescue, reconstitution, airfield, runway and base facility maintenance, and improvements to the working and living conditions for Air Force personnel. The FY 2014 budget is strategy based and fiscally informed. The Air Force balanced and built this budget prioritizing resource allocation within a broad set of priorities: focus on full-spectrum readiness, align to the new strategy, re-baseline the civilian workforce, sustain installations, and develop and care for Airmen. The balanced approach across twelve Air Force Core Functions supports the Joint/Coalition team in today's fight, shapes the Air force of the future and aligns with the four Department of Defense principles: Maintain the most dominant military in the world, force must be ready, eliminate waste and inefficiency, and do not break faith with men and women in uniform. Air Force Core Functions include: Nuclear Deterrence Operations, Air Superiority, Space Superiority, Cyberspace Superiority, Global Precision Attack, Rapid Global Mobility, Special Operations, Global Integrated ISR, Command and Control, Personnel Recovery, Building Partnerships, and Agile Combat Support.

## **OVERALL ASSESSMENT:**

The Air Force's FY 2014 budget submission is built upon the foundation of the FY 2013 President's Budget submission. The Air Force's proposed force structure reductions met significant resistance from both the Congress and the Council of Governors. In response, the Air Force submitted a revised Total Force Proposal (TFP) to the original FY 2013 President's Budget submission. The FY 2013 National Defense Authorization Act accepted most of the revised proposals with two exceptions: retain an additional 32

## **AIR FORCE**

intra-theater airlift aircraft above the Air Force revised plan and maintain the operational capability of the RQ-4 Block 30 Global Hawk unmanned aircraft system. The Air Force's FY 2014 budget takes these actions into account but does not address the final implementation of the Budget Control Act of 2011.

Within that strategic context, the Air Force's FY 2014 budget submission ensures the current and future readiness of the Air Force to execute the Defense Strategic Guidance in a constrained fiscal environment. The rebalance to the Asia-Pacific and our continued presence in the Middle East indicate the demand for Air Force capabilities will remain constant, or perhaps even rise over the next decade. The pillars of this effort include a consistent, equitable, and attainable flying hour program, prioritized full-spectrum training venues, focused weapon system sustainment, sustained Air Force installations, and continued care for Airmen and their families.

The Air Force's flying hour program maintains a consistent and attainable level of readiness. As they rebuild to full-spectrum readiness, adding resources for more flying hours to support training must be matched with maintenance to ensure aircraft availability. In terms of average aircraft age, Air Force "iron" is older than it's ever been; Weapon System Sustainment (WSS) enables weapon system availability and flying hours, making it a key contributor to readiness. To support training and help emulate the modern threat environments pilots may likely face, the Air Force increased funding to improve and sustain our air-to-air and air-to-ground training ranges to elevate flying training effectiveness for the joint force. In an effort to improve sustainment of installations, the Air Force centralized funding for large project life-cycle facilities sustainment. This centralization establishes an enterprise approach allowing for greater asset visibility and accountability for prioritizing and funding requirements. The Air Force also funded facilities sustainment at 80 percent of the modeled driven requirement. Foundational to full-spectrum readiness, the Air Force continues to support its Airmen and their families as they improved the consistency of funding for core "services" programs such as dining facilities, fitness centers, libraries, recreational facilities, child and youth centers, and Airman and family readiness centers. They scrubbed requirements, instituted standard levels of service, and then programmed funding into the baseline to relieve execution year demands..

# AIR FORCE

## Budget Activity 1: Operating Forces

*\$ in Millions*

FY 2012 <sup>1</sup> <u>Actual</u>	Price <u>Growth</u>	Program <u>Growth</u>	FY 2013 <sup>2</sup> <u>Estimate</u>	Price <u>Growth</u>	Program <u>Growth</u>	FY 2014 <sup>2</sup> <u>Estimate</u>
27,017.5	764.7	-7,735.1	20,047.1	339.6	1,581.7	21,968.4
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

Operating Forces (BA-01) includes functions such as: Primary Combat Forces, the Air Force's front-line fighters, bombers, strike, and ISR assets (A-10, B-1, B-2, B-52, F- 15, F-16, F-22, F-35, MQ-1, MQ-9, and MC-12 aircraft), representing the "tip of the global power projection spear". Primary Combat Weapons include resources supporting the Air Force's two legs of America's nuclear triad: Intercontinental Ballistic Missiles (ICBMs) and the bomber force. Additional capabilities include electronic warfare and manned destructive suppression assets to enhance the effectiveness of other operational weapons systems. Global Command, Control, Communication, Intelligence (C3I) and Early Warning includes resources that provide strategic offensive C3I, strategic defensive C3I and Air Force-wide communications. Air Force-Wide Communications programs support development of a survivable communications capability for worldwide command and control (C2) communications during pre-attack, trans-attack and post-attack periods. The Air Force Weather Program supports combat and specialized operations, management, readiness and sustainment of Air Force weather and space environmental capabilities and systems.

### **Budget Activity 01: Operating Forces - Major Program Changes:**

The FY 2014 Operating Forces budget request of \$21,968.4 million represents program growth of \$1,581.7 million (\$339.6 million for pricing changes). The majority of the program increases are due to enhanced readiness built on investment in weapons system sustainment (\$352.6 million), the flying hour program (\$426.4 million), and a portion of facilities sustainment, restoration and modernization as well as environmental quality (pollution prevention and environmental conservation and compliance) (\$345.9 million) requirements being realigned into this BA. These programs were consolidated into Budget Activity 01 for consistency among the Services and to enable the Air Force to prioritize projects at the enterprise level and seek optimization of available resources. Program decreases are mainly due to management's commitment to reducing contract services and improving organizational management through civilian pay, travel and other enabling activities adjustments.



# AIR FORCE

## Budget Activity 2: Mobilization

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>8,685.4</b>	<b>401.9</b>	<b>-4,653.2</b>	<b>4,434.1</b>	<b>50.5</b>	<b>109.2</b>	<b>4,593.8</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding						

Mobilization (BA-02) includes Airlift Operations, Mobilization Preparedness, and related Base Operating Support and Facilities Sustainment. Global mobility is achieved through strategic and theater airlift in support of peacetime, contingency, and wartime operations in pursuit of national objectives. Rapid movement, establishment, and sustainment of combat forces anywhere in the world to deter and defeat aggression or to provide humanitarian/peacekeeping assistance are a major instrument of US national security policy. The President, the Secretary of Defense, the Joint Chiefs of Staff, the military Services and DoD agencies depend heavily on Air Force mobility operations for essential cargo and troop movement in support of missions worldwide.

### **Budget Activity 02: Mobilization - Major Program Changes:**

The FY 2014 Mobilization budget request of \$4,593.8 million represents program growth of \$109.2 million (\$50.5 million for pricing changes). The majority of the program increases are due to funding the Airlift Readiness Account (\$150.0 million) as well as increasing weapons system sustainment (\$78.1 million and mobility aircraft flying hours (\$49.2 million). Program decreases are highlighted by realignment of a portion of facilities sustainment, restoration and modernization as well as environmental quality (pollution prevention and environmental conservation and compliance) resources into BA-01, along with other management directed reductions in contract services, travel and other enabling activities.

# AIR FORCE

## Budget Activity 3: Training and Recruiting

*\$ in Millions*

FY 2012 <sup>1</sup> <u>Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	FY 2013 <sup>2</sup> <u>Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	FY 2014 <sup>2</sup> <u>Estimate</u>
3,767.6	72.8	-94.5	3,745.9	53.5	-193.9	3,605.5
<sup>1</sup> FY 2011 includes Overseas Contingency Operations (OCO) funding						Numbers may not add due to rounding
<sup>2</sup> FY 2012 and FY 2013 exclude OCO funding						

Training and Recruiting (BA-03) supports three broad mission areas: Accession Training; Basic Skills and Advanced Training; Recruiting and Other Training and Education. Accession training produces the enlisted and officer personnel needed to meet total force requirements. Officer accessions receive formal introductory officer training through the United States Air Force Academy, Air Force Reserve Officer Training Corps, Officer Training School, and the Airmen Education and Commissioning Program. Basic Skills and Advanced Training includes specialized skill training, flight training, professional development education and training support. Specialized skill training provides training and education essential to operate, maintain, and manage complex Air Force weapon systems and the associated support structure. Flight training programs include flight screening, undergraduate pilot training, specialized undergraduate pilot training, specialized undergraduate and advanced navigator training, and pilot instructor training. Professional development education includes professional military education programs to enhance and develop critical leadership skills of commissioned officers, civilians, and noncommissioned officers. Other training covers civilian education and training, tuition assistance for active duty personnel, and the Junior Reserve Officer Training Corps.

### **Budget Activity 03: Training and Recruiting - Major Program Changes:**

The FY 2014 Training and Recruiting budget request of \$3,605.5 million represents negative program growth of \$193.9 million (\$53.5 million for pricing changes). The majority of the program decreases are due to civilian pay (\$59.5 million) and realigning a portion of facilities sustainment, restoration and modernization as well as environmental quality (pollution prevention and environmental conservation and compliance) requirements into BA-01 (\$142.4 million). Program decreases were offset by additional commitment to the training flying hour program and weapons system sustainment (\$126.5 million).

# AIR FORCE

## Budget Activity 4: Administration and Servicewide Activities

*\$ in Millions*

FY 2012 <sup>1</sup> <u>Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	FY 2013 <sup>2</sup> <u>Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	FY 2014 <sup>2</sup> <u>Estimate</u>
8,716.1	144.5	-1,652.3	7,208.3	117.2	-222.3	7,103.2
<sup>1</sup> FY 2011 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding	
<sup>2</sup> FY 2012 and FY 2013 exclude OCO funding						

Administration and Servicewide (BA-04) funds four broad mission areas, all integral to Air Force readiness: logistics operations, servicewide support, security programs, and support to other nations. Logistics Operations includes cradle-to-grave acquisition and logistics support, including readiness spares kits and pipeline supply requirements. It also includes inter- and intra-theater transport and handling of equipment and munitions. Servicewide Activities cut across the entire Air Force to ensure combat capabilities through communications, personnel and policy direction, and the Civil Air Patrol. Security Programs include the Air Force Office of Special Investigations and a range of classified activities. Finally, Support to Other Nations includes Air Force participation in the North Atlantic Treaty Organization, Supreme Headquarters Allied Powers Europe, and the US Central Command's role in the Cooperative Defense Initiatives.

### **Budget Activity 04: Administration and Servicewide Activities - Major Program Changes:**

The FY 2014 Administration and Servicewide Activities budget request of \$7,103.2 million represents negative program growth of \$222.3 million (\$117.2 million for pricing changes). The majority of the program decreases are due to continued efforts to control organizational costs through organizational management and civilian pay (\$101.7 million) along with a significant efficiency initiative to long haul communication costs through circuit consolidation (\$100.8 million). Decreases are also recognized in realigning a portion of facilities sustainment, restoration and modernization as well as environmental quality (pollution prevention and environmental conservation and compliance) requirements into BA-01 (\$33.8 million). Program increases are mainly due to weapon systems sustainment service levels (\$13.2 million) along with adequately funding of food services and utilities programs (\$57.2 million).

## **DEFENSE-WIDE**

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program<sup>2</sup> Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
<b>39,959.3</b>	<b>666.9</b>	<b>-8,633.2</b>	<b>31,993.0</b>	<b>531.8</b>	<b>472.9</b>	<b>32,997.7</b>
Numbers may not add due to rounding						
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding						
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.						

The Operation and Maintenance, Defense-Wide funding request supports critical Department-wide functions and transformational efforts for the Secretary, Military Departments, and warfighters. The funding pays for common information services and system sustainment, contract administration and audits, family support programs, and administrative functions for the Military Departments. This funding supports the activities of the Special Operations Command (SOCOM), numerous Combat Support Agencies, policy and oversight Agencies, and three Intelligence Agencies.

### **Classified Programs**

Measured growth in classified programs, totaling \$288.7 million, is primarily in the National Intelligence Programs (\$205.9 million increase for price changes plus \$82.8 million increase for program changes). Additional details may be found in Volume III of the Operation and Maintenance, Defense-Wide justification entitled "Other Programs, Classified Justification Book."

**DEFENSE-WIDE**

## **DEFENSE-WIDE**

### **Defense Agency Programs FY 2014 Highlights:**

Highlights of Defense Agency FY 2014 funding include program changes of:

- +\$288.7 million (Classified): Details may be found in Volume III of the Operation and Maintenance, Defense-Wide justification materials.
- +230.5 million (DSCA): Increase primarily due to the Department's efforts to utilize transitional authorities to build partner-nation capacity in Yemen and East Africa, as well as the Global Security Contingency Fund (GSCF). The GSCF enhances the capabilities of partner nations consistent with U.S. foreign policy and national security interests.
- +\$170.5 million (SOCOM): Increase primarily due to the continuing baseline migration of enduring Overseas Contingency Operations (OCO) requirements to support Special Operations Forces (SOF) persistently forward-deployed. Costs include: increase in maintenance and contractor logistics support for the MQ-1 Predator (unmanned aircraft system); AC-130 Precision Strike Package; SOF aircraft performing aviation foreign internal defense missions; and Non-Standard Aviation. Additionally, program increases support increased contractor technical support and replenishment of Special Operations Tactical Video System program kits for ground intelligence, surveillance, and reconnaissance; maintenance, repair, and replacement of body armor; the Trans-Regional web initiative; and other pre-deployment requirements.
- +118.2 (OEA): Increase primarily due to the Department's efforts to support water/wastewater infrastructure improvements related to the U.S. military buildup on Guam, as well as regional and community adjustments to areas affected by defense procurement reductions.
- +95.3 million (WHS): Increase primarily reflects the Central Adjudication Facility consolidation of the Department's Personnel Security adjudication functions, to include Homeland Security Presidential Directive 12 and Suitability adjudicative functions, from other Departmental components into a single DoD organization. This consolidation is exclusive of the Intelligence Agencies' adjudicative functions.
- +\$86.9 million (DHRA): Increase primarily attributed to the transfer of the Veterans Program Office; support for the Virtual Lifetime Electronic Record initiative; increased support for the Suicide Prevention Office, Computer/Electronics Accommodations Program, and the Federal Voting Assistance Program.

**DEFENSE-WIDE**

# RESERVE FORCES

## Reserve Forces Operation & Maintenance Appropriations

*\$ in Millions*

	<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program<sup>2</sup> Growth</b>	<b>FY 2013<sup>2,3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program<sup>2</sup> Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
<b>Army Reserve</b>	<b>3,250.7</b>	<b>63.2</b>	<b>-151.9</b>	<b>3,162.0</b>	<b>45.2</b>	<b>-112.2</b>	<b>3,095.0</b>
<b>Navy Reserve</b>	<b>1,373.9</b>	<b>43.9</b>	<b>-170.8</b>	<b>1,247.0</b>	<b>4.0</b>	<b>-53.2</b>	<b>1,197.8</b>
<b>Marine Corps Reserve</b>	<b>307.2</b>	<b>6.1</b>	<b>-41.0</b>	<b>272.3</b>	<b>3.8</b>	<b>-12.8</b>	<b>263.3</b>
<b>Air Force Reserve</b>	<b>3,381.1</b>	<b>99.4</b>	<b>-314.0</b>	<b>3,166.5</b>	<b>32.0</b>	<b>-33.9</b>	<b>3,164.6</b>
<b>Army National Guard</b>	<b>7,228.0</b>	<b>108.7</b>	<b>-228.1</b>	<b>7,108.6</b>	<b>65.5</b>	<b>-119.9</b>	<b>7,054.2</b>
<b>Air National Guard</b>	<b><u>6,168.2</u></b>	<b><u>166.7</u></b>	<b><u>-319.4</u></b>	<b><u>6,015.5</u></b>	<b><u>83.7</u></b>	<b><u>466.8</u></b>	<b><u>6,566.0</u></b>
<b>Total</b>	<b>21,709.1</b>	<b>488.0</b>	<b>-1,225.2</b>	<b>20,971.8</b>	<b>234.2</b>	<b>134.8</b>	<b>21,340.9</b>
			102.7	102.7		-102.7	
<b>Total</b>	<b>21,709.1</b>	<b>488.0</b>	<b>-1,122.5</b>	<b>21,074.6</b>	<b>234.2</b>	<b>32.1</b>	<b>21,304.9</b>
Numbers may not add due to rounding							
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution							
<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding							

The Operation and Maintenance (O&M) appropriations enable the Reserve Components (RC) of the Army, Navy, Marine Corps, and Air Force to provide trained, ready and cost effective forces that can be employed on a regular operational basis, while ensuring depth for large scale contingencies or other unanticipated national crises, both at home and overseas. The FY 2014 budget anticipates that the Department will continue to use the Guard and Reserve as a vital part of the operational force and therefore a strong and properly resourced RC is essential to the DoD mission. The RC adds significant cost effective value to the all-volunteer force and must continue to serve in an operational capacity – available, trained and equipped for predictable routine deployments as well as in a strategic capacity. The FY 2014 budget supports preparation of both units and individuals to participate in missions across the full spectrum of military operation, in a cyclic or periodic manner that provides predictability for the Combatant Commands, the Services, Service Members, their Families, and civilian employers; while increasing DOD’s capacity and ability to expand and contract forces. The FY 2014 budget request of \$21,340.9 million for the Reserve Forces includes price growth of \$234.2 million and program growth of \$134.8 million.

# RESERVE FORCES

## Reserve Forces Program Data

\$ in Millions

	<b>FY 2012 Actual</b>	<b>Change</b>	<b>FY 2013 Estimate</b>	<b>Change</b>	<b>FY 2014 Estimate</b>
Selected Reserve End Strength	840,320	1,560	841,880	-8,180	833,700
Civilian Personnel (FTEs)	75,117	4,740	79,857	84	79,941
Technicians (MEMO – Included in FTEs)	65,528	3,244	68,772	930	69,702
Ship Inventory (End FY)	8	0	8	0	8
Total Aircraft Inventory (TAI)	3,472	-192	3,280	167	3,447
Primary Aircraft Authorized (PAA)	3,286	-161	3,125	-155	3,280
Flying Hours (in thousands)	756	79	835	24	859

### ARMY RESERVE

The Army Reserve’s FY 2014 budget reflects a net program decrease of \$112.2 million (\$55.8 million of program increases, \$187.2 million in decreases, and a transfer in from other appropriations totaling \$19.2 million).

Program increases include energy projects to meet the requirements of the Energy Independence and Security Act of 2007 (\$3.9million); Ground and Air OPTEMPO resulting from Army's commitment to improve the Reserve Component's (RC) training readiness needed to operate seamlessly with other services across the full spectrum of operations and as an Operational Reserve Force (\$6.6M); reinstatement of Regional Training Sites – Medical (RTS-MED) (\$11.9 million); facilities investment strategy for initiative (\$8.1 million); military construction tails for permanent party housing and for an operational readiness training complex (\$6.1 million); implementation of the transition assistance program in response to the directive of the FY 2012 National Defense Authorization Act to provide transition services for Army Reserve Soldiers who are de-mobilizing (\$4.9 million); and various additional mission support (\$14.3 million).

Program decreases include depot maintenance to support higher priority missions (\$-75.8 million); Army Management Headquarters Activity (AMHA) efficiencies in information technology services (\$-8.0 million); installation support efficiencies (\$-16.5 million); medical & dental readiness, due to implementation of Periodic Health Assessments (PHA) and lab tests of Army Reserve Soldiers prior to demobilization, gaining efficiencies through avoidance of duplicative services (\$-36.1 million); recruiting and retention as a result of success creating reduced demand (\$-19.9 million); real property maintenance as a result of an Army-wide decision to fund 80% of the requirement (\$-11.6 million); and various additional mission support reductions (\$-19.3 million).

# RESERVE FORCES

## Army Reserve Program Data

	<b>FY 2012 Actual</b>	<b>Change</b>	<b>FY 2013 Estimate</b>	<b>Change</b>	<b>FY 2014 Estimate</b>
Selected Reserve End Strength	201,166	3,834	205,000	0	205,000
Civilian Personnel (FTEs)	9,900	1,947	11,847	13	11,860
Technicians (MEMO--Included in FTEs)	6,865	1,991	8,856	-45	8,811
Total Aircraft Inventory (TAI)	195	0	195	6	201
Primary Aircraft Authorized (PAA)	195	0	195	6	201
Flying Hours (in thousands)	38	2	40	2	42
Major Installations	3	0	3	0	3
Reserve Centers	976	-91	885	0	885



# RESERVE FORCES

## Navy Reserve

The Navy Reserve's FY 2014 budget reflects a net program decrease of \$53.2 million (\$37.5 million of program increases, \$87.7 million in decreases, and transfers in of \$10.0 million and transfers out of \$13.0 million).

Program increases include additional MV-22 flight hours associated with the aircraft transition from the CH-46 (\$11.0M), the stand-up of Aviation Logistics for MV-22 power-by-the-hour engine repair performance-based logistics contract (\$3.9M), increase in ship operations utility requirements due to more in-port days (\$2.7M), increase ship maintenance due to an increase in the scope of selected restricted availabilities for the USS Gary and USS Ingraham and an increase in material and contract costs for continuous maintenance (\$2.9M), and an increase in facilities maintenance requirements (\$7.2M),

Program decreases include a decrease in CH-46 flight hours associated with the transition to the MV-22 (\$3.2M), a decrease in E-2C flight hours associated with the disestablishment of the counter narcotic command and control squadron (\$5.3M), a decrease in C-130T flight hours associated with reduction in aircraft availability for avionics upgrades (\$10.1M), a decrease in flight hours due to revised training and support requirements (\$28.3M), a decrease in aircraft depot maintenance requirements due to a new workload mix and unit cost (\$9.0M), a decrease in fuel cost for ship operations due to fewer steaming days (\$8.8M), a decrease in non-scheduled ship maintenance requirements due to a reduced ship inventory (\$7.9M), and a decrease associated with a force structure reduction of the Navy Expeditionary Combat Command (\$9.3M).

### Navy Reserve Program Data

	<b>FY 2012 Actual</b>	<b>Change</b>	<b>FY 2013 Estimate</b>	<b>Change</b>	<b>FY 2014 Estimate</b>
Total Selected Reserve End Strength	64,715	-2,215	62,500	-3,400	59,100
Civilian Personnel (FTEs)	870	27	897	0	897
Total Aircraft Inventory (TAI)*	262	-9	253	4	257
Primary Aircraft Authorized (PAA)*	262	-9	253	4	257
Flying Hours (in thousands)*	104	-1	103	-6	97
Ship Inventory	8	0	8	0	8
Reserve Centers	132	-1	131	0	131
Major Installations	3	0	3	0	3
* Includes TAI/PAA and flying hours flown by the Marine Corp Reserve					

# RESERVE FORCES

## Marine Corps Reserve

The Marine Corps Reserve’s FY 2014 budget reflects a net program decrease of \$12.8 million (\$20.6 million of program increases, \$33.3 million in decreases, and transfers out of \$0.1 million).

Program increases include an increase for automotive equipment (\$3.5M), an increase for collateral equipment (\$2.7M), an increase for electronic and communications Systems (\$1.8), an increase for family of field medical equipment (\$1.5M), an increase for intermediate and organizational maintenance (\$1.2M), an increase for reserve forces and readiness training (\$1.2M), and an increase for corrosion prevention and control (\$1.0M).

The program decreases include a decrease for Next Generation Enterprise Network requirements (\$9.2M), a decrease for facilities sustainment (\$6.5M), a decrease for ordnance weapons and munitions (\$2.4M), a decrease for morale, welfare and recreation (\$3.6M), and a decrease for Construction Equipment (\$1.0M).

### Marine Corps Reserve Program Data

	<u>FY 2012 Actual</u>	<u>Change</u>	<u>FY 2013 Estimate</u>	<u>Change</u>	<u>FY 2014 Estimate</u>
Total Selected Reserve End Strength	39,544	56	39,600	1	39,601
Civilian Personnel (FTEs)	260	62	322	-26	296
Divisions	1	0	1	0	1
Training Centers	189	0	189	0	189
Numbers may not add due to rounding					

# RESERVE FORCES

## Air Force Reserve

The Air Force Reserve’s FY 2014 budget reflects a net program decrease of \$33.9 million (\$172.1 million of program increases, and \$206.4 million in decreases, and transfers in of \$.4 million).

Program increases include scheduled depot maintenance and repair on KC-135, B-52, C-130 and A-10 aircraft (\$39.5 million); contractor logistics support funds for C-17, C-40, C-130J aircraft and F-16 targeting pods (\$32.7 million); the restructuring of two active Air Force A-10 training squadrons into one active Air Force and one Air Force Reserve formal training unit (\$28.7 million); and funds required to resource facility sustainment at 80% of requirements in FY 14 (\$15.1 million). Other increases are attributed to the restructure of F-22 manpower to implement Unit Training Code (UTC) construct (\$5.6 million); the Air Force Reserve Command initiative to transfer duties and responsibilities previously performed by Active Guard/Reserve (AGR) personnel to Air Reserve Technicians (\$5.5 million); and additional KC-135 manpower to support standardized crew ratio to meet the Air Mobility Command roadmap (\$5.1 million).

Program reductions are directly attributed to a decrease in scheduled aircraft and engine repair on C-5, C-130, and F-16 aircraft (\$-76.4 million); flying hour decrease in Air Force Reserve Mobility Air Forces (MAF) hours (\$-28.4 million); and a reduction in civilian manpower and flying hours based on the decision to “right size” the Total Force Initiative (TFI) active association Combat Air Forces (CAF) units (\$-10.9 million). Other adjustments include the reduction of C-5 and C-17 flying hours to finance FY 2014 weapon system sustainment requirements (\$-17.4 million); civilian personnel decreases (\$-7.4 million); and the switch from a C-130 Combat Coded unit to a Formal Training Unit (FTU) (\$-5.3 million).

### Air Force Reserve Program Data

	<b>FY 2012 <u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013 <u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014 <u>Estimate</u></b>
Total Selected Reserve End Strength	71,428	-528	70,900	-500	70,400
Civilian Personnel (FTEs)	13,003	1,167	14,170	-142	14,028
Technicians (MEMO--Included in FTEs)	9,446	703	10,149	-56	10,093
Total Aircraft Inventory (TAI)	372	-51	321	41	362
Primary Aircraft Authorized (PAA)	344	-47	297	31	328
Flying Hours (in thousands)	88	20	108	-6	102
Major Installations	9	0	9	0	9
Numbers may not add due to rounding					

# RESERVE FORCES

## Army National Guard

The Army National Guard’s FY 2014 budget reflects a net program decrease of \$-119.9 million (\$241.3 million of program increases, \$-360.5 million in decreases, and transfers in/out of \$-0.7 million).

Program increases include Ground and Air OPTEMPO to maintain the transition from a Strategic Force to an Operational Reserve Force and to continue progress toward achieving platoon level proficiency (\$52.4 million); BOS-installation services (Facility Support) reflects emphasis on revitalizing of installation security including: life-cycle replacement of security protective equipment; new and replacement security barriers and fencing, and maintenance of explosive detection equipment (\$9.8 million); BOS-installation services (base communications) reflects upgrades of hardware and software required to support circuitry and bandwidth capacity for intrastate networks to accommodate Army Enterprise email and data consolidation (\$5.0 million); mission support (severance pay) due to reduction in end strength of 1,170 Military Technicians (\$13.3 million); restoration and modernization supports repair and replacement work to clear the backlog of buildings and structures, with substandard quality ratings (\$45.6 million).

Program decreases include reduced depot maintenance for Aviation and Combat Vehicle end items due to the replacement of legacy equipment that required frequent and costly repairs (\$-187.9 million); BOS-installation services (environmental programs) reduction of Environmental Management System training, Global Information Systems Spatial Data for Compliance, waste automation support (\$-23.7); pay and benefits (Military Technicians) reduced pay and benefits in result of the -1,170 reduction in Military Technician end strength (\$-28.9 million); recruiting and retention reflects the reduction of 260 General Services Administration (GSA) vehicles used by the recruiting force (\$-17.7 million); reduce the funding from 90% to 80% of the facilities sustainment requirement in order to emphasize efforts on restoring and modernizing (\$-36.0 million).

### Army National Guard Program Data

	<b>FY 2012 Actual</b>	<b>Change</b>	<b>FY 2013 Estimate</b>	<b>Change</b>	<b>FY 2014 Estimate</b>
Total Selected Reserve End Strength	358,078	-122	358,200	-4,000	354,200
Civilian Personnel (FTEs)	27,536	1,574	29,110	253	29,363
Technicians (MEMO – Included in FTEs)	26,610	1,350	27,960	250	28,210
Total Aircraft Inventory (TAI)	1,452	34	1,486	29	1,515
Primary Aircraft Authorized (PAA)	1,452	34	1,486	29	1,515
Flying Hours (in thousands)	330	58	388	17	405
Total Installations	3,109	96	3,205	11	3,216
Brigade Combat Teams	28	0	28	0	28
Brigades	81	0	81	0	81

Numbers may not add due to rounding

# RESERVE FORCES

## Air National Guard

The Air National Guard's FY 2014 budget reflects a net program increase of \$467 million (\$568 million of program increases and \$91 million in decreases). The ANG's Primary Aircraft Authorization (PAA) continues to undergo a significant realignment primarily due to the Total Force Proposal. The PAA realignments include: A 10C (+36), C-17A (+4), C-130H (+28), C-5A (-10), F-15C (+8), F-15D (+3), KC-135R (+8), MQ-1B (-7), MQ-9A (+5). In addition to the PAA realignment, the ANG experiences a manpower reduction of 300 military personnel and 305 Military Technicians due to force structure changes.

Program increases due to force changes resulting from the Air Force/Air National Guard Total Force Proposal (\$123.5 million); increased requirements for civilian pay and benefits due to the Total Force Proposal (\$63.0 million); weapon system sustainment costs (\$270.9 million); added facilities support to meet increased requirements for day-to-day maintenance, life cycle repairs and disposal (\$40.8 million); National Guard Psychological Health Program (\$15.6M); and various additional mission support (\$13.7 million).

Program decreases reduced Contract Support (\$-21.4 million); a reduction to information technology services and purchased communication costs (\$-22.3 million); efficiencies in travel and supplies (\$-6.6 million); and a reduction in depot level repairables (\$-6.3 million).

### Air National Guard Program Data

	<b>FY 2012 Actual</b>	<b>Change</b>	<b>FY 2013 Estimate</b>	<b>Change</b>	<b>FY 2014 Estimate</b>
Total Selected Reserve End Strength	105,389	311	105,700	-300	105,400
Civilian Personnel (FTEs)	23,604	184	23,788	-286	23,502
Technicians (MEMO – Included in FTEs)	22,239	291	22,530	-305	22,225
Total Aircraft Inventory (TAI)	1,170	-166	1,004	87	1,091
Primary Aircraft Authorized (PAA)	1,012	-139	873	85	958
Flying Hours (in thousands)	196	0	196	17	213
Major Bases	2	0	2	0	2
Number of Installations	280	1	281	0	281
Numbers may not add due to rounding					

**AFGHANISTAN INFRASTRUCTURE FUND**

**THIS EXHIBIT WILL BE UPDATED UPON SUBMISSION OF THE  
FY 2014 OVERSEAS CONTINGENCY OPERATIONS ESTIMATE**

## COOPERATIVE THREAT REDUCTION PROGRAM

*\$ in Millions*

<b>FY 2012 Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013/<sup>1</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014 Estimate</b>
<b>508.2</b>	<b>10.2</b>	<b>0.7</b>	<b>519.1</b>	<b>9.9</b>	<b>-0.5</b>	<b>528.5</b>
<sup>1/</sup> FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution funding level						

The Cooperative Threat Reduction (CTR) Program’s FY 2014 budget contains \$528.5 million to consolidate, secure, or eliminate weapons of mass destruction (WMD), related materials, and delivery systems and infrastructure; and to build partner capacity to prevent the proliferation of WMD materials across borders or in transit across international borders. The FY 2014 budget request reflects an increase of \$9.4 million from the FY 2013 funding level. This includes \$9.9 million for price growth and a net program decrease of \$0.5 million. Programs with increased funding include Other Assessments/Administrative Support (+\$5.0 million), Cooperative Biological Engagement (+\$65.3 million), and Global Nuclear Security (+\$14.2 million). Programs with decreased funding include Strategic Offensive Arms Elimination (\$-13.3 million), Chemical Weapons Destruction (\$-17.3 million), and Proliferation Prevention (-\$44.5 million).

The following table reflects the program structure and price and program changes from FY 2012 to FY 2014 for the major programs:

## COOPERATIVE THREAT REDUCTION PROGRAM

*\$ in Millions*

<b>Program</b>	<b>FY 2012 Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>1/</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014 Estimate</b>
Strategic Offensive Arms Elimination	28.2	0.6	-5.5	23.3	0.4	-13713.0	10.0
Chemical Weapons Destruction	9.8	0.2	28.6	38.6	0.7	-18114.0	21.3
Global Nuclear Security	151.1	3.0	-81.9	72.3	1.4	12.8	86.5
Cooperative Biological Engagement	229.5	4.6	7.0	241.0	4.6	60.7	306.3
Proliferation Prevention	63.1	1.3	53.9	118.3	2.2	-46.7	73.8
Threat Reduction Engagement	2.5	0.1	-0.2	2.4	0.0	0.0	2.4
Other Assessments/ Administrative Support	24.0	0.5	-1.2	23.2	0.4	4.5	28.2
<b>Total</b>	<b>508.2</b>	<b>10.2</b>	<b>0.7</b>	<b>519.1</b>	<b>9.9</b>	<b>-0.5</b>	<b>528.5</b>
Ajustement for Annualized CR				7.8			
<b>Total</b>				<b>511.3</b>			
<sup>1/</sup> FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution funding level							

Activities for the Cooperative Threat Reduction Program for FY 2014 are as follows:

**Strategic Offensive Arms Elimination:**

- Complete elimination and program closeout activities in the Russian Federation;
- Assist Ukraine by making payments for 30 empty Solid Rocket Motors (SRM) cases;
- Store Ukraine's remaining SRMs, continue maintenance and repair of SRM storage facilities;



## **COOPERATIVE THREAT REDUCTION PROGRAM**

- Address WMD delivery system threats in other countries; and
- Provide logistical, administrative, and advisory support.

### **Chemical Weapons Destruction:**

- Provide technical assistance support for Russia's Shchuch'ye (considered the world's most dangerous chemical weapons arsenal) and Kizner Chemical Weapons Destruction Facilities;
- Complete the elimination of chemical agent and weapons in Libya; and
- Provide logistical, administrative, and advisory support.

### **Global Nuclear Security:**

- Continue building Russian capacity to sustain 18 nuclear weapons storage sites, and sustainment of 5 rail transfer points and 2 regional centers;
- Transport approximately 48 trainloads of deactivated nuclear warheads (1,000 to 1,500) from deployed locations to enhanced security storage sites or dismantlement and from storage to dismantlement facilities;
- Continue support for Nuclear Security Centers of Excellence;
- Support future shipments of Spent Naval Fuel that meet the International Atomic Energy Association criteria; and
- Provide logistical, administrative, and advisory support.

### **Cooperative Biological Engagement:**

- Initiate construction and equipment installation of secure pathogen repositories to include: construction of the National Public Health Library in Afghanistan;
- Continue construction and equipment installation of Secured Pathogen Repositories, to include construction of a Central Reference Laboratory (CRL) in Kazakhstan;
- Complete construction and equipment installation for Secured Pathogen Repositories to include: equipage and construction oversight of a CRL in Azerbaijan, security upgrades at a repository in Kazakhstan, and construction of the veterinary Central Diagnostic Facility in Ukraine;
- Continue to provide training in laboratory diagnostic techniques, epidemiology, clinical sample collection, outbreak surveillance, laboratory and health system management, and biosafety, biosecurity, and bioethics in cooperative biological-engaged countries;

## **COOPERATIVE THREAT REDUCTION PROGRAM**

- Conduct facility-specific biorisk assessments in cooperative biological-engaged countries and provide Biological Security & Safety (BS&S) upgrades as required;
- Continue to build out a capacity to detect, diagnose, and report disease outbreaks in the Lower Mekong countries of Laos, Cambodia, and Vietnam and begin enhancing lab capacity to detect disease outbreaks in other SE Asia countries.
- Initiate or continue Cooperative Biological Research projects in Africa, Armenia, Azerbaijan, Georgia, Kazakhstan, Russia, Pakistan, Ukraine, and other Cooperative biological engaged-countries as valuable projects are approved;
- Continue to implement Electronic Integrated Disease Surveillance System in cooperative biological-engaged countries;
- Continue to provide bio-related conference support; and
- Provide logistical, administrative, and advisory support.

### **Proliferation Prevention:**

- Southeast Asia: Continue to increase WMD command and control, communications, surveillance, detection and interdiction capabilities, and sustainment in initial countries and begin implementation in additional countries along the Straits of Malacca, in and around the South China Sea, and in other regional waters and on land borders, and continue project assessments;
- Middle East: Continue to train and equip border security staff in Jordan, Iraq, Turkey and other countries where the risk of WMD proliferation are identified;
- Support WMD Proliferation Prevention projects and activities in regions and countries in accordance with authorities and determinations; and
- Provide logistical, administrative, and advisory support.

## **COOPERATIVE THREAT REDUCTION PROGRAM**

### **Threat Reduction Engagement:**

- Continue to support specific relationship-building opportunities with existing FSU countries while shifting towards engagements with partners in new geographical areas including cooperation and coordination with Unified Combatant Commands to advance CTR Program goals.

### **Other Assessments/Administrative Support:**

- Support approximately 8-12 audits and examinations, provide agency support services, contractor administrative and advisory support, and provide U.S. Embassy support for current and emerging Defense Threat Reduction Agency/CTR offices in partner countries.

## DEFENSE ACQUISITION WORKFORCE DEVELOPMENT FUND

*\$ in Millions*

	<b>FY 2012 Actual</b>	<b>FY 2013 Estimate</b>	<b>FY 2014 Estimate</b>
<b>Total Obligation Authority (TOA)<sup>1</sup></b>	<b>1,112,126</b>	<b>964,753</b>	<b>826,548</b>
<b>Appropriated (Budget Authority)<sup>2</sup></b>	<b>105,501</b>	<b>274,198</b>	<b>256,031</b>
<b>Tax (Credit)</b>	<b>614,499</b>	<b>669,802</b>	<b>383,969</b>
<b>Sub-Total<sup>3</sup></b>	<b>720,000</b>	<b>944,000</b>	<b>640,000</b>
<b>Prior Year Carry Forward</b>	<b>392,126</b>	<b>20,753</b>	<b>186,548</b>
<sup>1</sup> Equals the sum of: (1) all budget authority granted (or requested) from the Congress in a given year, (2) amounts authorized to be credited to a specific fund, (3) budget authority transferred from another appropriation, and (4) unobligated balances of budget authority from previous years which remain available for obligation			
<sup>2</sup> Reflects the authority that becomes available during the year to enter into obligations that result in immediate or future outlays of government funds			
<sup>3</sup> Meets the 80 percent minimum baseline required for FY 2012 and FY 2013 by section 832 of Public Law 111-84, National Defense Authorization Act, 2010 and FY 2014 by section 803 of Public Law 112-239, National Defense Authorization Act, 2013.			

The FY 2014 budget supports strengthening of the DoD acquisition workforce to ensure the Department achieves and sustains sufficient workforce capacity and capability. Since 2008, DoD has made significant progress towards bolstering workforce capacity. In addition to completing and maintaining sufficient capacity, DoD will continue efforts to strengthen the quality, readiness and performance results of the workforce. The Defense Acquisition Workforce growth initiative is supported by Title 10 U.S.C. 1705 Defense Acquisition Workforce Development Fund (DAWDF). The law as amended by the FY 2013 National Defense Authorization Act (NDAA) states credits to the fund for FY 2014 is \$640 million. The credits are a combination of appropriated funding and receipts/taxes from the military services and defense agencies. The law further states the Secretary of Defense may reduce an amount (the Floor) for a fiscal year if the amounts are greater than is reasonably needed for purposes of the Fund for a fiscal year, but may not reduce the amount for a fiscal year to an amount that is less than 80 percent of the amount specified in the law. The Secretary of Defense reduced the amount to 80 percent in FY 2012, FY 2013, and FY 2014 to reflect the requirement.

The purpose of the Defense Acquisition Workforce Development Fund (DAWDF) is to ensure the Department of Defense (DoD) has the capacity in both personnel and skills needed to perform its acquisition mission, provide appropriate oversight of contractor performance, and ensure that the Department receives best value for expenditure of public resources. The acquisition, technology, and logistics missions in DoD are carried out primarily by an identified set of personnel in the military departments and defense agencies known as the Defense Acquisition Workforce (DAW).

The Department of Defense employs a team of qualified and experienced acquisition professionals to meet the demands of the Warfighters and to protect the fiscal interests of the taxpayers. The DAWDF supported 8,346 cumulative hires through FY 2012 for the three hiring initiative categories: rebuilding/growth; advance hire; and Highly Qualified Expert (HQE) acquisition positions.

### DEFENSE ACQUISITION WORKFORCE DEVELOPMENT FUND

## **DEFENSE ACQUISITION WORKFORCE DEVELOPMENT FUND**

These hires fill positions in critical mission areas such as engineering, contracting, acquisition management and audit. Additionally, the DAWDF supported 11,000 recipients of tuition assistance, 850 student loan repayments, and 260 rotational/developmental assignments in FY 2012.

The requested FY 2014 appropriation of \$256 million for the DAWDF will support the Department's shift in focus from primarily recruiting and hiring to training and continuous improvement in the qualifications and experience of the acquisition workforce. The USD AT&L memorandum dated November 2012, Better Buying Power 2.0 (BBP 2.0), emphasizes continuing the pursuit for greater efficiency and productivity in defense spending. Better Buying Power 2.0 encompasses 36 initiatives organized into seven focus areas, which includes the importance of the acquisition workforce. As outlined in BBP 2.0, four new initiatives have been added to meet this objective:

- Establish higher standards for key leadership positions
- Establish stronger professional qualification requirements for all acquisition specialties
- Increase the recognition of excellence in acquisition management
- Continue to increase the cost consciousness of the acquisition workforce – change the culture

# DEFENSE HEALTH PROGRAM

*\$ in Millions*

Appropriation Summary:	<u>FY 2012 Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2013 Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2014 Estimate</u>
<b>Operation &amp; Maintenance</b>	30,437.8 <sup>1,4</sup>	925.3	-13.9	31,349.3 <sup>2,4</sup>	982.8	-678.3	31,653.7 <sup>2,4</sup>
<b>RDT&amp;E</b>	1,272.4	24.2	-623.6	673.0	13.5	43.2	729.6
<b>Procurement</b>	632.5	15.6	-141.6	506.5	14.1	150.6	671.2
<b>Continuing Resolution<sup>3</sup></b>			1,134.4	1,134.4		-1,134.4	
<b>Total, DHP</b>	32,342.8	965.1	335.4	33,663.2	1,010.4	-1,619.1	33,054.5
<b>MERHCF Receipts<sup>5</sup></b>	8,194.9			8,807.0			9,014.9
<b>Total Health Care Costs</b>	40,537.7			42,470.2			42,069.4

<sup>1/</sup> FY 2012 include Overseas Contingency Operations (OCO) funding

<sup>2/</sup> FY 2013 and FY 2014 exclude OCO funding.

<sup>3/</sup> FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution funding level (\$140.5M) plus estimated FY13 OCO funding (\$993.9M)

<sup>4/</sup> The Department of Defense projects O&M funding of \$135.6 million in FY 2012, \$139.2 million in FY 2013, and \$143.1 million in FY 2014 should transfer to the Joint Department of Defense – Department of Veterans Affairs Medical Facility Demonstration Fund established by section 1704 of Public Law 111-84 (National Defense Authorization Act for FY 2010).

<sup>5/</sup> Reflects DoD Medicare-Eligible Retiree Health Care Fund (MERHCF) O&M Receipts for FY 2012, FY 2013, and FY 2014

## **DEFENSE HEALTH PROGRAM**

The medical mission of the Department of Defense (DoD) is to enhance DOD and our Nation's security by providing health support for the full range of military operations and sustaining the health of all those entrusted to our care. The Defense Health Program (DHP) appropriation supports health care services for 9.6 million eligible beneficiaries – Active Duty, Reserve and National Guard Soldiers, Sailors, Airmen, Marines and their family members, plus retirees and their family members, and the eligible surviving family members of deceased active duty and retired members.

The Department's managed care program, called "TRICARE," is designed to provide military families with access to quality care that is cost-effective. The TRICARE program provides medical care through a network of 56 military inpatient facilities, 361 military medical clinics, 249 dental clinics, 254 veterinary clinics, and three regional Managed Care Support (MCS) contracts. The TRICARE program offers a triple option benefit: (1)TRICARE Prime, a Health Maintenance Organization (HMO) style benefit requiring beneficiary enrollment; (2)TRICARE Extra, a Preferred Provider Organization (PPO) style benefit; and (3)TRICARE Standard, a fee-for-service option.

The DoD Medicare Eligible Retiree Health Care Fund is an accrual fund to pay for DoD's share of health care costs for Medicare-eligible retirees, retiree family members and survivors. Receipts from the fund into the Defense Health Program and the Military Personnel accounts pay for the current year cost of care provided to Medicare eligible retirees, retiree family members and survivors.

The FY 2014 Defense Health Program budget request of \$33,054.5 million includes realistic cost growth for health care and pharmacy services either provided in Military Treatment Facilities or purchased from the private sector. This budget also includes funding to support costs associated with enduring Traumatic Brain Injury and Psychological Health and Wounded, Ill and Injured requirements, funds for the integrated Electronic Health Record (iEHR), funds for Joint Incentive Fund initiatives, and funding for the continued support of the Captain James A. Lovell Federal Health Care Center in North Chicago, Illinois, created by the total integration of the North Chicago Veteran's Affairs Medical Center and the Navy Health Clinic, Great Lakes.

# DEFENSE HEALTH PROGRAM

Operation and Maintenance Program  
\$ in Millions

	<b>FY 2012<sup>1,3,4</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2013<sup>2,3,4</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2014<sup>2,3,4</sup></b>
	<b><u>Actual</u></b>	<b><u>Growth</u></b>	<b><u>Growth</u></b>	<b><u>Estimate</u></b>	<b><u>Growth</u></b>	<b><u>Growth</u></b>	<b><u>Estimate</u></b>
Operation & Maintenance	30,437.8	925.3	-13.9	31,349.3	982.8	-678.3	31,653.7
MERHCF Receipts	8,194.9			8,807.0			9,014.9
<b>Total Health Care Costs</b>	<b>38,632.7</b>			<b>40,156.3</b>			<b>40,668.6</b>
<sup>1/</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2/</sup> FY 2013 and FY 2014 exclude OCO funding.							
<sup>3/</sup> The Department of Defense projects O&M funding of \$135.6 million in FY 2012, \$139.2 million in FY 2013, and \$143.1 million in FY 2014 should transfer to the Joint Department of Defense – Department of Veterans Affairs Medical Facility Demonstration Fund established by section 1704 of Public Law 111-84 (National Defense Authorization Act for FY 2010).							
<sup>4/</sup> Reflects DoD Medicare-Eligible Retiree Health Care Fund (MERHCF) O&M Receipts for FY 2012, FY 2013, and FY 2014							

The Defense Health Program O&M funding reflects an overall increase of \$304.5 million between FY 2013 and FY 2014, consisting of \$982.8 million in price growth and net program decrease of \$678.4 million. Program increases include:

- \$452.0 million for FY 2013 proposed benefit reform proposal adjustments
- \$131.3 million for net change in healthcare provided in military treatment facilities, including Occupational Health/Industrial Hygiene, Population Health, National Intrepid Center of Excellence (NiCoE) satellites and others centers
- \$100.8 million for increased Facilities Sustainment, Restoration and Modernization (FSRM) as a result of rebaselining medical military construction MILCON
- \$88.9 million for initial outfitting and transition requirements for programmed MILCON projects
- \$67.8 million for integrated Disability Evaluation System (iDES) staffing
- \$46.9 million for support of information systems such as Clinical Enterprise Intelligence, Theatre Medical Information Program-Joint and Essentris
- \$27.4 million for Wounded Warrior Care Policy Office (WWCPO) and other functional transfers
- \$21.1 million for Embedded Behavioral Health Centers



## **DEFENSE HEALTH PROGRAM**

- \$4.8 million for sustaining Future's Group and Institute of Medicine oversight of health matters for ensuring best methods of organizing, training and equipping
- \$4.3 million for net change in education and training focused on industry standards, staff development and simulation
- \$3.5 million for various revolving fund adjustments
- \$1.0 million for Defense Acquisition Workforce

Program decreases include:

- \$847.4 million for re-pricing adjustment to purchased care programs
- \$324.0 million for FY 2014 proposed benefit reform proposals
- \$142.0 million for FY 2013 National Defense Authorization Act (NDAA) directed changes to retail pharmacy co-pays
- \$136.7 million for reversal of one-time enhancement for Temporary End Strength Army Medical (TEAM)
- \$89.6 million for efficient spending through reduced travel and printing costs
- \$87.6 million for rebaselined integrated Electronic Health Record (iEHR)
- \$0.9 million for civilian manpower realignment for mission priorities

# DEFENSE HEALTH PROGRAM

Research, Development, Test and Evaluation (RDT&E) Program  
*\$ in Millions*

<b>FY 2012 <u>Actual</u></b>	<b>Price <u>Growth</u></b>	<b>Program <u>Growth</u></b>	<b>FY 2013 <u>Estimate</u></b>	<b>Price <u>Growth</u></b>	<b>Program <u>Growth</u></b>	<b>FY 2014 <u>Estimate</u></b>
1,272.4	24.2	-623.6	673.0	13.5	43.2	729.6

The Defense Health Program RDT&E Program reflects a net increase of \$56.9 million between FY 2013 and FY 2014. This includes price growth of \$13.5 million and a net program increase of \$43.2 million. Program increases include:

- \$25.5 million for medical/health research to reduce capability gaps to include diagnosis and treatment of brain injury, psychological health (PH), polytrauma and blast injury, injury prevention and reduction, radiation health, and rehabilitation
- \$20.1 million associated for initial outfitting and transition (IO&T) for the US Army Medical Research Institute of Infectious Disease (USAMRIID), the US Army Medical Research Institute of Chemical Defense (USAMRICD), and the US Army Research Institute of Environmental Medicine (USARIEM) Maher Memorial Altitude Laboratory located at Pikes Peak MILCON projects
- \$16.0 million associated with the transfer of the Military HIV Research Program (MHRP) from the Assistant Secretary of the Army for Acquisition, Logistics, and Technology (ASA(ALT)) to the DHP
- \$3.9 million for an integration effort to replace two major Commercial-Off-The-Shelf (COTS) components within the existing Health Artifact and Image Management Solution (HAIMS) application
- \$3.8 million to support enhancements to NeuroCognitive Assessment Tool (NCAT) for the following user requirements: making the Proctor Console (PC) occupy the full end user's screen, provide a link to the Master Web Server (MWS) on the PC Graphical User Interface (GUI) to avoid multiple User ID input requests, and add a 'Select All' option to the Audit Log review from the MWS capability from PC to cancel log off after message of assessment ready for transmission
- \$3.5 million increase to Executive Information/Decision Support (EI/DS) associated with a one-time funding add to modify the TRICARE Encounter Data (TED) provider file for the National Provider Identifier (NPI) in FY 2014, as well as development of priority 1 requirements for ESSENCE to include an integrated dashboard, fused detection algorithm and enhanced system administration, and begin development of priority 2 requirements to include processing and analyzing laboratory results, update to calculate population at risk rates rather than counts, and provide ability to allow users to perform custom queries
- \$2.6 million increase development efforts for the Federated Registries Framework which will be used to support organizational and departmental level alignment of the Centers of Excellence mission through the application of standard processes, standardized language, and a common framework

## **DEFENSE HEALTH PROGRAM**

- \$2.4 million for continued development of the e-Commerce system
- \$1.3 million to enhance Navy Medicine laboratory management support
- \$1.2 million for development of the Clinical Enterprise Intelligence (CEI) system by Air Force
- \$0.5 million associated with the transfer of the Wounded Warrior Care Program Office (WWCPO) from the Defense Human Resource Activity (DHRA) to DHP for the development of the Disability Mediation Service (DMS) system which will facilitate the improvement of non-medical case management tracking and integrated Disability Evaluation System (IDES) data management
- \$1.2 million in miscellaneous enhancements/realignments (net of increases and decreases)

Program decreases include:

- \$10.7 million decrease related to clinical trial infrastructure support at MTFs
- \$7.0 million to Defense Occupational and Environmental Health Readiness System - Industrial Hygiene (DOEHRS-IH) associated with planned completion of the HazMat Product Hazard Data - Material Safety Data Sheets (MSDS), the fundamental and authoritative resource for accessing standardized information related to materials and products used in the workplace
- \$5.0 million in Theater Medical information Program – Joint (TMIP-J) due to planned completion of integration efforts supporting Public Key Infrastructure/Common Access Card (PKI/CAC) and interfaces for the Theater Medical Data Store associated with ICD-10 requirements in FY 2013
- \$4.3 million in Defense Medical Logistics Standard Support (DMLSS) associated with the planned completion of efforts to improve the ordering and cataloging functionality of the Medical Master Catalog, including Real-Time Information services to increase the frequency of connections from the DMLSS servers located at each MTF to the central DMLSS database
- \$3.8 million in Theater Enterprise Wide Logistics System (TEWLS) associated with the planned completion of applying Item Unique Data (IUD) to applicable end items and components with FY 2013 funding
- \$3.1 million due to planned development/enhancement schedule for a clinical case management tool
- \$3.0 million in Hyperbaric Oxygen Therapy (HBO<sub>2</sub>) for Traumatic Brain Injury (TBI) clinical trial support
- \$1.9 million in miscellaneous enhancements/realignments (net of increases and decreases)

# **DEFENSE HEALTH PROGRAM**

Procurement Program  
\$ in Millions

<b>FY 2012 <u>Actual</u></b>	<b>Price <u>Growth</u></b>	<b>Program <u>Growth</u></b>	<b>FY 2013 <u>Estimate</u></b>	<b>Price <u>Growth</u></b>	<b>Program <u>Growth</u></b>	<b>FY 2014 <u>Estimate</u></b>
<b>632.5</b>	<b>15.6</b>	<b>-141.6</b>	<b>506.5</b>	<b>14.1</b>	<b>150.6</b>	<b>671.2</b>

The DHP Procurement Program has a net increase of \$164.7 million between FY 2013 and FY 2014. This consists of \$14.1 million in price growth and increased program growth of \$150.6 million. Program increases include:

- \$97.8 million increase within iEHR due to a rebaselining in Procurement as a result of revised requirements derived from the establishment of a new joint DoD/VA effort in January 2012.
- \$50.3 million for initial outfitting of medical MILCON and restoration and modernization (R&M) projects
- \$3.6 million for the refresh of Healthcare Artifact and Image Management Solution (HAIMS) hardware, as well as, continued deployment and training of the HAIMS product to the user community
- \$2.4 million increase for Local Area Network (LAN) upgrade project planning 6 more site surveys in FY 2014 compared to FY 2013 and the cyclical End User Device (EUD) replacement schedule based on Service requirements and site surveys
- \$2.0 million in Joint Electronic Health Record Interoperability (JEHRI) funding for hardware refresh for Clinical Health Data Repository, Bi-directional Health Information Exchange and Federal Health Information Exchange
- \$0.5 million for the realignment from CIO O&M for the proper execution of the Veterinary Services Systems Management (VSSM), Veterinary Service Information Management System (VSIMS), Spectacle Request and Transmission System (SRTS) and Defense Medical Surveillance System (DMSS) systems
- \$0.5 million in miscellaneous enhancements/realignments (net of increases and decreases)

Program decreases include:

- \$2.9 million decrease associated with deployment of Secure Messaging to all Clinical Information System (CIS) site
- \$3.6 million in miscellaneous enhancements/realignments (net of increases and decreases)

# DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE

*\$ in Millions*

<b>Activity</b>	<b>FY 2012 Actual<sup>1</sup></b>	<b>FY 2013 Estimate<sup>2</sup></b>	<b>FY 2014 Estimate<sup>3</sup></b>
<b>International Support</b>	<b>964.8</b>	<b>531.0</b>	<b>505.5</b>
<b>Intelligence, Technology, and Other</b>	<b>227.9</b>	<b>195.3</b>	<b>188.2</b>
<b>Domestic Support</b>	<b>286.9</b>	<b>163.2</b>	<b>122.3</b>
<b>Drug Demand Reduction</b>	<b>155.5</b>	<b>109.8</b>	<b>122.6</b>
<b>Total</b>	<b>1,635.0</b>	<b>999.4</b>	<b>938.5</b>
<sup>1</sup> FY2012 includes \$173.8 million of FY 2011 and \$251.6 million of FY 2012 Overseas Contingency Operations (OCO) funding			
<sup>2</sup> Excludes \$204.9 million of available FY 2012 OCO funding and \$469.0 million of the FY 2013 OCO request			
<sup>3</sup> Excludes FY 2014 OCO funding			

## **Description of Operations Financed:**

The Drug Interdiction and Counterdrug Activities authorities and resources provide useful and flexible ways to achieve national security goals, while maintaining a drug-free military and civilian workplace. The threat to United States national security posed by illicit drugs extends beyond traditional challenges to public health and safety. The drug trade is a powerful corrosive that weakens the rule of law in affected countries, preventing governments from effectively reducing or containing other transnational hazards, such as terrorism, insurgency, organized crime, weapons trafficking, money laundering, human trafficking, and piracy.

For the Department of Defense (DoD), the connections between international narcotics trafficking and international terrorism constitute a threat to the national security interests of the United States. The global and regional terrorists who threaten United States interests finance their activities with the proceeds from narcotics trafficking. Program funded by the DoD Drug Interdiction and Counterdrug Activities resources detect, monitor and support the interdiction, disruption or curtailment of emerging narcotics-related threats to our national security.

In accordance with its statutory authorities, the DoD uses its Drug Interdiction and Counterdrug Activities resources and authorities as effectively and efficiently as possible to achieve national and Departmental counternarcotics priorities by addressing two activities known as Counternarcotics (CN) and Drug Demand Reduction (DDR):

## **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**

## **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**

- CN focuses on helping local, state, federal and foreign agencies address the threats posed by illicit drug trafficking and narco-terrorism, by:
  - Detecting and monitoring drug trafficking.
  - Sharing information.
  - Helping countries build their capacity to control ungoverned spaces, where trafficking activities flourish.
  
- DDR focuses on maintaining DoD readiness by:
  - Urinalysis drug testing of service members, DoD civilian personnel in testing designated positions, and applicants for military service and DoD civilian pre-employment testing; and
  - Prevention, education, and outreach programs to military and civilian communities to raise awareness of the adverse consequences of illicit drug use on one's performance, safety, health, family stability, fiscal security, and employment opportunities.

The DoD provides, through Combatant Commands, the Military Departments, and the Defense Agencies, unique military personnel, systems, and capabilities that support domestic law enforcement agencies and foreign security forces involved in counternarcotics activities, including efforts to counter activities that aid, benefit from, or are related to narcotics trafficking. This broad-scope support is provided primarily under the authorities contained in 10 U.S. Code § 124, 371-374, 379-381, 2576, 2576a, Title 32 U.S. Code, § 112, Section 1004, National Defense Authorization Act for 1991, as amended; Section 1033 of the National Defense Authorization Act for 1998, as amended, and Section 1022 for the National Defense Authorization Act for 2004, as amended.

The Office of Deputy Assistant Secretary of Defense, Counternarcotics and Global Threats, by direction of the Under Secretary of Defense for Policy, is the focal point for most of DoD's counternarcotics activities, ensuring that the DoD develops and implements a focused counternarcotics program with clear priorities and measured results. The Office of the Under Secretary of Defense, Personnel and Readiness, manages the Drug Demand Reduction Program, ensuring that the dangers of drug misuse in the DoD are understood, and that the misuse of narcotics within the Department is prevented, identified, and treated, in order to keep the fighting force at the highest possible levels of readiness. Consistent with applicable laws, authorities, regulations, and resources, the DoD will ensure that sufficient forces and resources are allocated to the counternarcotics mission to achieve high-impact results.

The areas that receive resources continue to be where DoD's capabilities will provide the highest impact on the drug threat, while at the same time contributing to the overseas contingency operations and enhancing national security. The DoD efforts and priorities are

## **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**

## **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**

evaluated continually, based upon the changing drug threat and participating nations' needs. The FY 2014 request represents a decrease of \$60.8 million from the FY 2013 base request, or a 6% reduction. The majority of the decreases are to domestic programs carried out by the National Guard, foreign capacity building programs managed by the Geographic Combatant Commands, and the elimination of legacy air domain awareness radars.

### **INTERNATIONAL SUPPORT:**

**Situation:** There is also a robust barter system between drug and weapons brokers and the direct use of drug proceeds to fund arms purchases. The exchange of narcotics for arms solves several key problems for the parties: barter arrangements potentially allow both sides to gain the most advantageous deals, reduce the need to launder funds, permit more efficient use of transportation means, minimize the number of trading partners and related vulnerabilities, and make the most efficient use of corrupt contacts among relevant security forces.

**Strategy:** DoD has expanded its CN mission to include targeting those terrorists organizations worldwide that use the proceeds of narcotics trafficking to support terrorist activities. In order to support the overseas contingency operations, DoD will direct its resources to regions where terrorists benefit from illicit drug revenue or use drug smuggling systems. DoD CN efforts enable the United States to:

- Defeat Terrorist networks: *CN efforts deny terrorists a key source of financing*
- Defend the homeland in depth: *CN efforts provide detection, monitoring and interdiction of threats moving toward Continual United States*
- Shape the choices of countries at the strategic crossroads: *CN efforts strengthen alliances with partner nations by reducing transnational hazards including terrorism and crime*
- Conduct irregular warfare and stabilization, security, transition and reconstruction operations: *CN efforts place US forces in partner nations, providing training, equipment and infrastructure required to build their capacity*
- Conduct strategic engagement: *CN efforts provide mil-to-mil and mil-to-civ engagement opportunities*
- Enable host countries to provide good governance: *CN efforts allow partner nations to gain control of their borders and ungoverned spaces*

## **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**

# **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**

- Enable the success of integrated foreign assistance: *CN efforts are a vital part of the security assistance offered to partner nations*

Overall, the Department's CN efforts contribute to homeland defense, foster cooperation with U.S. agencies and strengthen alliances with partner nations, and form relationships with new international partners otherwise reluctant to cooperate with DoD in counterterrorism and other military activity. Continuing CN efforts are critical to meeting the Department's responsibilities in the National Drug Control Strategy.

## **INTELLIGENCE AND TECHNOLOGY SUPPORT:**

**Situation:** The very nature of smuggling requires the Department of Defense to collect intelligence from all sources in order to detect and monitor illicit drug trafficking, and to provide that information to the appropriate interdiction forces. Accordingly, the Department considers this request and the FY 2014 Congressional Justification Book for the Drug Interdiction and Counterdrug Activities appropriation as notice to Congress pursuant to 50 U.S.C. § 414 (a) (3) (C), that the Department of Defense intends to make funds appropriated for Drug Interdiction and Counterdrug Activities of the Department of Defense available for the all source collection of counterdrug intelligence.

**Strategy:** The use of new technology continues to be instrumental in combating narcoterrorist activities. DoD will continue to test, evaluate, develop and deploy technologies that are used to collect and survey suspect narcoterrorist smuggling operations in the air, land, or sea. DoD actively pursues the merging of disparate data and sensor feeds into a common operating picture, to provide worldwide counternarcotics elements with counter-narcoterrorism intelligence and operational awareness.

## **DOMESTIC SUPPORT:**

**Situation:** Since 1989, the Department of Defense has provided military support to domestic law enforcement agencies at the State, local and Federal levels, providing the requested operational, training and intelligence support.

**Strategy:** DoD limits its domestic contributions to the counternarcotics efforts to those functions that are militarily unique and benefit the Department's primary missions. Primary responsibility for military support to domestic law enforcement resides with the National Guard, thus freeing active duty and Reserve units for operations in support of the overseas contingency operations. Domestic support includes translation, intelligence, communications, aerial and ground reconnaissance, transportation, border fence and road construction, eradication (excluding contraband destruction), and training.

## **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**



# **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**

## **DEMAND REDUCTION:**

**Situation:** Illegal drugs are readily available to Department of Defense service and civilian members; the use is incompatible with their military mission and responsibilities in security sensitive positions.

**Strategy:** The Department's approach emphasizes prevention of drug use through pre-accession and random drug testing, anti-drug education and outreach programs. Emphasis is placed on deterring drug use, to include the misuse of prescription medications, through cost effective drug testing with appropriate consequences for members who are identified as drug users. The Department randomly tests all military members at a minimum rate of one test per year per member and civilian employees in testing designated positions once every two years.

## **SUMMARY OF FY 2014 FUNDING REQUEST:**

**International Support (\$505.5 million):** The FY 2014 request includes a decrease of \$25.5 million for International Support from FY 2013. Counter-narcoterrorism programs support efforts in the U.S. Central Command, U.S. Southern Command, U.S. Pacific Command, U.S. Northern Command (Mexico), U.S. Africa Command and U.S. European Command Areas of Responsibilities (AORs) to detect, interdict, disrupt or curtail activities related to substances, material, weapons or resources used to finance, support, secure, cultivate, process or transport illegal drugs. CN funds will support operations in these AORs, including Section 1033 support; detection and monitoring platforms and assets; and AOR Command and Control support, including operations of Joint-Interagency Task Forces West and South.

**Intelligence and Technology Support (\$188.2 million):** The FY 2014 request includes a decrease of \$7.1 million for Intelligence and Technology Support from FY 2013. Intelligence programs collect, process, analyze, and disseminate information required for counter-narcoterrorism operations. Technology programs increase the Department's abilities to target narco-terrorist activity. CN funds will provide counter-narcoterrorism intelligence support and analysis; signals intelligence (SIGINT) collection and processing; Military Service and Special Operations command and control programs; and CN Technology efforts.

**Domestic Support (\$122.3 million):** The FY 2014 request includes a decrease of \$40.9 million for Domestic Support from FY 2013. This funding will continue to support federal, state and local drug law enforcement agencies (DLEAs) requests for domestic operational and logistical support, and will assist the DLEAs in their efforts to reduce drug-related crime. Specifically, funds will support the portion of the National Guard State Plans that supports domestic law enforcement efforts and counter-narcoterrorism schools. Funds will also provide Domestic Operational Support, such as US Northern Command (NORTHCOM) counter-

## **DRUG INTERDICTION AND COUNTERDRUG ACTIVITIES, DEFENSE**

narcoterrorism support to DLEAs and Title 10 National Guard translation efforts. DOD CN funds will support domestic detection and monitoring efforts such as tethered aerostats, as the DoD continues to transition this capability to the Department of Homeland Security.

**Drug Demand Reduction (\$122.6M)**: The FY 2014 request includes an increase of \$12.8 million for Demand Reduction from FY 2013. This funding will support efforts to detect and deter the misuse of illicit and prescription drugs among military personnel. A total of \$9.2 million is for the Military Services, National Guard, and DoD Agencies outreach, prevention and education programs, \$36.1 million is for drug test collections, and \$77.3 million is for drug testing laboratories and associated costs. These funds support a minimum of 100 percent random drug testing for active duty military, National Guard and Reserve personnel; drug testing for all DoD civilian employee applicants and civilians in testing designated positions once every two years; drug abuse prevention/education activities for military and civilian personnel and their dependents.

# OVERSEAS CONTINGENCY OPERATIONS TRANSFER FUND (OCOTF)

*\$ in Millions*

<b><u>FY 2012 Enacted</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b><u>FY 2013 Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b><u>FY 2014 Estimate</u></b>
-	-	-	-	-	-	<b>5.0</b>

Public Law 104-201, FY 1997 Department of Defense Appropriations Act, established the Overseas Contingency Operations Transfer Fund (OCOTF) to meet operational requirements in support of emerging contingency operations without disrupting approved program execution or force readiness. The congress established OCOTF as a “no year” transfer account to relieve the pressure of unfunded operational requirements through the transfer of funding to the DoD Components based on actual execution experience as unforeseen events unfold during the year of execution<sup>1</sup>.

The Department is requesting \$5.0 million in the OCOTF for FY 2014 to cover cost for emergent military overseas contingency operations. This amount would provide support for operations other than those funded in war-related budget requests or from the base budget.

Military operations in Afghanistan, Philippines, and Horn of Africa are funded through the war budget (using overseas contingency operations funds); however, there are no amounts included in the war budget for conducting other emergent operations. There are some on-going overseas contingency operations funded in the base budget (e.g., Operation TRANS SAHARA, Operation NOBLE EAGLE, and Operation CARIBBEAN AND CENTRAL AMERICA). Additionally, there are funds included in the base budget for funding disaster relief and humanitarian assistance operations. There are no funds requested within these programs to fund other critical, emergent overseas contingency operations.

The amounts requested in the OCOTF appropriation would be used to fund critical, emergent non-disaster relief/humanitarian assistance operations. An example of a critical, emergent operation is Operation OBSERVANT COMPASS (Counter Lord’s

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<sup>1</sup> The balance in the FY 2010 Base Budget for the OCOTF, as of January 2013, is \$9.972 million. This amount reflects carryover amounts from FY 2004 and FY 2005 appropriations for the OCOTF. This amount is subject to sequester pursuant to the Budget Control Act of 2011 (Public Law No: 112-25) and may change.

## **OVERSEAS CONTINGENCY OPERATIONS TRANSFER FUND (OCOTF)**

Resistance Army). This operation was not included in the Department's base budget because it was not on-going at the time the budget was prepared or it had an end date preceding the beginning of the budget year.

The amount requested provides the Department with the flexibility to provide funding for small, but essential, DoD contingency operations that support international emerging requirements, that otherwise would require DoD to forfeit readiness and training funds in order to provide support.

# OVERSEAS HUMANITARIAN, DISASTER ASSISTANCE, AND CIVIC AID

*\$ in Millions*

<b><u>FY 2012 Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b><u>FY 2013 Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b><u>FY 2014 Estimate</u></b>
<b>117.4</b>	<b>3.3</b>	<b>-11.9</b>	<b>108.8</b>	<b>4.5</b>	<b>-3.8</b>	<b>109.5</b>

The Overseas Humanitarian, Disaster Assistance, and Civic Aid (OHDACA) program includes the following:

- Humanitarian Assistance Program;
- Humanitarian Mine Action Program; and the
- Foreign Disaster Relief Program.

The OHDACA programs support U.S. military forces in meeting two key requirements. The first is to maintain a robust overseas presence aimed at shaping the international security environment in a manner that deters would-be aggressors, strengthens friends and allies, and promotes peace and stability in unstable regions. The second requirement is for U.S. forces to respond effectively when called upon to assist the victims of storms, earthquakes, and other natural or manmade disasters outside the U.S. and Territories.

The OHDACA programs meet these needs by providing the regional Combatant Commanders (COCOM) with an unobtrusive, low-cost, but highly effective vehicle to carry out their peacetime engagement missions, while providing a valuable training benefit for U.S. troops. Furthermore, OHDACA augments the COCOM capabilities to respond rapidly and effectively to humanitarian crises. In providing relief to areas of need, the U.S. military gains substantial training benefits and obtains access to regions important to U.S. interests. The OHDACA programs enhance readiness across a number of operational areas including: command, control, communication and intelligence (C3I); civil affairs; and logistical support.

The programs conducted under OHDACA are coordinated with the Department of State and approved by the Office of the Secretary of Defense to ensure U.S. Government (USG) unity of effort and compliance with national security and foreign policy interests. In the process of carrying out these activities, a small amount of funding efficiently fosters multiple USG goals.

The FY 2014 OHDACA budget request is \$109.5 million. The details, by major category, are described below:

# OVERSEAS HUMANITARIAN, DISASTER ASSISTANCE, AND CIVIC AID

## Humanitarian Assistance Program and Funding

*\$ in Millions*

	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
<b>Total Program</b>	<b>108.8</b>	<b>83.7</b>	<b>84.3</b>

The **Humanitarian Assistance Program** supports three objectives. These objectives are designed to (1) help avert political and humanitarian crises, (2) promote democratic development and regional stability, and (3) enable countries to recover from conflicts. These funds provide for HA projects for all COCOM's. The HA projects and activities accomplish the three objectives by: donating and transporting excess non-lethal DoD property, supporting improved military presence in friendly nations, providing positive civilian/military interaction through addressing basic needs of local nationals, and by enabling the COCOM to assist countries by improving local crises response capacity to emergencies in their region. Funds would be spent on: transportation; provision of excess property; and other targeted assistance for disaster preparedness and mitigation. The funding also provides for acquisition, provision, and distribution of relief supplies; acquisition and shipment of transportation assets to assist in distribution; refurbishment and restoration of excess Defense equipment; and inspection, packaging and intermediary warehouse storage until excess items can be delivered. Current plans call for the COCOM to conduct HA activities as part of their regional security cooperation strategy. HA projects also include those that assist Non-Government Organizations (NGO) and recipient countries in building indigenous capabilities to respond to emergencies. Building this capability reduces the potential need for United States military involvement in future crisis response.

# OVERSEAS HUMANITARIAN, DISASTER ASSISTANCE, AND CIVIC AID

## Humanitarian Mine Action Program and Funding

*\$ in Millions*

	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
<b>Total Program</b>	<b>3.8</b>	<b>5.1</b>	<b>5.2</b>

The **Humanitarian Mine Action Program** supports the geographical COCOM planned humanitarian demining training and education activities. The COCOM plans include: assessments of newly designated countries; ongoing worldwide training operations; incremental funding of high-priority, emerging operations; and evaluations of current programs to determine if projected “end states” have been met.

## Foreign Disaster Relief

*\$ in Millions*

	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
<b>Total Program</b>	<b>4.8</b>	<b>20.0</b>	<b>20.0</b>

The **Foreign Disaster Relief** funding is requested specifically for disasters and maintains the standard two-year appropriation life-cycle as the rest of the OHDACA appropriation. However, should a large scale disaster occur during this period, it is likely that additional funding could be required. This funding supports the capacity of the Department, through the COCOM, to respond to natural and man-made disasters and to the humanitarian aspects of security crises. The emergency response program includes logistical support, search and rescue, medical evacuation, and refugee assistance, in the form of both supplies and services.

# OFFICE OF INSPECTOR GENERAL

## DEFENSE - WIDE

*\$ in Millions*

<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>2</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>2</sup> Estimate</b>
<b>\$336.7</b>	<b>\$2.6</b>	<b>-\$65.5</b>	<b>\$273.8</b>	<b>\$3.0</b>	<b>\$35.3</b>	<b>\$312.1</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding						
<sup>2</sup> FY 2013 and FY 2014 excludes OCO funding						

### **Description of Operations Financed:**

The Office of Inspector General (OIG) audits, investigates, inspects, and evaluates the programs and operations of the Department of Defense (DoD) and, as a result, recommends policies and process improvements that promote economy, efficiency, and effectiveness in DoD programs and operations. In FY 2012, the OIG achieved \$85 million in savings and \$3.55 billion in recovery. The Inspector General is the only DoD official authorized to issue opinions on the financial statements of the DoD.

### **Overall Assessment:**

The FY 2014 budget request of \$312.1 million reflects a programmatic increase of \$35.3 million. This increase represents an increase in civilian personnel support that enables additional investigations and financial audits in support of management's emphasis of obtaining auditable financial statements.



## SUPPORT FOR INTERNATIONAL SPORTING COMPETITIONS

*\$ in Millions*

<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013 <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014 <u>Estimate</u></b>
<b>1.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<sup>1</sup> /Reflects actual and anticipated obligations, not new obligation authority						

The Support for International Sporting Competitions (SISC), Defense appropriation is a no-year appropriation that provides for continuing Department of Defense (DoD) support to national and international sporting events that are either certified by the Attorney General or support specific organizations such as the Special Olympics, Paralympics, and the United States Olympic Committee's (USOC) Paralympic Military Program. Funds are still available from the FY 2003 DoD Appropriations Act (P.L. 107-248).

The Department is not requesting additional appropriated funds for FY 2014. In FY 2012, the Department supported 14 sporting events including the 2012 Paralympic Games in London, the Special Olympics Team USA Training Camp, and 12 events sanctioned by the United States Olympic Committee under the Paralympic Military Program. In FY 2013, the Department plans to support up to 19 sporting events, including the 2013 Special Olympics World Winter Games and up to 18 events sanctioned by the United States Olympic Committee under the Paralympic Military Program. The current account balance in the SISC account is approximately 3.3 million, which is available until expended.

These funds are available to fund safety, security and logistical requirements for certain sporting competitions. Under the authority of 10 U.S.C., section 2564, the Department has the authority to assist Federal, State or local agencies in support of civilian sporting events, if the Attorney General certifies that such assistance is necessary to meet essential security and safety needs.

## **SUPPORT FOR INTERNATIONAL SPORTING COMPETITIONS**

# LAND FORCES

*\$ in Millions*

	<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY2013<sup>2</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>2</sup> Estimate</b>
<b>Army Active</b>	7,163.5	126.2	-3,329.4	3,960.3	4.6	-752.0	3,212.9
<b>Army Reserve</b>	1,259.3	17.1	86.6	1,363.1	9.8	16.8	1,389.7
<b>Army National Guard</b>	1,710.1	18.2	152.8	1,881.0	-2.4	9.9	1,888.5
<b>Marine Corps Active</b>	2,154.8	38.0	-1,404.7	788.1	6.0	43.0	837.0
<b>Marine Corps Reserve</b>	111.8	2.0	-24.1	89.7	0.9	5.6	96.2
<b>Total</b>	<b>12,399.4</b>	<b>201.5</b>	<b>-4,518.8</b>	<b>8,082.1</b>	<b>18.9</b>	<b>-676.6</b>	<b>7,424.3</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

The Land Forces program describes those resources committed to the training and sustainment of the Department's land forces. Land Forces funding resides within the Land Forces activity group for the Army's Active, Reserve, and National Guard Components; and the Operational Forces subactivity group for both the Marine Corps' Active and Reserve Components. The FY 2014 President's Budget reflects a net program decrease of \$676.6 million from FY 2013 levels; mainly attributable to migration of funding from the baseline budget to the OCO budget for operation costs associated with the Army over strength above the enduring 490,000 level.

## **ARMY**

The Army's Land Forces program provides Ground Operating Tempo (OPTEMPO) resources to train and sustain the active component combat forces readiness levels consistent with mission requirements. The budget supports the Active Component ground OPTEMPO training strategy, encompassing actual miles driven for home station training (HST) and Combat Training Center (CTC) rotations as well as virtual miles associated with using simulators, such as the Close Combat Tactical Trainer (CCTT) and the Unit Conduct of Fire Trainer (UCOFT). The resourced training miles in each FY reflect all units across the force in a phased, expeditionary cycle at various Army Force Generation (ARFORGEN) readiness levels. Expenses include fuel, supplies, repair parts, travel, and transportation associated with day-to-day unit training operations and special training activities. The FY 2014 request reflects a program decrease of \$752.0 million.

## **LAND FORCES**

The Army's primary Ground OPTEMPO metric is the Full Spectrum Training Mile (FSTM), which was introduced in FY 2012. The FSTM metric is based on a composite average of key units and vehicles that conduct decisive action (Full Spectrum Operations) training and encompasses actual miles driven for home station training (HST) and Combat Training Center (CTC) rotations as well as virtual miles driven in simulators such as the Close Combat Tactical Trainer (CCTT) and the Unit Conduct of Fire Trainer (UCOFT). The composition of vehicles in the FSTM metric includes the M1 Tank, M2 Infantry Fighting Vehicle, M3 Cavalry Fighting Vehicle, Stryker Vehicles, and the Up Armored HMMWV. This composite metric offers a more holistic representation of the key units and equipment that consume OPTEMPO resources than the Tank Mile metric, which is limited to miles driven in the M1 Tank.

The Army's goal is to fund 1,064 FSTM to execute the Combined Arms Training Strategy (CATS) and prepare Army forces to conduct regular and irregular warfare against both conventional and hybrid threats. The FY 2014 President's Budget decreases the Ground OPTEMPO for non-deployed units from 1,249 FSTM in FY 2013 to 881 FSTM in FY 2014. The risk associated with funding OPTEMPO below target levels is acceptable due to the migration of funding from the Baseline budget to the OCO budget for operation costs associated with the Army over strength above the enduring 490,000 level.

### **ARMY RESERVE**

The FY 2014 request reflects program growth of \$16.8 million. The Army Reserve's goal is to fund 1,589 FSTM. The request increases the Ground OPTEMPO for non-deployed units from 1,273 FSTM in FY 2013 to 1,540 FSTM in FY 2014. The increase in OPTEMPO funding reflects the implementation of the new event menu matrix training strategy to maximize readiness within the ARFORGEN cycle.

### **ARMY NATIONAL GUARD**

The FY 2014 request reflects program growth of \$9.9 million. The Army National Guard's goal is to fund 981 FSTM. The request increases the Ground OPTEMPO for non-deployed units from 687 FSTM in FY 2013 to 691 FSTM in FY 2014. This increase is attributed to the additional OPTEMPO requirements to partially fund the Army National Guard as an operational force, increased capability through Army Modular Forces formation, and a force structure designed to train for decisive actions.

# **LAND FORCES**

## **MARINE CORPS**

The Operating Forces are considered the core element of the Marine Corps. About 71 percent of all active duty Marines are assigned to the Operating Forces. They provide the forward presence, crisis response and fighting power available to the Combatant Commanders. The Land Forces program supports the forces that constitute the Marine Air-Ground Team and Marine Security Forces at naval installations and aboard naval vessels. It provides for their training and routine operations, maintenance and repair of organic ground equipment, routine supplies, travel, per diem and emergency leave, information technology and internet support, and replenishment and replacement of both unit and individual equipment; as well as the movement of troops to participate in exercises directed by higher authority or the Commandant of the Marine Corps.

Program funding increases by \$43.0 million from FY 2013 to FY 2014. The increase is driven by resuming rotational deployments to the Pacific Command theater, including Okinawa and Australia, and increased Intelligence, Surveillance, and Reconnaissance capabilities for Marine Expeditionary Units through the use of a Scan Eagle contract. This is offset by a one-time realignment of equipment maintenance funding to the OCO budget.

The FY 2014 request funds Marine Corps deployable days to the target level of 88 percent.

## **MARINE CORPS RESERVE**

The FY 2014 President's Budget reflects a net program increase of \$5.6 million from FY 2013 funding levels. The increase is attributed to medical equipment, reserve forces and readiness training, intermediate and organizational maintenance, and corrosion prevention and control.

The FY 2014 request funds Marine Corps Reserve deployable days to the target level of 88 percent.

# LAND FORCES

## ARMY ACTIVE GROUND OPTEMPO

	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
<b><u>Full Spectrum Training Miles (FSTM)</u></b>			
FSTM Required (Live Training)	1,595	1,513	1,027
FSTM Required (Virtual Training)	<u>36</u>	<u>38</u>	<u>37</u>
<b>Total FSTM Required (Live + Virtual)</b>	<b>1,631</b>	<b>1,551</b>	<b>1,064</b>
FSTM Executed/Budgeted (Live Training)	1,023	1,211	844
FSTM Executed/Budgeted (Virtual Training)	<u>30</u>	<u>38</u>	<u>37</u>
<b>Total FSTM Budgeted (Live + Virtual)</b>	<b>1,053</b>	<b>1,249</b>	<b>881</b>
Percentage of Total Requirement that is Executed/Budgeted	65%	81%	83%

# LAND FORCES

## ARMY RESERVE GROUND OPTEMPO

	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
<b><u>Full Spectrum Training Miles (FSTM)</u></b>			
FSTM Required (Live Training)	2,093	2,089	1,589
FSTM Executed/Budgeted (Live Training)	1,142	1,273	1,540
Percentage of Total Requirement that is Executed/Budgeted	55%	61%	97%

# LAND FORCES

## ARMY NATIONAL GUARD GROUND OPTEMPO

	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
<b><u>Full Spectrum Training Miles (FSTM)</u></b>			
FSTM Required (Live Training)	1,230	1,222	968
FSTM Required (Virtual Training)	<u>13</u>	<u>13</u>	<u>13</u>
<b>Total FSTM Required (Live + Virtual)</b>	<b>1,243</b>	<b>1,235</b>	<b>981</b>
FSTM Budgeted (Live Training)	764	673	678
FSTM Budgeted (Virtual Training)	<u>13</u>	<u>14</u>	<u>13</u>
<b>Total FSTM Budgeted (Live + Virtual)</b>	<b>777</b>	<b>687</b>	<b>691</b>
Percentage of Total FSTM Requirement that is Budgeted	63%	56%	70%

# LAND FORCES

## MARINE CORPS ACTIVE DEPLOYABLE DAYS

	<b><u>FY 2012</u></b>	<b><u>FY 2013</u></b>	<b><u>FY 2014</u></b>
Total Possible Deployable Days	98,550	97,455	97,455
Reported Deployable Days	86,724	85,760	85,760
Percentage Achieved/Budgeted	88%	88%	88%
Performance Goal	88%	88%	88%
Equipment Maintenance & Training Funding (\$ in Millions)	697.6	788.1	837.0
Cost Per Deployable Day (\$ in Thousands)	6.11	6.62	7.05

## MARINE CORPS RESERVE DEPLOYABLE DAYS

	<b><u>FY 2012</u></b>	<b><u>FY 2013</u></b>	<b><u>FY 2014</u></b>
Total Possible Deployable Days	21,900	22,265	22,265
Reported Deployable Days	19,272	19,593	19,593
Percentage Achieved/Budgeted	88%	88%	88%
Performance Goal	88%	88%	88%
Equipment Maintenance & Training Funding (\$ in Millions)	61.1	70.9	75.3
Cost Per Deployable Day (\$ in Thousands)	3.18	3.62	3.84



## SHIP OPERATIONS

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY2013<sup>2</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2014<sup>2</sup></b>
	<b>Actual</b>	<b>Growth</b>	<b>Growth</b>	<b>Estimate</b>	<b>Growth</b>	<b>Growth</b>	<b>Estimate</b>
<b>Active Forces</b>	<b>14,179.3</b>	<b>528.7</b>	<b>-2,847.0</b>	<b>11,861.1</b>	<b>-304.3</b>	<b>-394.3</b>	<b>11,162.5</b>
Mission and Other Ship Operations	5,213.9	390.7	-918.0	4,686.5	-392.8	-408.9	3,884.8
Ship Operational Support and Training	766.7	13.5	-11.0	769.2	7.9	-42.2	734.9
Ship Maintenance	6,894.3	102.0	-1,906.3	5,090.0	62.7	38.8	5,191.5
Ship Depot Operations Support	1,304.5	22.6	-11.7	1,315.4	17.9	18.0	1,351.3
<b>Reserve Forces</b>	<b>132.4</b>	<b>4.8</b>	<b>-5.8</b>	<b>131.4</b>	<b>0.4</b>	<b>-10.9</b>	<b>120.9</b>
Mission and Other Ship Operations	60.7	3.4	18.1	82.2	-0.4	-5.8	75.9
Ship Operational Support and Training	0.6	0.0	0.0	0.6	0.0	0.0	0.6
Ship Maintenance	71.1	1.4	-23.9	48.6	0.8	-5.1	44.4
<b>GRAND TOTAL</b>	<b>14,311.7</b>	<b>533.5</b>	<b>-2,852.8</b>	<b>11,992.5</b>	<b>-303.9</b>	<b>-405.2</b>	<b>11,283.4</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding			
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

### DESCRIPTION OF OPERATIONS FINANCED

The sub-activity groups within ship operations and ship maintenance fund the active and reserve operating tempo (OPTEMP), engineering and logistical support, maintenance, planning, and technical support to maintain and deploy combat ready ships. From these activities, the Navy purchases ship fuel, repair parts, utilities, consumable supplies, and maintenance from fleet intermediate maintenance facilities and public and private shipyards. Funding to charter logistics support and other ships from the Military Sealift Command (MSC), payments to the Department of Energy (DOE) for consumed nuclear fuel as well as storage and processing of expended nuclear cores are also financed within these sub-activity groups.

The FY 2014 active and reserve ship operations and maintenance budget decreased by \$709.1 million from the FY 2013 level. The decrease from FY 2013 to FY 2014 is comprised of a price decrease of \$303.9 million and a net program decrease of \$405.2 million.

### SHIP OPERATIONS

## **SHIP OPERATIONS**

### **PROGRAM DATA**

The FY 2014 Navy Active forces ship operations request provides \$11,162.5 million, which includes price decrease of \$304.3 million and a net program decrease of \$394.3 million below the FY 2013 level that is comprised of the following key components:

Mission and Other Ship Operations has a price decrease of \$392.8 million and a net program reduction of \$408.9 million from FY 2013 to FY 2014. The program reduction is primarily due to the Baseline to OCO transfer of six (6) deployed and four (4) non-deployed days per quarter leaving the base requirement of 45 deployed and 20 non-deployed days per quarter, reduced from 51 deployed and 24 non-deployed days per quarter in FY 2013. There are also programmatic decreases that reflect the costs associated with decommissioning of three (3) additional Cruisers (CGs) and two (2) Dock Landing Ships (LSDs) in FY 2014.

Ship Maintenance has price growth of \$62.7 million and a net program increase of \$38.8 million from FY 2013 to FY 2014. Program growth in FY 2014 is largely the result of increased scope and complexity related to the four (4) Overhauls, the three (3) Phased Maintenance Availabilities, and two (2) Planned Incremental Availabilities. An increase of four (4) Carrier Incremental Availability inductions is planned for FY 2014. There are also increases in Intermediate Level Maintenance and Continuous Maintenance due to increase in projected maintenance, material and contract costs for submarines and surface ship availabilities.

The FY 2014 Operation and Maintenance, Navy Reserve ship operations and maintenance request provides \$120.9 million, which includes a price increase of \$0.4 million and a net program decrease of \$10.9 million from the FY 2013 level. The total program decrease is primary due to two factors; (1) a reduction of \$5.8 million represents a lower fuel requirement associated with fewer steaming days, and (2) a reduction of \$5.1 million related to a decrease in non-scheduled ship maintenance requirements associated with a reduced Navy Reserve ship inventory.

## SHIP OPERATIONS

<u>Ship Inventory (End of Year)</u>	<u>FY 2012 Actual</u>	<u>Change</u>	<u>FY2013 Estimate</u>	<u>Change</u>	<u>FY 2014 Estimate</u>
<b>Battle Force Ships (Active, MSC, R. Battle Force)</b>	<b>289</b>	<b>-4</b>	<b>285</b>	<b>-12</b>	<b>273</b>
Navy Active	229	-8	221	-12	209
MSC Charter/Support	52	4	56	1	57
Reserve Battle Force	8	-4	8	-1	7

<u>Battle Force Ships Inventory Adjustments by Category</u>	<u>FY 2013</u>	<u>Gains</u>	<u>Losses</u>	<u>FY 2014</u>
Aircraft Carriers	10			10
Fleet Ballistic Missile Sub	14			14
Guided Missile (SSGN) Subs	4			4
Nuclear Attack Submarines	55	1	-1	55
Surface Combatants	101	1	-10	92
Amphibious Warfare Ships	31	1	-3	29
Combat Logistics Ships	32		-1	31
Mine Warfare Ships	14		-2	12
Support Ships	24	2		26
<b>Total</b>	<b>285</b>	<b>8</b>	<b>-17</b>	<b>273</b>

SHIP OPERATIONS

## SHIP OPERATIONS

	<u>FY 2012 Actuals</u>	<u>Change</u>	<u>FY 2013 Estimate</u>	<u>Change</u>	<u>FY 2014 Estimate</u>
<b><u>Operating Tempo (Underway Days per Quarter)*</u></b>					
<b>ACTIVE</b>					
Deployed	59	-8	51	-6	45
Non-Deployed	24	0	24	-4	20
<b>RESERVE</b>					
Deployed	51	-8	43	2	45
Non-Deployed	24	1	25	-5	20
<b><u>Ship Years (Less Ship Charter)</u></b>					
Conventional, O&M,N	161	8	169	-9	160
Nuclear, O&M,N	81	1	82	1	83
Conventional, O&M,NR	8	1.5	9.5	-1	8.5
<b><u>Ship Maintenance</u></b>					
<b>ACTIVE</b>					
Overhauls (Ship & Service Craft)	5	-1	4	0	4
Selected Restricted Availabilities	42	-13	29	-23	6
Planned Maintenance Availabilities	11	-7	4	-1	3
Planned Incremental Availabilities	4	-2	2	0	2
Carrier Incremental Availabilities	7	-3	4	4	8
<b>RESERVE</b>					
Selected Restricted Availabilities	3	-1	2	0	2
* FY 2012 includes Overseas Contingency Operations (OCO) funded underway days					

## SHIP OPERATIONS

# SHIP OPERATIONS

## **SHIP OPERATIONS**

Ship year data provides a more accurate indicator of the overall force level for that year. A ship year measures that portion of a fiscal year that a ship serves in the fleet. For example, a ship decommissioning on June 30th would have 0.75 ship years for that fiscal year (October through June) – whereas the end of year ship inventory would be zero.

Operating TEMPO or OPTEMPO are the days during which the ship is underway on its own power for three or more hours. If a ship is pier-side or at anchor, it is not considered an OPTEMPO day.

## **SHIP MAINTENANCE**

Ship depot level maintenance requires skills or facilities beyond the capacity or capability of organizational or intermediate level activities, public and private shipyards, naval ship repair facilities, and equipment depot maintenance facilities perform ship depot maintenance.

Ships are assigned maintenance availabilities in accordance with the class maintenance plan established for the ship class. Class maintenance plans vary but always include both shorter non-docking availabilities and longer docking availabilities. The primary categories of availabilities follow:

- Overhauls are docking availabilities, normally exceeding six months in duration to restore the ship, including all operating systems that affect safety or combat capability, to established performance standards.
- Planned Maintenance Availabilities (PMA) and Selected Restricted Availabilities (SRA) are relatively short and highly intensive availabilities averaging two to three months in duration during which both alterations and repairs are typically performed. They may be docking or non-docking.
- Planned Incremental Availabilities (PIA) / Carrier Incremental Availabilities (CIA) are availabilities specific to USS NIMITZ class Aircraft Carriers during which both alterations and repairs are typically performed. They may be docking or non-docking.

Three categories of depot level maintenance are performed outside of scheduled availabilities.

- Emergent Restricted Technical Availabilities (RA/TA) are used to repair unplanned discrepancies that must be corrected prior to the next scheduled availability.
- Other RA/TA is maintenance planned for execution between scheduled availabilities meant to maintain ships systems fully operational.
- Continuous Maintenance allows flexible execution of required Surface Ship depot level work during in port periods.

## **SHIP OPERATIONS**

## AIR OPERATIONS

*\$ in Millions*

<b><u>Funding Summary</u></b>	<b><u>FY 2012<sup>1</sup></u></b> <b><u>Actual</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2013<sup>2</sup></u></b> <b><u>Estimate</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2014<sup>2</sup></u></b> <b><u>Estimate</u></b>
<b>Army</b>	<b>905.9</b>	<b>10.7</b>	<b>207.5</b>	<b>1,124.1</b>	<b>-4.8</b>	<b>52.2</b>	<b>1,171.5</b>
<b>Army Reserve</b>	<b>51.1</b>	<b>1.6</b>	<b>4.7</b>	<b>57.4</b>	<b>0.6</b>	<b>0.1</b>	<b>58.1</b>
<b>Army National Guard</b>	<b>520.5</b>	<b>18.5</b>	<b>2.6</b>	<b>541.6</b>	<b>-5.8</b>	<b>-41.8</b>	<b>494.0</b>
<b>Navy</b>	<b>9,447.1</b>	<b>298.2</b>	<b>-1,047.2</b>	<b>8,698.2</b>	<b>-23.4</b>	<b>-23.7</b>	<b>8,651.4</b>
<b>Navy Reserve</b>	<b>797.4</b>	<b>30.7</b>	<b>-87.1</b>	<b>740.9</b>	<b>-2.0</b>	<b>-40.4</b>	<b>698.5</b>
<b>Air Force</b>	<b>29,666.6</b>	<b>1,094.8</b>	<b>-10,705.5</b>	<b>20,055.9</b>	<b>315.1</b>	<b>1,142.7</b>	<b>21,513.7</b>
<b>Air Force Reserve</b>	<b>2,565.4</b>	<b>88.1</b>	<b>-45.1</b>	<b>2,608.4</b>	<b>24.8</b>	<b>-29.5</b>	<b>2,603.7</b>
<b>Air National Guard</b>	<b>4,931.7</b>	<b>145.7</b>	<b>-21.5</b>	<b>5,055.9</b>	<b>67.0</b>	<b>484.2</b>	<b>5,607.1</b>
<b>USSOCOM</b>	<b><u>1,207.5</u></b>	<b><u>39.2</u></b>	<b><u>-132.8</u></b>	<b><u>1,113.9</u></b>	<b><u>12.6</u></b>	<b><u>-84.2</u></b>	<b><u>1,042.3</u></b>
<b>TOTAL</b>	<b>50,093.2</b>	<b>1727.5</b>	<b>-11,824.4</b>	<b>39,996.3</b>	<b>384.1</b>	<b>1,459.6</b>	<b>41,840.3</b>

<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

Numbers may not add due to rounding

<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding

To operate, to maintain, and to deploy aviation forces that support the national military strategy, Air Operations funding supports the following activities: (1) day-to-day operational activities or air operations; (2) organizational, intermediate, and depot level maintenance; (3) institutional training, unit training, and operational training; and (4) engineering and logistical support.

The FY 2014 budget request of \$41,840.3 million reflects an increase of \$1,843.7 million above the FY 2013 estimate. This includes price growth of \$384.1 million and a net program increase of \$1,459.6 million.

**AIR OPERATIONS**

# **AIR OPERATIONS**

## **ACTIVE ARMY**

The Army's Flying Hour Program (FHP) resources live aviation training for individual crewmembers and units according to approved aviation training strategies, providing individual and collective proficiency in support of ongoing combat and non-combat air operations. The aviation training strategies reflect a phased, expeditionary cycle for all units at various Army Force Generation (ARFORGEN) readiness levels to include a 6-month reset period. The Combined Arms Training Strategy (CATS) and Aircrew Training Manual for each type of aircraft establish specific flying hour requirements. The FHP also provides resources to train, sustain, and support non-OPTEMPO aviation unit execution of approved missions, including all institutional flight training administered by the U.S. Army Training and Doctrine Command (TRADOC) at the U.S. Army Aviation Center of Excellence. Approved programs of instruction and specified student loads determine TRADOC's flying hour requirements. FHP funds fuel, consumable repair parts, and depot level repair parts for the Army's rotary wing aircraft with the exception of the UH-72A. FHP only resources fuel for the Army's fixed wing fleet.

The Land Forces Air Operations includes flying hours for the following programs:

- Drug Interdiction and Counter-Drug activities,
- Combat Aviation Training Brigade at Fort Hood (the Army's collective trainer for the AH-64D Apache Longbow program),
- Combat Training Center support (National Training Center, Joint Readiness Training Center, and the Joint Maneuver Readiness in Germany), the Military District of Washington, and several other smaller units.

The Land Forces Air Operations program also funds flying hours for fixed wing aircraft in military intelligence aviation units, aviation support of the Reserve Officers Training Corps (ROTC) program, Multinational Force and Observers Operations, Sinai U.S. Army Central (ARCENT), three Air Ambulance Detachments in U.S. Army Forces Command, one Air Ambulance Detachment in U.S. Army South (ARSOUTH) and an Aviation Detachment in Japan supporting U.S. Army Pacific (USARPAC).

The Army's Flight Training program funds all flying hours required for TRADOC's Flight Training programs (Flight School XXI Initial Entry Rotary-wing courses through Advanced Pilot Training at Fort Rucker). Programs also include one Air Ambulance Detachment (Fort Rucker), the flight training program at the United States Army Intelligence Center of Excellence (Fort Huachuca), aviation support to the United States Army Maneuver Center of Excellence (Fort Benning), aviation support for TRADOC headquarters (Joint Base Langley-Eustis), and the United States Military Academy (West Point).

The Servicewide Support program funds flying hours to support a small contingent of Army aircraft in the Aviation and Missile Command (AMCOM) at the U.S. Naval Test Pilot School (USNTPS).

## **AIR OPERATIONS**

# AIR OPERATIONS

*\$ in Millions*

<b><u>Funding Summary</u></b>	<b><u>FY 2012<sup>1</sup></u></b> <b><u>Actual</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2013<sup>2</sup></u></b> <b><u>Estimate</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2014<sup>2</sup></u></b> <b><u>Estimate</u></b>
Land Forces Air Operations	564.0	6.3	160.8	731.1	-4.6	82.7	809.2
Flight Training	340.3	4.4	45.4	390.1	-0.2	-30.3	359.6
Servicewide Support	1.6	0.0	1.3	2.9	0.0	-0.2	2.7
<b>TOTAL</b>	<b>905.9</b>	<b>10.7</b>	<b>207.7</b>	<b>1,124.1</b>	<b>-4.8</b>	<b>52.2</b>	<b>1,171.5</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding			
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

<b><u>Program Data</u></b>	<b><u>FY 2012</u></b> <b><u>Actual</u></b>	<b><u>Change</u></b>	<b><u>FY 2013</u></b> <b><u>Estimate</u></b>	<b><u>Change</u></b>	<b><u>FY 2014</u></b> <b><u>Estimate</u></b>
Primary Authorized Aircraft	2,200	26	2,226	148	2,374
Total Aircraft Inventory					
Flying Hours (000)	514.1	62.8	576.9	-42.9	534.0
Percent Executed	81%				
OPTEMPO (Hrs/Crew/Month)	10.4		11.6		10.6

The FY 2014 budget request reflects an increase of \$47.4 million above the FY 2013 level. This includes a price decrease of \$4.8 million and a program increase of \$52.2 million.

**Land Forces Air Operations:** The FY 2014 budget request increases \$78.1 million from the FY 2013 level, with a price decrease of \$4.6 million and a program increase of \$82.7 million. The FY 2014 program increase is the result enhanced flying hours for all Combat Aviation Brigades (CABs), echelons and above brigade units, and Combat Aviation Training Brigade support.

**Flight Training:** The FY 2014 budget request decreases \$30.5 million from the FY 2013 level and reflects a price decrease of \$0.2 million and a program decrease of \$30.3 million. The major contributing factor for the program decrease is additional training seats in graduate rotary wing flight training to support activation of the 13<sup>th</sup> Combat Aviation Brigade. This decrement offsets the enhanced flying hours highlighted in the land forces submission and nets a total flying hour reduction.

**Servicewide Support:** The FY 2014 budget request reflects a program decrease of \$0.2 million in reduced flying hours for the Aviation and Missile Command's Navy Test Pilot School.

## AIR OPERATIONS



# AIR OPERATIONS

## ARMY RESERVE

The Army Reserve's Training Operations funds aviation training and operational requirements. The program includes fuel, consumable repair parts, and depot level repair parts to maintain the fleet. The program supports both unit training and operations. The Army Reserve's fixed wing and rotary wing units support the requirements of the warfighting Combatant Commanders. The Reserve fixed wing aircraft are an integral part of the military operational mission support airlift system.

*\$ in Millions*

<u>Funding Summary</u>	<u>FY 2012<sup>1</sup> Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 201<sup>2</sup> Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2014<sup>2</sup> Estimate</u>
Training Operations	51.1	1.6	4.7	57.4	0.6	0.1	58.1
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding			
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

<u>Program Data</u>	<u>FY 2012 Actual</u>	<u>Change</u>	<u>FY 2013 Estimate</u>	<u>Change</u>	<u>FY 2014 Estimate</u>
Primary Authorized Aircraft					
Rotary Wing	155.0	0	155.0	6.0	161.0
Fixed	40.0	0	40.0	0.0	40.0
Total Aircraft Inventory					
Rotary Wing	155.0	0	155.0	6.0	161.0
Fixed	40.0	0	40.0	0.0	40.0
Flying Hours (000)	38.10	2.2	40.3	1.8	42.1
OPTEMPO (Hrs/Crew/Month)					
Rotary Wing	5.3	0	5.6	0.3	5.9
Fixed	55.0	0	55.0	0.0	55.0

The FY 2014 budget request reflects a net increase of \$0.7 million. This includes a price increase of \$0.6 million and a program increase of \$0.1 million.

## AIR OPERATIONS

# **AIR OPERATIONS**

## **ARMY NATIONAL GUARD**

The Army National Guard Flying Hour Program provides training for fixed and rotary wing air crew members, aviation units, and supported combined arms teams to achieve and sustain designated combat readiness. Resources support the utilization, maintenance, and overhaul of aviation assets and related support equipment to sustain unit capabilities. These funds are required to maintain and train units for immediate mobilization and to provide administrative support.

*\$ in Millions*

<u><b>Funding Summary</b></u>	<u><b>FY 2012<sup>1</sup> Actual</b></u>	<u><b>Price Growth</b></u>	<u><b>Program Growth</b></u>	<u><b>FY 2013<sup>2</sup> Estimate</b></u>	<u><b>Price Growth</b></u>	<u><b>Program Growth</b></u>	<u><b>FY 2014<sup>2</sup> Estimate</b></u>
Air Operation	329.5	10.0	48.2	387.7	-9.6	26.5	404.6
Depot Maintenance	191.0	8.5	-45.6	153.9	3.8	-68.3	89.4
<b>TOTAL</b>	<b>520.5</b>	<b>18.5</b>	<b>2.6</b>	<b>541.6</b>	<b>-5.8</b>	<b>-41.8</b>	<b>494.0</b>
<sup>1</sup> FY 2011 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding		
<sup>2</sup> FY 2012 and FY 2013 exclude OCO funding							

<u><b>Program Data</b></u>	<u><b>FY 2012 Actual</b></u>	<u><b>Change</b></u>	<u><b>FY 2013 Estimate</b></u>	<u><b>Change</b></u>	<u><b>FY 2014 Estimate</b></u>
Primary Authorized Aircraft	1,452	34	1,486	25	1,511
Total Aircraft Inventory	1,452		1,486		1,511
Flying Hours (000)					
Rotary	193.0	-16.9	176.1	12.4	188.5
Fixed	31.0	26.2	57.2	-10.0	47.2
OPTEMPO (Hrs/Crew/Month)					
Rotary Wing	9.3	-3.0	6.3	0.1	6.4
Fixed	10.3	0.0	10.3	0.0	10.3

The FY 2014 budget request reflects a decrease of \$47.6 million. This includes a price decrease of \$5.8 million and a net program decrease of \$41.8 million. The air operations program increase of \$26.5 million is due to an increase in the number of rotary wing flying hours to support air crew members on newly acquired modernized aircraft and the conversion of OH-58A/C to UH-72A air

## **AIR OPERATIONS**

## **AIR OPERATIONS**

ambulance companies with additional air crews. The \$68.3 million decrease in depot maintenance reflects the replacement of legacy aircraft components and airframes with modernized equipment which initially requires less depot maintenance.

### **ACTIVE NAVY**

The Navy's Air Operations program funds the active Navy and Marine Corps flying hour operating tempo, intermediate, organizational and depot level maintenance, fleet training, engineering support, and logistical support to operate, maintain, and deploy aviation forces in support of the National Military Strategy. Navy Air Operations is subdivided into the following categories.

*\$ in Millions*

<u><b>Funding Summary</b></u>	<u><b>FY 2012<sup>1</sup> Actual</b></u>	<u><b>Price Growth</b></u>	<u><b>Program Growth</b></u>	<u><b>FY 2013<sup>2</sup> Estimate</b></u>	<u><b>Price Growth</b></u>	<u><b>Program Growth</b></u>	<u><b>FY 2014<sup>2</sup> Estimate</b></u>
Missions/Flight Operations	5,514.0	204.5	-800.4	4,918.1	-39.7	74.1	4,952.5
Fleet Air Training	1,805.0	65.0	16.8	1,886.8	-5.2	-55.2	1,826.4
Aviation Technical Data & Engineering Services	47.3	0.4	-3.6	44.0	0.5	-5.9	38.6
Air Operations and Safety Support	113.4	2.4	-14.3	101.6	1.9	-13.4	90.0
Air Systems Support	442.1	0.2	-67.4	374.8	7.5	-19.6	362.7
Aircraft Depot Maintenance	1,170.5	18.9	-228.7	960.8	5.4	-50.3	915.9
Aircraft Depot Operations Support	41.2	-0.1	-3.5	37.5	0.5	-2.2	35.8
Aviation Logistics	265.3	5.3	58.3	328.8	6.1	45.0	379.9
Flight Training	8.7	0.1	-3.3	5.5	0.1	3.8	9.3
Recruiting and Advertising	39.6	1.6	-1.0	40.3	-0.4	0.0	39.9
<b>TOTAL</b>	<b>9,447.1</b>	<b>298.2</b>	<b>-1,047.2</b>	<b>8,698.2</b>	<b>-23.4</b>	<b>-23.7</b>	<b>8,651.1</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## **AIR OPERATIONS**

## AIR OPERATIONS

<u>Program Data</u>	<u>FY 2012 Actual</u>	<u>Change</u>	<u>FY 2013 Estimate</u>	<u>Change</u>	<u>FY 2014 Estimate</u>
Primary Authorized Aircraft	3,027	97	3,124	13	3,137
Total Aircraft Inventory	3,693	-66	3,627	10	3,637
Total Flying Hours (000)	1,101.9	-45.9	1,056.0	-8.7	1,047.4
Tactical Fighter Wings	10	0	10	0	10
Average Crew Ratio	1.6	0	1.6	0	1.6
Hours Per Crew Per Month	20.7	-1.9	18.8	-0.2	18.6
Average T-Rating	T-2.5		T-2.5		T-2.5

The FY 2014 budget request reflects a decrease of \$47.1 million. This includes a price decrease of \$23.4 million and a net program decrease of \$23.7 million.

**Mission and Other Flight Operations:** FY 2014 budget request reflects a price decrease of \$39.7 million and program increase of \$74.1 million. The increase is primarily attributed to returning the inventory management function of the Navy's F/A-18E/F Super Hornet from contractor to organic support. In addition, there are enhancements in unmanned aerial systems flying hours.

**Fleet Air Training:** FY 2014 budget request reflects a price decrease of \$5.2 million along with a program decrease of \$55.2 million. The decrease is primarily due to a reduction in flying hours throughout the Test Pilot Schools.

**Aviation Technical Data and Engineering Services:** FY 2014 budget request incorporates a price increase of \$0.5 million and a programmatic decrease of \$5.9 million. The decrease is due to reductions in civilian and contractor engineering technical service personnel.

**Air Operations and Safety Support:** FY 2014 budget request reflects a price increase of \$1.9 million and program decrease of \$13.4 million. Program reductions result from decreases in aircraft launch and recovery equipment, air traffic control gear, and contract savings.

**Air Systems Support:** FY 2014 budget request accounts for price increase of \$7.5 million along with a program decrease of \$19.6 million. Programmatic reductions result from savings generated through engineering and logistic analysis.

**Aircraft Depot Maintenance:** FY 2014 budget request reflects a price increase of \$5.4 million and is offset by a programmatic reduction of \$50.3 million.

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## **AIR OPERATIONS**

**Aircraft Depot Operations Support:** FY 2014 budget captures a price increase of \$5.4 million along with a programmatic decrease of \$2.2 million. The programmatic reduction is primarily driven by reductions in depot support and industrial fund purchase.

**Aviation Logistics:** FY 2014 budget recognizes a price increase of \$6.1 million along with program growth of \$45.0 million. Increases driven mainly by logistic support in fielding of the Joint Strike Fighter and Performance Based Logistics (PBL) tied to support for the MV-22.

**Flight Training:** FY 2014 budget account for \$0.1 million in price growth and \$3.8 million in program growth to support flight screening and aviation training schools.

**Recruiting and Advertising:** FY 2014 reflects a price decrease of \$0.4 million and no programmatic adjustment in support of the Blue Angels.

# AIR OPERATIONS

## NAVY RESERVE

The Naval Air Force Reserve consists of one Air Logistics Wing with 12 squadrons, one Tactical Support Wing with six squadrons, four Helicopter Combat Support squadrons, two Maritime Patrol squadrons, and one Helicopter Anti-Submarine Squadron. The Fourth Marine Aircraft Wing (4th MAW) consists of nine squadrons and supporting units are budgeted for and maintained by Commander, Navy Reserve Force. The Air Operations activity group provides funding for all aspects of Navy and Marine Corps Reserve Component air operations from flying hours to specialized training, maintenance and associated support. Programs supporting Reserve Component Air Operations include: flying hours (fuel, consumables, depot-level repairables and contract maintenance); range operations; squadron and wing travel; specialized skill training and associated administrative support; Intermediate and Depot level maintenance; and Operational support such as command and control.

*\$ in Millions*

<b><u>Funding Summary</u></b>	<b><u>FY 2012<sup>1</sup></u></b> <b><u>Actual</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2013<sup>2</sup></u></b> <b><u>Estimate</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2014<sup>2</sup></u></b> <b><u>Estimate</u></b>
Missions/Flight Operations	640.3	28.1	-51.7	616.8	-4.4	-25.8	586.6
Intermediate Maintenance	14.8	0.2	0.1	15.1	0.2	-8.3	7.0
Air Operations and Safety Support	1.2	0.0	0.3	1.5	0.0	-1.5	0.0
Depot Maintenance	140.8	2.3	-35.9	107.3	2.1	-8.7	100.7
Depot Operations Support	0.3	0.0	0.1	0.4	0.0	-0.1	0.3
Aviation Logistics	0.0	0.0	0.0	0.0	0.0	3.9	3.9
<b>TOTAL</b>	<b>797.4</b>	<b>30.7</b>	<b>-87.1</b>	<b>740.9</b>	<b>-2.0</b>	<b>-40.4</b>	<b>698.5</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## AIR OPERATIONS

## **AIR OPERATIONS**

<u><b>Program Data</b></u>	<u><b>FY 2012 Actual</b></u>	<u><b>Change</b></u>	<u><b>FY 2013 Estimate</b></u>	<u><b>Change</b></u>	<u><b>FY 2014 Estimate</b></u>
Primary Authorized Aircraft	262	-9.0	253	4.0	257
Total Aircraft Inventory	262	-9.0	253	4.0	257
Total Flying Hours (000)	104.3	-1.5	102.8	-5.4	97.4
Tactical Support Wings	1.0	0.0	1.0	0.0	1.0
Hours Per Crew Per Month	13.4	0.5	13.9	-1.0	12.9
Average T-Rating Navy Reserve	T-2.6		T-2.6		T-2.6
Average T-Rating U.S. Marine Corps Reserve	T-2.0		T-2.0		T-2.0

The FY 2014 estimate reflects a decrease of \$2.0 million for pricing increase and a programmatic decrease of \$40.4 million. The Mission and Other Flight Operations program change reflects a net reduction of 5,400 flight hour due to the Navy's efficiency initiative. Depot maintenance was reduced to account for reduction in induction in aircraft and engines.

# AIR OPERATIONS

## ACTIVE AIR FORCE

The Air Force Air Operations funding provides the resources that support the Air Force combat forces. These activities provide for the operational flying requirements of bomber, fighter, mobility, and training forces stationed in the United States as well as overseas. Also included are resources supporting: land based intercontinental ballistic missiles; air launched strategic and tactical missiles; electronic warfare and defense suppression missions; combat command, control, and communications; combat aircrew training; and associated combat related base support.

Financing provides for the operating tempo, organizational and depot level maintenance, training, engineering support, logistical support, and base support to operate, maintain, and deploy aviation forces in support of the national military strategy. The FY 2014 budget request reflects an increase of \$1,457.8 million from the FY 2013 funding level. This includes a price increase of \$315.1 million and program increase totaling \$1,142.7 million.

The Air Operations activity is subdivided into the following categories:

*\$ in Millions*

<b>Funding Summary</b>	<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>2</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>2</sup> Estimate</b>
Primary Combat Forces	4,989.0	239.9	-2,255.8	2,973.1	37.3	285.4	3,295.8
Combat Enhancement Forces	2,659.3	83.6	-1,131.9	1,611.0	25.5	238.6	1,875.1
Air Operations Training	1,536.7	62.3	-126.2	1,472.8	21.9	64.4	1,559.1
Global C3I & Early Warning	991.6	18.9	-53.5	957.0	15.1	-58.3	913.8
Other Combat Operations Support Programs	1,178.8	20.9	-283.5	916.2	15.5	-14.9	916.8
Airlift Operations	5,439.4	330.0	-3,984.0	1,785.4	0.0	230.5	2,015.9
Flight Training	730.7	29.2	-9.3	750.6	7.1	34.6	792.3
Other Servicewide Activities	2,090.3	65.0	-1,060.8	1,094.5	2.6	-68.5	1,028.6
Security Program	1,251.6	18.8	-60.5	1,209.9	19.3	-1.4	1,227.8
Depot Maintenance	8,799.2	226.2	-1,740.0	7,285.4	170.8	432.3	7,888.5
<b>TOTAL</b>	<b>29,666.6</b>	<b>1,094.8</b>	<b>-10,705.5</b>	<b>20,055.9</b>	<b>315.1</b>	<b>1,142.7</b>	<b>21,513.7</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding			
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## AIR OPERATIONS



## **AIR OPERATIONS**

<b><u>Program Data</u></b>	<b><u>FY 2012 Actual</u></b>	<b><u>Change</u></b>	<b><u>FY 2013 Estimate</u></b>	<b><u>Change</u></b>	<b><u>FY 2014 Estimate</u></b>
<b>Primary Aircraft Inventory</b>					
Bombers	109	0	109	2	111
Fighters	1,074	-14	1,060	5	1,065
Training	943	62	1,005	38	1,043
Airlift	165	-12	153	118	271
Tanker	202	-4	198	-5	193
Other	654	19	673	-124	549
<b>TOTAL</b>	<b>3,147</b>	<b>51</b>	<b>3,198</b>	<b>34</b>	<b>3,232</b>

<b>Total Aircraft Inventory</b>					
Bombers	137	-3	134	2	136
Fighters	1,325	-19	1,306	-63	1,243
Training	1,180	60	1,240	24	1,264
Airlift	176	-17	159	138	297
Tanker	226	-5	221	-3	218
Other	703	23	726	-141	585
<b>TOTAL</b>	<b>3,747</b>	<b>39</b>	<b>3,786</b>	<b>-43</b>	<b>3,743</b>

Flying Hours (000)	845	17	862	29	890
ICBM Inventory – Minuteman II	450	0	450	0	450
Crew Ratios (Average)					
Bombers	1.34	0	1.34	0	1.34
Fighters	1.29	-0.04	1.25	0	1.25
OPTEMPO (Hrs/Crew/Month)					
Bombers	23.6	-13.4	10.2	1.9	12.11
Fighters	13.5	-1.5	12.0	1.2	13.2
Mission Capable Rates (%)					
Bombers	*		*		*
Fighters	*		*		*

\* Currently there is no approved Air Force method to reliably forecast Mission Capability rates.

## **AIR OPERATIONS**

## AIR OPERATIONS

**Primary Combat Forces:** The FY 2014 budget request includes a price increase of \$37.3 million and a program increase of \$285.4 million. The program increase is primarily driven by an investment in full-spectrum flying hours in support of the Combat Air Forces.

**Combat Enhancement Forces:** The FY 2014 budget request includes a price increase of \$25.5 million and a program increase of \$238.6 million. The program change is primarily driven by an investment in full-spectrum flying hours and readiness training in support of the Combat Air Forces along with funds to support the Global Hawk Block 30 and there are programmatic decreases as a result of the Wide-Area Airborne Surveillance (WASS), reduced levels of management support contracts, travel and other system adjustments.

**Air Operations Training:** The FY 2014 budget request includes a price increase of \$21.9 million and a program increase of \$64.4 million. The program change is primarily driven by investments in test and training range operations along with enhanced Distributed Mission Operations (DMO) support, and program decreases in readiness training efforts, management support contracts, travel and weapons system sustainment.

**Global C3I & Early Warning:** The FY 2014 budget request includes a price increase of \$15.1 million and a program decrease of \$58.3 million. Programmatic decrease is primarily due to civilian pay and other management efficiencies.

**Other Combat Operations Support Programs:** The FY 2014 budget request includes a price increase of \$15.5 million and a program decrease of \$14.9 million. The program change is primarily driven by civilian pay and management efficiencies.

**Airlift Operations:** The FY 2014 budget request includes a price increase of \$0.0 million and a program increase of \$230.5 million. The program increase is primarily attributed to the reversal of previous decision to monitor the Airlift Readiness Account and work in execution year if the cash balance warrants.

**Flight Training:** The FY 2014 budget request includes a price increase of \$7.1 million and a program increase of \$34.6 million. The program increase is primarily driven by an investment in enhanced flying hours and weapon system sustainment efforts.

**Servicewide Activities:** The FY 2014 budget request includes a price increase of \$2.6 million and a program decrease of \$68.5 million. The program change is primarily driven by civilian reductions and management efficiencies.

**Security Programs:** The FY 2014 budget request includes a price increase of \$19.3 million and a program decrease of \$1.4 million. The program change is primarily driven by reductions in civilian personnel costs.

**Depot Maintenance:** The FY 2014 budget request includes a price increase of \$170.8 million and a program increase of \$432.3 million. The program change is primarily driven by an increase for contractor logistics support and organic and contract depot support for programmed multiple mission and training platforms.

## AIR OPERATIONS

# **AIR OPERATIONS**

## **AIR FORCE RESERVE**

The Air Force Reserve Air Operations budget provides the resources to maintain and train units for immediate mobilization and to provide administrative support for the Air Reserve Personnel Center. The FY 2014 request provides for operation and training of 91 flying units, 373 mission support units, 9 Air Force Reserve flying installations, and flying and mission training of 70,400 Selected Reserve personnel. Activities supported include aircraft depot level operations, base and aircraft maintenance, medical treatment, civilian pay, travel/transportation, and maintenance of other equipment.

*\$ in Millions*

<u><b>Funding Summary</b></u>	<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>2</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>2</sup> Estimate</b>
Primary Combat Forces	1,851.4	63.8	71.0	1,986.2	7.0	-135.2	1,858.0
Mission/Flight Operations	113.8	0.9	-1.7	113.0	1.6	109.9	224.5
Depot Maintenance	<u>600.2</u>	<u>23.4</u>	<u>-114.4</u>	<u>509.2</u>	<u>16.2</u>	<u>-4.2</u>	<u>521.2</u>
<b>TOTAL</b>	<b>2,565.4</b>	<b>88.1</b>	<b>-45.1</b>	<b>2,608.4</b>	<b>24.8</b>	<b>-29.5</b>	<b>2,603.7</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## AIR OPERATIONS

<b><u>Program Data</u></b>	<b><u>FY 2012 Actual</u></b>	<b><u>Change</u></b>	<b><u>FY 2013 Estimate</u></b>	<b><u>Change</u></b>	<b><u>FY 2014 Estimate</u></b>
<b>Primary Aircraft Authorized (PAA)</b>					
Bombers	0	0	0	0	0
Fighters	90	-19	71	1	72
Training	26	0	26	24	50
Airlift	128	-24	104	6	110
Tanker	64	-4	60	0	60
Other	36	0	36	0	36
<b>TOTAL</b>	<b>344</b>	<b>-47</b>	<b>297</b>	<b>31</b>	<b>328</b>

<b>Total Aircraft Inventory (TAI)</b>					
Bombers	0	0	0	0	0
Fighters	101	-22	79	2	81
Training	28	1	29	29	58
Airlift	134	-24	110	11	121
Tanker	67	-5	62	0	62
Other	42	-1	41	-1	40
<b>TOTAL</b>	<b>372</b>	<b>-51</b>	<b>321</b>	<b>41</b>	<b>362</b>

<b>Flying Hours (000)</b>	<b>88.2</b>	<b>19.8</b>	<b>108.1</b>	<b>-5.8</b>	<b>102.2</b>
<b>Crew Ratio (Average per Aircraft)</b>					
Bombers	0		0		0
Fighters	1.25		1.25		1.25
<b>OPTEMPO (Hrs/Crew/Month)</b>					
Bombers	0	0	0	0	0
Fighters	12.94	1.91	14.85	-1.71	13.14

AIR OPERATIONS

## AIR OPERATIONS

**Primary Combat Forces (Air Operations):** The FY 2014 budget request reflects a net decrease of \$128.2 million. This includes a price increase of \$7.0 million and a program decrease of \$135.2 million. The program decrease is primarily attributed to reduced flying hours resulting from utilizing simulators to accomplish some training tasks along with the enterprise decision to “right size” the reserve associations.

**Mission Support Operations:** The FY 2014 budget request reflects a net increase of \$111.5 million. This includes a price increase of \$1.6 million and a program increase of \$109.9 million. The program increase is primarily driven by the Air Reserve Technician Conversion from Active Guard Reserve (AGR), sustaining contingency equipment, and standing up the independent cyber group.

**Depot Maintenance:** The FY 2014 budget request includes a net increase of \$12.0 million. This includes a price increase of \$16.2 million and a program decrease of \$4.2 million. The program decrease is primarily due scheduled programmed depot maintenance.

# **AIR OPERATIONS**

## **AIR NATIONAL GUARD**

The Air National Guard Air (ANG) Operations program provides for the flying and maintenance of ANG mission related aircraft. These funds also provide for the facilities, equipment, and manpower required to train, equip, and support the ANG force structure at a combat readiness level that enables the ANG to immediately assimilate into the active Air Force and to be capable of conducting independent operations in accordance with unit wartime taskings.

*\$ in Millions*

<u><b>Funding Summary</b></u>	<u><b>FY 2012<sup>1</sup> Actual</b></u>	<u><b>Price Growth</b></u>	<u><b>Program Growth</b></u>	<u><b>FY 2013<sup>2</sup> Estimate</b></u>	<u><b>Price Growth</b></u>	<u><b>Program Growth</b></u>	<u><b>FY 2014<sup>2</sup> Estimate</b></u>
Aircraft Operations	3,104.9	98.4	-73.3	3,130.0	20.0	221.9	3,371.9
Mission Support Operations	731.0	9.9	-59.1	681.8	10.6	27.9	720.3
Depot Maintenance	1,095.8	37.4	110.9	1,244.1	36.4	234.4	1,514.9
<b>TOTAL</b>	<b>4,931.7</b>	<b>145.7</b>	<b>-21.5</b>	<b>5,055.9</b>	<b>67.0</b>	<b>484.2</b>	<b>5,607.1</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## AIR OPERATIONS

<u>Program Data</u>	<u>FY 2012 Actual</u>	<u>Change</u>	<u>FY 2013 Estimate</u>	<u>Change</u>	<u>FY 2014 Estimate</u>
<b>Primary Authorized Aircraft</b>					
Bombers	--	--	--	--	--
Fighters	408	-75	333	54	387
Training	110	2	112	12	124
Airlift	197	-26	171	5	176
Tanker	176	-16	160	10	170
Other	142	-24	118	4	122
<b>TOTAL</b>	<b>1,033</b>	<b>139</b>	<b>894</b>	<b>85</b>	<b>979</b>

<b>Total Aircraft Inventory (TAI)</b>					
Bombers	--	--	--	--	--
Fighters	505	-86	419	40	459
Training	137	0	137	14	151
Airlift	203	-27	176	21	197
Tanker	183	-15	168	8	176
Other	163	-38	125	4	129
<b>TOTAL</b>	<b>1,191</b>	<b>-166</b>	<b>1,025</b>	<b>87</b>	<b>1,112</b>

Flying Hours (000)	196.26	-0.29	195.97	17.00	212.97
Crew Ratio (Average per Aircraft)					
Fighters	1.25		1.25		1.25
OPTEMPO (Hrs/Crew/Month)					
Fighters	7.61	1.23	8.29	0.77	9.06

## AIR OPERATIONS

## **AIR OPERATIONS**

**Primary Combat Forces Aircraft Operations:** Aircraft Operations reflects a net increase of \$241.9 million and includes price growth of \$20.0 million and program increases of \$221.9 million. The program increase is primarily driven by force structure changes brought about by the revised Total Force Proposal (TFP) to adjust the Air Guard's Primary Aircraft Authorization and the additional flying hours and weapons system sustainment required to maintain pilot proficiency and this operational fleet of assets.

**Mission Support Operations:** The FY 2014 budget reflects a net increase of \$38.5 million, This includes price increases of \$10.6 million and program increases of \$27.9 million. The major driver of the program increase include: restoring assets and sustainment support, enhanced psychological health programs, and re-priced civilian pay.

**Depot Maintenance:** The FY 2014 budget reflects a net increase of \$270.8 million, this includes price increases of \$36.4 million and program increases of \$234.4 million. The program increase is primarily driven by funding enhanced force structure Weapons System Sustainment (WSS) to at least 80 percent of requirements.



# **AIR OPERATIONS**

## **U.S. SPECIAL OPERATIONS COMMAND**

The Air Operations funding for the U.S. Special Operations Command (USSOCOM) supports Special Operations aviation assets. These aviation assets include Army and Air Force Active and Air Force Guard and Reserve units operating and maintaining uniquely equipped fixed and rotary wing aircraft. Funding enables operation and maintenance requirements necessary to provide highly trained aircrews and mission capable aircraft to accomplish Special Operations Forces (SOF) aviation missions including insertion, extraction, resupply, aerial fire support, air-to-air refueling, military information support operations, aerial security, medical evacuation, electronic warfare, mine dispersal, and command and control.

*\$ in Millions*

<u><b>Funding Summary</b></u>	<u><b>FY 2012<sup>1</sup> Actual</b></u>	<u><b>Price Growth</b></u>	<u><b>Program Growth</b></u>	<u><b>FY 2013<sup>2</sup> Estimate</b></u>	<u><b>Price Growth</b></u>	<u><b>Program Growth</b></u>	<u><b>FY 2014<sup>2</sup> Estimate</b></u>
USSOCOM-SOF Operations	1,207.5	39.2	-132.8	1,113.9	12.6	-84.2	1,042.3
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## **AIR OPERATIONS**

<b><u>Program Data</u></b>	<b><u>FY 2012 Actual</u></b>	<b><u>Change</u></b>	<b><u>FY 2013 Estimate</u></b>	<b><u>Change</u></b>	<b><u>FY 2014 Estimate</u></b>
<b>Primary Authorized Aircraft</b>					
Tactical/Mobility	330	19	349	15	364
Training	65	3	68	-3	65
<b>TOTAL</b>	<b>395</b>	<b>22</b>	<b>417</b>	<b>12</b>	<b>429</b>

<b>Total Aircraft Inventory</b>					
Tactical/Mobility	388		388	13	401
Training	65	3	68	-3	65
<b>TOTAL</b>	<b>453</b>	<b>3</b>	<b>456</b>	<b>10</b>	<b>466</b>

Flying Hours (000)	<b>231.6</b>	<b>-4.2</b>	<b>227.4</b>	<b>-51.0</b>	<b>176.4</b>
Crew Ratio (Average)	<b>1.5</b>		<b>1.5</b>		<b>1.5</b>
OPTEMPO (Hrs/Crew/Month)	<b>11.8</b>	<b>1.1</b>	<b>12.9</b>	<b>-0.8</b>	<b>12.1</b>
Primary Mission Readiness	75%		75%		75%

The FY 2014 budget reflects a net decrease of \$71.6 million from the FY 2013 level. This includes price increases of \$12.6 million and program decreases of \$84.2 million. The decrease is attributable to divesting older aircraft and reductions in enabling material and general support.

# UNITED STATES SPECIAL OPERATIONS COMMAND (SOCOM)

*\$ in Millions*

	<b>FY 2012<sup>1</sup> <u>Actual</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2013<sup>2</sup> <u>Estimate</u></b>	<b><u>Price Growth</u></b>	<b><u>Program Growth</u></b>	<b>FY 2014<sup>2</sup> <u>Estimate</u></b>
O&M, Defense-Wide	7,460.6	173.0	-2,542.6	5,091.0	74.5	96.0	5,261.5
Numbers may not add due to rounding							
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 excludes OCO funding							

## **Description of Operations Financed:**

The United States Special Operations Command's (USSOCOM) mission is to provide fully capable Special Operations Forces (SOF) to defend the United States and its interests, and to plan and synchronize operations against terrorist networks. To achieve this mission, SOF commanders and staff must plan and lead a full range of lethal and non-lethal special operations missions in complex and ambiguous environments. Likewise, SOF personnel serve as key members of Joint, Interagency, and International teams and must be prepared to employ all assigned authorities and apply all available elements of power to accomplish assigned missions. In this capacity, SOF personnel must maintain the highest degree of professionalism, cultural awareness, responsiveness and initiative.

The USSOCOM Fiscal Year (FY) 2014 Operation and Maintenance (O&M) budget directly supports the guidance set forth in the Defense Strategic Guidance and focuses on readiness and the continued recapitalization of Special Operations Forces (SOF). To support these efforts, resources were realigned to improve the command's ability to efficiently provide a ready, synchronized and agile force possessing multilateral capabilities that can identify, disrupt, and defeat a wide spectrum of threats. USSOCOM's support of the Defense Strategic Guidance can be described through four lines of effort: succeed in current conflicts; strengthen networks of cooperation; keep faith with our troops; and responsive resourcing.

The FY 2014 budget also includes the resources necessary to continue providing full spectrum, multi-mission global SOF that will provide the nation with a comprehensive set of unique capabilities, while simultaneously focusing on the health and development of personnel and their families.

**UNITED STATES SPECIAL OPERATIONS COMMAND (SOCOM)**

# **UNITED STATES SPECIAL OPERATIONS COMMAND (SOCOM)**

## **Overall Assessment:**

The United States Special Operations Command's (USSOCOM) baseline Operations and Maintenance (O&M) funding increases by \$170.5 million in FY 2014; of which, \$74.5 million is price growth and \$96. million is program growth. A significant portion of this increase can be attributed to the transition of enduring requirements supporting global operations from the FY 2014 Overseas Contingency Operations (OCO) Request into the baseline budget.

To support critical efforts, O&M resources were realigned or applied to the following initiatives: SOF warrior reconditioning and human performance program (WRP/HPP); preservation of the force and family resiliency programs, Joint Human Resource (PERSTEMPO Tracking) System (JHRS); USSOCOM sponsored regional SOF coordination center; USSOCOM wargame center; SOF enterprise advanced education programs; and support for financial auditability and compliance.

USSOCOM's O&M request also includes resources for the Command's Preserve the Force and Families (POTFF) initiative. The POTFF is designed to mitigate and minimize the physical and emotional effects of a decade-long war in which SOF personnel experienced continuous rates of high operational tempo.

Other significant O&M changes include additional funding to maintain fixed wing aircraft and weapon systems; utilize additional combat service support personnel; improve tactical and operational skills; build security capacity of partners; and provide additional support for classified units.

# INFORMATION OPERATIONS

*\$ in Millions*

<b>Program</b>	<b>FY 2012<sup>1</sup> Actual</b>	<b>Program Change</b>	<b>FY 2013<sup>2</sup> Estimate</b>	<b>Program Change</b>	<b>FY 2014<sup>3</sup> Estimate</b>
<b>Army O&amp;M</b>	<b>108.7</b>	<b>23.1</b>	<b>131.8</b>	<b>-122.0</b>	<b>9.8</b>
USAFRICOM	0.0	3.0	3.0	0.7	3.7
USAFRICOM (OCO)	3.7	-3.7	0.0	0.0	0.0
USEUCOM	0.0	3.0	3.0	0.0	3.0
USEUCOM (OCO)	8.6	-8.6	0.0	0.0	0.0
USSOUTHCOM	0.0	3.0	3.0	0.1	3.1
USSOUTHCOM (OCO)	4.6	-4.6	0.0	0.0	0.0
AFGHANISTAN (OCO)	91.8	31.0	122.8	-122.8	0.0
<b>Air Force O&amp;M</b>	<b>35.8</b>	<b>23.1</b>	<b>58.9</b>	<b>-16.6</b>	<b>42.3</b>
USCENTCOM	0.0	29.4	29.4	12.5	41.9
USCENTCOM (OCO)	32.3	-4.3	28.0	-28.0	0.0
USNORTHCOM	0.0	1.5	1.5	-1.1	0.4
USNORTHCOM (OCO)	3.5	-3.5	0.0	0.0	0.0
<b>Navy O&amp;M</b>	<b>3.7</b>	<b>-1.7</b>	<b>2.0</b>	<b>4.7</b>	<b>6.7</b>
USPACOM	0.0	2.0	2.0	4.7	6.7
USPACOM (OCO)	3.7	-3.7	0.0	0.0	0.0
<b>Defense Wide O&amp;M</b>	<b>53.4</b>	<b>5.5</b>	<b>58.9</b>	<b>-29.0</b>	<b>29.9</b>
USSOCOM	0.0	10.8	10.8	19.1	29.9
USSOCOM (OCO)	53.4	-5.3	48.1	-48.1	0.0
<b>Subtotal Base</b>	<b>0.0</b>	<b>52.7</b>	<b>52.7</b>	<b>36.0</b>	<b>88.7</b>
<b>Subtotal OCO</b>	<b>201.6</b>	<b>-2.7</b>	<b>198.9</b>	<b>-198.9</b>	<b>0.0</b>
<b>Total</b>	<b>201.6</b>	<b>50.0</b>	<b>251.6</b>	<b>-162.9</b>	<b>88.7</b>

Numbers may not add due to rounding

<sup>1</sup> FY 2012 include only Overseas Contingency Operations (OCO) funding because Congress moved all IO funding to OCO in FY 2012

all IO funding to OCO in FY 2012

<sup>2</sup> FY 2013 request for COCOM IO is in the base budget

<sup>3</sup> FY 2014 request for COCOM IO is in the base budget, OCO request will be addressed in separate submission.

## INFORMATION OPERATIONS

## **INFORMATION OPERATIONS**

Information Operation (IO) is the integrated employment, during military operations, of information related capabilities in concert with other lines of operation to influence, disrupt, corrupt, or usurp the decision-making of adversaries and potential adversaries while protecting our own. Military Information Support Operations (MISO), previously known as Psychological Operations (PSYOPS), are planned operations to convey selected information and indicators to foreign audiences to influence their emotions, motives, objective reasoning, and ultimately the behavior of foreign governments, organizations, groups, and individuals. This exhibit represents only COCOM and theater level Information Operations activities which include MISO.

The FY 2014 budget request of \$88.7 million includes base funding only. The IO OCO request will be addressed in a separate submission. The program reflects an increase of \$36.0 million or a 68.5 percent increase from the FY 2013 budget request level. The following are the most significant changes:

- The CENTCOM budget request of \$41.9 million includes a net increase of \$12.5 million that is addressed in a separate classified submission.
- The PACOM budget request of \$6.7 million includes a net increase of \$4.7 million that is addressed in a separate classified submission.
- The SOCOM budget request of \$29.9 million includes a net increase of \$19.1 million is for the reintegration of traditional military activities from Overseas Contingency Operations (OCO) funds into the base program.

## **INFORMATION OPERATIONS**

## DEPOT MAINTENANCE

*\$ in Millions*

	<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>1</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>1</sup> Estimate</b>
<b><u>Active Forces</u></b>							
Army	855.7	29.4	877.6	1,762.7	51.5	-333.1	1,481.1
Navy <sup>1</sup>	7,512.1	84.3	838.2	8,234.6	118.6	-778.1	7,575.1
Marine Corps <sup>1</sup>	190.7	5.9	-28.2	168.4	-1.3	56.2	223.3
Air Force <sup>2</sup>	2,277.0	110.1	137.5	2,524.5	80.4	-69.1	2,535.8
USSOCOM	<u>521.7</u>	<u>8.8</u>	<u>-28.1</u>	<u>502.4</u>	<u>8.5</u>	<u>63.3</u>	<u>574.2</u>
<b>Subtotal</b>	<b>11,157.2</b>	<b>238.5</b>	<b>1,797.0</b>	<b>13,192.6</b>	<b>257.7</b>	<b>-1,060.8</b>	<b>12,389.5</b>
<b><u>Reserve Forces</u></b>							
Army Reserve	246.7	10.9	-116.3	141.3	5.5	-76.0	70.9
Navy Reserve	193.4	2.8	-43.0	153.2	2.6	-4.1	151.7
Marine Corps Reserve	16.4	0.7	-0.4	16.7	0.2	0.6	17.4
Air Force Reserve	495.1	21.2	-106.6	406.1	14.2	-37.9	382.4
Army National Guard	580.7	15.6	-184.3	412.0	9.1	-187.8	233.3
Air National Guard	<u>499.3</u>	<u>25.4</u>	<u>250.2</u>	<u>744.9</u>	<u>34.1</u>	<u>-19.1</u>	<u>789.9</u>
<b>Subtotal</b>	<b>2,028.0</b>	<b>76.6</b>	<b>-200.4</b>	<b>1,904.2</b>	<b>65.7</b>	<b>-324.3</b>	<b>1,645.5</b>
<b>Grand Total</b>	<b>13,185.2</b>	<b>315.1</b>	<b>1,596.6</b>	<b>15,096.8</b>	<b>323.4</b>	<b>-1,385.1</b>	<b>14,035</b>
Numbers may not add due to rounding							
<sup>1</sup> Excludes non-depot maintenance requirements							
<sup>2</sup> Excludes non-depot maintenance contract logistics support, sustaining engineering, and technical orders data.							
Note: FY 2012, FY 2013, and FY 2014 excludes Overseas Contingency Operations funding (OCO)							

The Depot Maintenance program funds the overhaul, repair, and maintenance of aircraft, missiles, aircraft carriers, ships, submarines, combat vehicles and other equipment. It continues to play a key role in force readiness by ensuring maintenance priorities align with military operational needs, sustaining core maintenance capabilities in organic depots, and sustaining the Defense industrial base.

The FY 2014 President's Budget base request reflects net program decreases of \$1,061.6 million. The FY 2014 base budget funds an average of 75 percent of executable requirements, a reduction of 9 percent from FY 2013 levels. Executable requirements are funded

## DEPOT MAINTENANCE

## DEPOT MAINTENANCE

and unfunded requirements not restricted by depot capacity. The following highlights the FY 2014 Depot Maintenance program base budget.

### Department of the Army:

The FY 2014 President's Budget requests \$1.8 billion, a net decrease of \$531 million from FY 2013, and funds 53 percent of executable base requirements. Funded requirements decrease 16 percent from FY 2013. The following details the Department of the Army changes:

- \$-164 million reduction in *aircraft* overhaul for MH60K, OH-58D, UH-60; recapitalization of Blackhawks; and inspections for OH-58D, AH-64D, MH-60K, and MH47G due to replacement of legacy aircraft components and airframes with modernized equipment.
- \$-190 million reduction in *combat and tactical vehicle* overhaul for carriers (Mortar & Personnel), tanks (M1A1/M1E1, M113A3, M577A3), M60 launchers, Armored Vehicle-Launched Bridges (AVLBs), STRYKERS, trailers, and trucks.
- \$-135 million reduction in *communications and electronics equipment* overhaul for Standardized Integrated Command Post System (SICP), Command Post Platform (CPP), and generators; repair and return of SNIPER and Combat Survivor/Evader Locator Radios; and support for Command, Control, Communications, Computers, Intelligence, Surveillance and Reconnaissance (C4ISR) initiatives.
- \$-18 million reduction in *other end items* maintenance for water vessels, boat bridge erections, scrapers, cranes, forklifts, power plants, trailers, and generator sets.
- \$-55 million reduction in *missiles* due to completion of the Tube-Launched Optically-Tracked Wire-Guided (TOW) missile and Thermal Imagery equipment overhauls a decrease in the number of missile recertification for the stockpile reliability program.
- \$-36 million reduction in *other* maintenance for watercraft, theater support vessels, Land Craft Utility, and Logistics Support Vessels.
- \$+66 million increase for *inflation*.



# DEPOT MAINTENANCE

## Department of the Navy:

### *Navy*

The FY 2014 President's Budget requests \$7.7 billion, a net decrease of \$661 million from FY 2013, and funds 81 percent of executable base requirements. Funded requirements decrease 11 percent from FY 2013. The following details Navy changes:

- \$-799 million reduction in *ship* maintenance due to the FY 2013 decommissioning of the USS Enterprise and non-availability of ships for maintenance.
- \$+27 million increase in F-35 JSF *aircraft* maintenance.
- \$-11 million reduction in *other* depot maintenance for the SM-3 missile and Program Related Engineering investigations.
- \$+121 million increase for *inflation*.

### *Marine Corps*

The FY 2014 President's Budget requests \$240.9 million, a net increase of \$56 million from FY 2013, and funds 81 percent of executable requirements. Funded requirements decrease 9 percent from FY 2013. The following details Marine Corps changes:

- \$+31 million increase in *combat vehicle* overhaul for the assault and logistics variants of the Light Armored Vehicle, Assault Amphibious Vehicle variants, and the M1A1 Tank.
- \$-6 million reduction in ordnance maintenance for infantry weapons, machine guns, mortars, and associated maintenance equipment.
- \$+35 million increase in automotive maintenance for HMMWVs and 7 Ton trucks.
- \$+11 million increase in communications and electronics equipment maintenance for radios, antennas, satellite systems, and shelters.
- \$-6 million reduction in construction equipment maintenance.
- \$-0.1 million reduction in missiles due to decreased repair requirements for the High Mobility Artillery Rocket System.
- \$-8 million reduction in other maintenance due to recognized savings from the establishment of Marine Depot Maintenance Command (MDMC) at Albany, GA.
- \$-1 million decrease for deflation due to depot consolidation efforts projected to result in efficiencies.

## **DEPOT MAINTENANCE**

### **Department of the Air Force:**

The FY 2014 President's Budget requests \$3.7 billion, a net increase of \$3 million from FY 2013, and funds 77 percent of executable requirements. Funded requirements decrease 1 percent from FY 2013. The following details the Department of the Air Force changes:

- \$-99 million reduction in *aircraft* maintenance for the Airborne Warning and Control System, F-15, F-15E, B-1s, and C-130s because of changes in programmed depot maintenance estimates and/or schedules.
- \$-109 million reduction in engine maintenance for the A-10, C-130, C-5, F-15, and F-16; reduction in the cost of KC-135 propulsion kit upgrades.
- \$+2 million increase in missiles due to Rivet Minuteman Integrated Life extension program on components and investment in test equipment.
- \$+68 million increase in software support for the B-52 flight program, ALR-69(V) Radar and AN/ALQ-172 electronic warfare equipment, KC-135 Fuel Management Advisory Computer, and AC-130U operational flight programs.
- \$+10 million increase in other end items maintenance for range equipment, Minuteman Intercontinental Ballistic Missile Operations, Tactical Control Party Modernization, automated test systems, and Global ATC and Common Avionics programs.
- \$+3 million increase in exchangeable items for the repair of the LGM-30G Minuteman Missile Guidance Systems and the refurbishment of the Mark-82 bombs.
- \$+1 million increase in other maintenance for the replacement vehicle program.
- \$-2 million reduction in area base support for the KC-135 and Precision Measurement Equipment Lab.
- \$+129 million increase for inflation.

### **U.S. Special Operations Command (USSOCOM):**

The FY 2014 President's Budget requests \$574.2 million, a net increase of \$72 million from FY 2013, and funds 100 percent of executable requirements. The following details SOCOM changes:

- \$+46 million increase in aircraft requirements due to MH-6 and MH-47 crash damage and AC-130W Precision Strike Packages Systems transition from procurement to sustainment.
- \$-3 million reduction in automotive equipment because of the conversion from the Family of Special Operations Vehicles to the Ground Mobility Vehicles.
- \$+21 million increase in communications and electronics equipment requirements for the Distributed Common Ground Surface Systems (DCGS) to meet the Intelligence, Surveillance, Reconnaissance (ISR) requirements.

## **DEPOT MAINTENANCE**

## **DEPOT MAINTENANCE**

- \$+1 million increase in ordnance, weapons, and munitions to maintain inventory of Sniper weapon systems, machine guns, weapon accessories and visual augmentation systems, and non-standard specialized munitions.
- \$-1 million reduction in other maintenance due to Dry Deck Shelter and SOF Delivery Vehicle repair cycle changes and the completion of the MARK V program.
- \$+8 million increase for inflation.

**DEPOT MAINTENANCE**

# DEPOT MAINTENANCE

*\$ in Millions*

	<b>FY 2012<sup>1</sup> Funded Executable Requirement</b>	<b>Unfunded Deferred Requirement</b>	<b>FY 2013<sup>1</sup> Funded Executable Requirement</b>	<b>Unfunded Deferred Requirement</b>	<b>FY 2014<sup>1</sup> Funded Executable Requirement</b>	<b>Unfunded Deferred Requirement</b>	<b>FY 2013 % Funded</b>	<b>FY 2014 % Funded</b>
<b>Dept. of the Army<sup>2</sup></b>	<b>1,683.1</b>	<b>1,110.3</b>	<b>2,316.0</b>	<b>1,050.2</b>	<b>1,785.1</b>	<b>1,544.0</b>	<b>68.80%</b>	<b>53.62%</b>
Aircraft	537.5	193.2	544.5	182.3	395.2	225.1	74.92%	63.71%
Combat Vehicles/ Automotive Equipment	596.9	264.5	354.6	300.9	198.3	520.8	54.10%	27.58%
Other	548.7	652.3	1,416.9	567.0	1,191.6	798.1	71.42%	59.89%
<b>Dept. of the Navy<sup>2</sup></b>	<b>7,712.6</b>	<b>257.9</b>	<b>8,573.0</b>	<b>761.5</b>	<b>7,967.7</b>	<b>1,943.7</b>	<b>91.84%</b>	<b>80.39%</b>
Ships	5,463.9	39.9	6,141.5	315.4	5,436.4	1,307.1	95.12%	80.62%
Aircraft	1,578.9	152.8	1,585.5	325.2	1,629.4	458.0	82.98%	78.06%
Combat Vehicles/ Automotive Equipment	139.9	--	112.6	10.0	171.9	19.6	91.85%	89.75%
Other	529.9	65.2	733.4	111.0	730.0	159.0	86.86%	82.11%
<b>Dept. of the Air Force<sup>2</sup></b>	<b>3,267.8</b>	<b>481.5</b>	<b>3,705.6</b>	<b>1,016.8</b>	<b>3,708.2</b>	<b>1,085.4</b>	<b>78.47%</b>	<b>77.36%</b>
Aircraft	2,114.0	446.6	2,588.4	367.6	2,479.4	415.8	87.56%	85.64%
Other	1,153.8	34.9	1,117.2	649.2	1,228.8	669.6	63.25%	64.73%
<b>USSOCOM</b>	<b>521.7</b>	<b>0.0</b>	<b>502.4</b>	<b>0.0</b>	<b>574.2</b>	<b>0.0</b>	<b>100.00%</b>	<b>100.00%</b>
Aircraft	271.7	0.0	264.2	0.0	314.6	0.0	100.00%	100.00%
Other	250.0	0.0	238.2	0.0	259.9	0.0	100.00%	100.00%
<b>Total</b>	<b>13,185.2</b>	<b>1,849.7</b>	<b>15,097.0</b>	<b>2,828.5</b>	<b>14,035.2</b>	<b>4,573.1</b>	<b>84.22%</b>	<b>75.42%</b>
Ships	5,463.9	39.9	6,141.5	315.4	5,436.4	1,307.1	95.12%	80.62%
Aircraft	4,502.1	792.6	4,982.6	875.1	4,818.6	1,098.9	85.06%	81.43%
Combat Vehicles/ Automotive Equipment	736.8	264.5	467.2	310.9	370.2	540.4	60.04%	44.66%
Other	2,482.4	752.7	3,505.7	1,327.2	3,410.0	1,626.7	72.54%	67.70%
Numbers may not add due to rounding								
<sup>1</sup> FY 2012, FY 2013, and FY 2014 exclude Overseas Contingency Operations (OCO) funding								
<sup>2</sup> Includes Active, Reserve, and Guard Components as applicable								

**DEPOT MAINTENANCE**

**MINE RESISTANT AMBUSH PROTECTED (MRAP) VEHICLES**

**THIS EXHIBIT WILL BE UPDATED UPON SUBMISSION OF THE  
FY 2014 OVERSEAS CONTINGENCY OPERATIONS ESTIMATE**

**MINE RESISTANT AMBUSH PROTECTED (MRAP) VEHICLES**

**BODY ARMOR AND OTHER PERSONAL PROTECTIVE GEAR**

**THIS EXHIBIT WILL BE UPDATED UPON SUBMISSION OF THE  
FY 2014 OVERSEAS CONTINGENCY OPERATIONS ESTIMATE**

**BODY ARMOR AND OTHER PERSONAL PROTECTIVE GEAR**

# BASE OPERATIONS SUPPORT

## FUNDING SUMMARY

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2013<sup>2</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2014<sup>2</sup></b>
	<b><u>Actual</u></b>	<b><u>Growth</u></b>	<b><u>Growth</u></b>	<b><u>Estimate</u></b>	<b><u>Growth</u></b>	<b><u>Growth</u></b>	<b><u>Estimate</u></b>
<b>Army</b>	9,042.6	59.8	-1,478.4	7,624.0	96.3	-442.1	7,278.2
<b>Army Reserve</b>	635.8	10.8	-84.8	561.9	9.9	-2.0	569.8
<b>Army National Guard</b>	1,124.5	20.8	-149.8	995.4	18.1	5.6	1,019.1
<b>Navy</b>	4,837.4	139.5	-154.8	4,822.1	71.5	-432.7	4,460.9
<b>Marine Corps</b>	2,437.5	14.9	-263.5	2,188.9	38.7	-60.9	2,166.7
<b>Navy Reserve</b>	108.9	2.2	-5.9	105.2	1.3	3.0	109.6
<b>Marine Corps Reserve</b>	105.3	1.9	-3.4	103.7	1.7	-10.2	95.3
<b>Air Force</b>	7,597.5	116.6	-2,302.3	5,411.8	74.1	4.5	5,490.5
<b>Air Force Reserve</b>	456.7	5.6	-97.4	364.9	4.7	-8.8	360.8
<b>Air National Guard</b>	828.4	13.5	-217.5	624.4	10.6	-37.8	597.3
<b>Defense Health Program</b>	776.1	16.1	35.7	827.9	14.2	-2.4	839.8
<b>Total</b>	<b>27,950.7</b>	<b>401.7</b>	<b>-4,722.1</b>	<b>23,630.2</b>	<b>341.1</b>	<b>-983.8</b>	<b>22,988.0</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding <span style="float: right;">Numbers may not add due to rounding</span>							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## ACTIVE FORCES PROGRAM DATA

	<b>FY 2012</b>	<b>Change</b>	<b>FY 2013</b>	<b>Change</b>	<b>FY 2014</b>
	<b><u>Actual</u></b>		<b><u>Estimate</u></b>		<b><u>Estimate</u></b>
<b>Number of Active Major Installations</b>					
CONUS	181	-5	176	-4	172
Overseas	58	0	58	4	62
<b>Active Forces Personnel (Thousands)</b>					
Military (End-Strength)	1,399.6	-2	1,401.6	-40.2	1,361.4

## BASE OPERATIONS SUPPORT

## **BASE OPERATIONS SUPPORT**

Base Operations Support (BOS) provides the resources to operate the bases, installations, camps, posts, and stations of the Military Services and the Defense Health Program (DHP). These resources provide personnel and infrastructure support to sustain mission capability, ensure quality-of-life, and enhance work force productivity.

Personnel support includes: food and housing services for unaccompanied and deployed forces; religious services and programs; payroll support; personnel management; morale, welfare, and recreation services to military members and their families.

Infrastructure support includes utility system operations; installation equipment maintenance; engineering services including fire protection, crash rescue, custodial, refuse collection, snow removal, and lease of real property; security protection and law enforcement; and motor pool transportation operations.

The FY 2014 budget request of \$22,988.0 million reflects a net decrease of \$642.2 million from the FY 2013 funding level.

**Installations:** There was neither an increase nor decrease in active installations from FY 2013 to FY 2014. Adjustment between CONUS and OCONUS installations was undertaken to accurately align installations in Alaska and Hawaii into the OCONUS category as these States are not part of the contiguous United States.

**Personnel:** The decrease in military end-strength from FY 2013 to FY 2014 is due primarily to Army and Marine Corps force structure changes.

The following sections address BOS for each Military Component and Defense Health Program.



## BASE OPERATIONS SUPPORT

### ARMY

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b> <b><u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013<sup>2</sup></b> <b><u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014<sup>2</sup></b> <b><u>Estimate</u></b>
<b>Army Active Funding</b>	<b>9,042.6</b>	<b>-1,641.0</b>	<b>7,401.6</b>	<b>-123.4</b>	<b>7,278.2</b>
<b>Installations</b>					
CONUS	55	-4	51	-4	47
Overseas	23	0	23	4	27
<b>Personnel (Thousands)</b>					
Active Military (End-Strength)	516.1		552.1		520.0
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding <span style="float: right;">Numbers may not add due to rounding</span>					
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.					

The Army's FY 2014 Base Operations Support (BOS) request of \$7,278.2 million reflects a net decrease of \$123.4 million from the FY 2013 funding level. The major FY 2014 program increases include a one-time cost of disposing of the STURGIS nuclear barge. Programmatic increases are offset by the enterprise's decision to request contingency funds to support military end-strength in excess of authorization. Utilizing military manpower to perform essential basing functions (i.e. law enforcement) the Army will be able to divest \$155.5 million in civilian personnel costs. This budget submission also recognizes over \$107.4 million in initiatives to reducing installations program costs through better business practices and adjusting level-of-effort programs.

The adjustment in the number of CONUS and OCONUS installations from FY 2013 to FY 2014 represents a more accurate alignment of installations in both the Active and Reserve Forces categories as follows:

- 1) Four Active Forces CONUS installations (Forts Greely (AK), Shafter (HI), Wainwright (AK) and Schofield Barracks) to Active Forces OCONUS;
- 2) The addition of Fort Richardson (AK) to Active Forces OCONUS;
- 3) Three Active Forces CONUS installations (Forts Dix (NJ), McCoy (WI) and Camp Parks (CA)) to Reserve Forces OCONUS;
- 4) Fort Buchanan (PR) from Active Forces CONUS to Reserve Forces OCONUS;
- 5) The addition of the Sharpe Army Depot (CA) to Active Forces CONUS (the Sharpe Army Depot is transferring from DLA to Army control).

## BASE OPERATIONS SUPPORT

## BASE OPERATIONS SUPPORT

### NAVY

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b> <b><u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013<sup>2</sup></b> <b><u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014<sup>2</sup></b> <b><u>Estimate</u></b>
<b>Navy Active Funding</b>	<b>4,837.4</b>	<b>-15.3</b>	<b>4,822.1</b>	<b>-360.2</b>	<b>4,460.9</b>
<b>Installations</b>					
CONUS	54		54		54
Overseas	18		18		18
<b>Personnel (Thousands)</b>					
Active Military (End-Strength)	318.4	-4.3	322.7	0.9	323.6
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding			Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding					

The Navy's FY 2014 Base Operations Support (BOS) request of \$4,460.9 million reflects a net decrease of \$360.2 million from the FY 2013 funding level. The decrease is driven by transferring the Navy's Pay/Personnel Administrative Support (PASS) into their administrative program. Reductions also account for civilian personnel pay decreases and transferring the logistic functions at Camp Lemonnier, Djibouti to Naval Supply Systems Command (NAVSUP).

# BASE OPERATIONS SUPPORT

## MARINE CORPS

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b> <b><u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013<sup>2</sup></b> <b><u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014<sup>2</sup></b> <b><u>Estimate</u></b>
<b>Marine Corps Active Funding</b>	<b>2,437.5</b>	<b>-248.6</b>	<b>2,188.9</b>	<b>-22.2</b>	<b>2,166.7</b>
<b>Installations</b>					
CONUS	13		13		13
Overseas	5		5		5
<b>Personnel (Thousands)</b>					
Active Military (End-Strength)	202	-5	197	-15	182
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding			Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding					

The Marine Corps' FY 2014 BOS budget request of \$2,166.7 million reflects a net decrease of \$22.2 million above the FY 2013 funding level. Price increases are offset by program decreases as a result of Marine Corps efficiencies and enhancements to improve business management and reduce costs through information technology consolidation and level of effort reductions in a wide-range of enabling services.

## BASE OPERATIONS SUPPORT

### AIR FORCE

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b> <b><u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013<sup>2</sup></b> <b><u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014<sup>2</sup></b> <b><u>Estimate</u></b>
<b>Air Force Active Funding</b>	<b>7,597.5</b>	<b>-2,185.7</b>	<b>5,411.8</b>	<b>78.7</b>	<b>5,490.5</b>
<b>Installations</b>					
CONUS	62	-1	61		61
Overseas <sup>3</sup>	11		11		11
<b>Personnel (Thousands)</b>					
Active Military (End-Strength)	333.0	-0.5	329.5	-1.9	327.6
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding			Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding					
<sup>3</sup> FY2013 Submission incorrectly reported 5 overseas installations, value, should have been 11.					

The Air Force's FY 2014 Base Operations Support (BOS) request of \$5,490.5 million reflects a net increase of \$78.7 million from the FY 2013 funding level. The majority of the growth is attributed to pricing increase. Program growth in recognizing food service operations costs (\$99.5 million), along with increases in funding utilities to 95 percent of requirements (\$25.2 million) were mainly offset by management efficiencies. Management efficiencies included reduction in management and service support contracts (-\$85.4 million), travel (-\$6.6 million), communications and logistics efficiencies (-\$8.2 million).

# BASE OPERATIONS SUPPORT

## DEFENSE HEALTH PROGRAM

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b>	<b>Change</b>	<b>FY 2013<sup>2</sup></b>	<b>Change</b>	<b>FY 2014<sup>2</sup></b>
	<b><u>Actual</u></b>	<b><u>Change</u></b>	<b><u>Estimate</u></b>	<b><u>Change</u></b>	<b><u>Estimate</u></b>
<b>Defense Health Program Funding</b>	<b>776.1</b>	<b>51.8</b>	<b>827.9</b>	<b>11.9</b>	<b>839.8</b>
<b>Installations</b>					
CONUS	0		0		0
Overseas	0		0		0
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding			Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding					

The Defense Health Program's (DHP) FY 2014 Base Operations Support (BOS) request of \$839.8 million reflects a net increase of \$11.9 million from the FY 2013 funding level. The increase is primarily driven by pricing changes. Overall the program decrease by \$2.4 million this reduction is attributed civilian pay.

# FACILITIES SUSTAINMENT, RESTORATION, AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS<sup>1</sup>

*\$ in Millions*

	<b>FY 2012<sup>2</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
<b>Army</b>	2,756.8	55.1	229.2	3,041.1	57.8	-344.1	2,754.7
<b>Navy</b>	2,243.7	44.9	-187.3	2,101.3	39.9	-144.4	1,996.8
<b>Marine Corps</b>	895.9	17.9	-88.8	825.0	15.7	-66.1	774.6
<b>Air Force</b>	3,014.8	60.3	-771.4	2,303.7	43.8	152.4	2,499.9
<b>Army Reserve</b>	284.9	5.7	-3.2	287.4	5.5	1.3	294.1
<b>Navy Reserve</b>	75.4	1.5	-16.3	60.6	1.2	7.2	69.0
<b>Marine Corps Reserve</b>	54.4	1.1	-17.6	37.9	0.7	-6.2	32.4
<b>Air Force Reserve</b>	229.5	4.6	-162.5	71.6	1.4	16.8	89.7
<b>Army National Guard</b>	614.3	12.3	61.6	688.2	13.1	10.9	712.1
<b>Air National Guard</b>	326.1	6.5	-61.9	270.7	5.1	21.1	297.0
<b>Subtotal</b>	<b>10,495.8</b>	<b>209.9</b>	<b>-1,018.2</b>	<b>9,687.5</b>	<b>184.1</b>	<b>-351.2</b>	<b>9,520.4</b>
<b>Defense-Wide</b>	<b>287.4</b>	<b>5.7</b>	<b>-86.6</b>	<b>206.6</b>	<b>3.9</b>	<b>10.0</b>	<b>220.5</b>
<b>Defense Health Program</b>	<b>1,242.9</b>	<b>24.9</b>	<b>-348.9</b>	<b>918.9</b>	<b>17.5</b>	<b>96.5</b>	<b>1,032.9</b>
<b>Total</b>	<b>12,026.2</b>	<b>240.5</b>	<b>-1,453.7</b>	<b>10,813.0</b>	<b>205.4</b>	<b>-244.7</b>	<b>10,773.8</b>

Numbers may not add due to rounding

<sup>1</sup> This paper only addresses Operation and Maintenance (O&M) and Defense Health Program (DHP) FSRM

<sup>2</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding

The Facilities Sustainment, Restoration and Modernization (FSRM) program provides funds to keep the Department's inventory of facilities in good working order (i.e., day-to-day maintenance requirements). In addition, the program provides resources to restore facilities whose age is excessive or have been damaged. FSRM includes alterations of facilities to implement new or higher standards or to accommodate new functions or missions. The demolition program provides funds to demolish and dispose of obsolete and excess structures, some of which date back to World War II.

The FY 2014 budget request of \$10,744 million includes price growth of \$205.4 million and a net program decrease of \$244.7 million below the FY 2013 funding request. The FY 2014 request represents a decrease in funding of \$39.2 million below the FY 2013 request. In aggregate, the FY 2014 request funds 80 percent of the facilities sustainment requirement. The budget also includes \$144.4 million for the demolition program, a program increase of \$18.1 million over the FY 2013 request. The following data provides details on FSRM and the demolition program and the personnel data associated with these efforts.

## FACILITIES, SUSTAINMENT, RESTORATION, AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS

# FACILITIES SUSTAINMENT, RESTORATION, AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS<sup>1</sup>

## Facilities Sustainment

*\$ in Millions*

	<b>FY 2012<sup>2</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
Army	2,192.4	43.8	227.4	2,463.6	46.8	-254.5	2,255.9
Navy	1,488.3	29.8	-86.1	1,432.0	27.2	22.2	1,481.4
Marine Corps	640.5	12.8	-67.0	586.4	11.1	34.6	632.1
Air Force	1,834.4	36.7	-215.0	1,656.1	31.5	68.2	1,755.8
Army Reserve	276.6	5.5	-37.9	244.2	4.6	-16.2	232.6
Navy Reserve	41.7	0.8	-6.4	36.2	0.7	2.9	39.7
Marine Corps Reserve	24.6	0.5	3.2	28.3	0.5	-6.4	22.4
Air Force Reserve	83.7	1.7	-28.7	56.7	1.1	14.8	72.5
Army National Guard	506.7	10.1	101.0	617.8	11.7	-36.0	593.6
Air National Guard	202.9	4.1	-26.6	180.4	3.4	31.4	215.2
<b>Total</b>	<b>7,291.8</b>	<b>145.8</b>	<b>-136.0</b>	<b>7,301.6</b>	<b>138.7</b>	<b>-139.0</b>	<b>7,301.3</b>

Numbers may not add due to rounding

<sup>1</sup> This paper only addresses Operation and Maintenance (O&M) and Defense Health Program (DHP) FSRM

<sup>2</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding

# FACILITIES SUSTAINMENT, RESTORATION, AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS<sup>1</sup>

## Restoration and Modernization

*\$ in Millions*

	<b>FY 2012<sup>2</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
Army	542.8	10.9	5.7	559.4	10.6	-99.3	470.8
Navy	755.0	15.1	-162.9	607.2	11.5	-147.2	471.6
Marine Corps	251.7	5.0	-22.1	234.7	4.5	-132.0	107.2
Air Force	931.3	18.6	-326.5	623.5	11.8	84.7	720.0
Army Reserve	5.6	0.1	36.0	41.7	0.8	16.5	59.0
Navy Reserve	33.7	0.7	-9.9	24.5	0.5	4.4	29.3
Marine Corps Reserve	29.8	0.6	-20.8	9.6	0.2	0.2	10.0
Air Force Reserve	145.6	2.9	-134.1	14.4	0.3	2.0	16.6
Army National Guard	96.9	1.9	-32.1	66.8	1.3	45.6	113.6
Air National Guard	118.1	2.4	-40.3	80.2	1.5	-5.0	76.7
<b>Total</b>	<b>2,910.6</b>	<b>58.2</b>	<b>-706.9</b>	<b>2,261.9</b>	<b>43.0</b>	<b>-230.2</b>	<b>2,074.7</b>

Numbers may not add due to rounding

<sup>1</sup> This paper only addresses Operation and Maintenance (O&M) and Defense Health Program (DHP) FSRM

<sup>2</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding



# FACILITIES SUSTAINMENT, RESTORATION, AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS<sup>1</sup>

## Total SRM Program

*\$ in Millions*

	<b>FY 2012<sup>2</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
Army	2,735.2	54.7	233.1	3,023.0	57.4	-353.8	2,726.7
Navy	2,243.2	44.9	-248.9	2,039.2	38.7	-125.0	1,952.9
Marine Corps	892.3	17.8	-89.1	821.1	15.6	-97.4	739.3
Air Force	2,765.7	55.3	-541.5	2,279.6	43.3	152.9	2,475.8
Army Reserve	282.2	5.6	-1.9	285.9	5.4	0.3	291.6
Navy Reserve	75.4	1.5	-16.3	60.6	1.2	7.2	69.0
Marine Corps Reserve	54.4	1.1	-17.6	37.9	0.7	-6.2	32.4
Air Force Reserve	229.2	4.6	-162.8	71.0	1.3	16.8	89.2
Army National Guard	603.6	12.1	68.9	684.6	13.0	9.6	707.2
Air National Guard	321.1	6.4	-66.9	260.6	5.0	26.4	292.0
<b>Total</b>	<b>10,202.4</b>	<b>204.0</b>	<b>-842.9</b>	<b>9,563.6</b>	<b>181.7</b>	<b>-369.2</b>	<b>9,376.0</b>

Numbers may not add due to rounding

<sup>1</sup> This paper only addresses Operation and Maintenance (O&M) and Defense Health Program (DHP) FSRM

<sup>2</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding

# FACILITIES SUSTAINMENT, RESTORATION, AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS<sup>1</sup>

## Demolition costs

*\$ in Millions*

	<b>FY 2012<sup>2</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>3</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>3</sup> Estimate</b>
Army	21.6	0.4	-4.0	18.0	0.3	9.6	28.0
Navy	0.5	0.0	61.6	62.1	1.2	-19.4	43.9
Marine Corps	3.6	0.1	0.3	4.0	0.1	31.3	35.4
Air Force	249.1	5.0	-229.9	24.1	0.5	-0.5	24.1
Army Reserve	2.7	0.1	-1.2	1.5	0.0	1.0	2.5
Navy Reserve	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Marine Corps Reserve	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Air Force Reserve	0.2	0.0	0.3	0.5	0.0	0.0	0.5
Army National Guard	10.7	0.2	-7.4	3.6	0.1	1.3	4.9
Air National Guard	5.0	0.1	5.0	10.1	0.2	-5.3	5.0
<b>Total</b>	<b>293.5</b>	<b>5.9</b>	<b>-175.3</b>	<b>124.0</b>	<b>2.4</b>	<b>18.1</b>	<b>144.4</b>

Numbers may not add due to rounding

<sup>1</sup> This paper only addresses Operation and Maintenance (O&M) and Defense Health Program (DHP) FSRM

<sup>2</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

<sup>3</sup> FY 2013 and FY 2014 exclude OCO funding

# **FACILITIES SUSTAINMENT, RESTORATION, AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS<sup>1</sup>**

## **Army**

- The Army is requesting \$2,755 million in FY 2014 for FSRM in its Operation and Maintenance (O&M), Army appropriation. These funds reflect a net decrease of \$286 million from the FY 2013 funding level: \$58 million in price growth and \$344 million in program decreases. SRM funding for FY 2014 will fund critical facility requirements and upgrade deteriorating facilities at Army installations worldwide. The FY 2014 program maintains facilities sustainment at 80 percent of the requirement.
- The Army request includes \$28 million for its demolition program, an increase from prior year funding levels due to an accelerated demolition schedule to meet the Army Facilities Strategy.

## **Navy**

- The Navy is requesting \$1,997 million in FY 2014 for FSRM in its O&M, Navy appropriation. These funds reflect a net decrease of \$104 million from the FY 2013 funding level: \$40 million in price growth and \$144 million in program decreases. The FY 2014 program funds facilities sustainment at 80 percent of the requirement.
- The Navy request includes \$44 million for its demolition program, a decrease of \$18 million below the FY 2013 funded level. The decrease is due to a reduction in net new footprint construction between FY 2013 and FY 2014.

## **Marine Corps**

- The Marine Corps is requesting \$775 million in FY 2014 for FSRM in its O&M, Marine Corps appropriation. These funds reflect a net decrease of \$50 million from the FY 2013 funding level: \$16 million in price growth and \$66 million in program decreases. The FY 2014 program achieves an 89 percent sustainment level.
- The Marine Corps request includes \$35 million for its demolition program, an increase of \$31 million from the FY 2013 funded level. The Marine Corps is focused on disposing of excess facilities and underutilized permanent structures.

# **FACILITIES SUSTAINMENT, RESTORATION, AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS<sup>1</sup>**

## **Air Force**

- The Air Force is requesting \$2,500 million in FY 2014 for FSRM in its O&M, Air Force appropriation. These funds reflect a net increase of \$196 million from the FY 2013 funding level: \$44 million in price growth and \$152 million in program increases. The FY 2014 program achieves an 80 percent sustainment level and funds critical annual maintenance and repair activities.
- The Air Force request includes \$24 million for its demolition program, consistent with prior year funding levels.

## **Defense-Wide**

- The Defense-Wide activities are requesting \$221 million in FY 2014 for FSRM in the O&M, Defense-Wide appropriation. These funds reflect a net increase of \$14 million from the FY 2013 funding level: \$4 million in price growth and \$10 million in program increases.

## **Defense Health Program (DHP)**

- The DHP is requesting \$1,033 million in FY 2014 for FSRM in its O&M budget activity. These funds reflect a net increase of \$114 million from the FY 2013 funding level: \$17 million for price growth and \$97 million for program increases. The program funds the maintenance of military medical facilities, such as heating and air conditioning units, and plumbing and electrical systems, that are required to support active duty, military dependents, eligible retirees, and family members. The FY 2014 program achieves a 100 percent sustainment level and funds critical annual maintenance and repair activities.

## **Guard and Reserve Forces**

- The Guard and Reserve Forces are requesting \$1,494 million in FY 2014, which reflects an increase of \$78 million from the FY 2013 funding level: \$27 million in price growth and \$51 million in program increases. The program supports the maintenance and restoration of real property facilities including: buildings, roads, grounds, and airfields of the Guard and Reserve. These facilities support the combat readiness for the Guard and Reserve that enables them to augment the active forces.
- The Guard and Reserve Forces request includes \$13 million for their demolition programs, which is a decrease of \$3 million from the FY 2013 funded level.

## MOBILIZATION

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b> <b><u>Actual</u></b>	<b>Price</b> <b><u>Growth</u></b>	<b>Program</b> <b><u>Growth</u></b>	<b>FY 2013<sup>2</sup></b> <b><u>Estimate</u></b>	<b>Price</b> <b><u>Growth</u></b>	<b>Program</b> <b><u>Growth</u></b>	<b>FY 2014<sup>2</sup></b> <b><u>Estimate</u></b>
Army	541.3	48.5	17.4	607.2	45.1	-92.9	559.4
Navy	825.0	-21.6	714.2	1,517.6	-18.9	-838.0	660.7
Marine Corps	84.5	5.3	10.5	100.4	8.2	-10.6	97.9
Air Force	<u>8,685.4</u>	<u>401.9</u>	<u>-4,653.2</u>	<u>4,434.1</u>	<u>50.5</u>	<u>109.2</u>	<u>4,593.8</u>
<b>Total</b>	<b>10,136.2</b>	<b>434.1</b>	<b>-3,911.1</b>	<b>6,659.2</b>	<b>84.9</b>	<b>-832.3</b>	<b>5,911.8</b>

Numbers may not add due to rounding.

<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding

Mobilization provides for strategic and tactical airlift and sealift capability to deploy combat forces and materiel in contingencies. The Mobilization program funds an inventory of readily available supplies and equipment, stationed both afloat and on land, to sustain the operating forces for lengths of time and levels of conflict outlined in the National Military Strategy. In addition, it funds the activation and inactivation of Air Force and Navy aircraft and Navy ships and submarines. The funding profile shown above includes all Budget Activity 2 (Mobilization) resources, plus the Marine Corps Prepositioning activity group included in Budget Activity 1 (Operating Forces), Operation and Maintenance, Marine Corps.

The Mobilization program decreases by \$747.4 million from FY 2013 to FY 2014. This includes a price increase of \$84.9 million and a program decrease of \$832.3 million. The majority of the program decrease is associated with the inactivation of the USS ENTERPRISE (CVN 65) in the nuclear surface ship program (-\$928.3 million).

## MOBILIZATION

## MOBILIZATION

*\$ in Millions*

<b><u>Afloat Prepositioned Fleet (APF)</u></b>	<b><u>FY 2012<sup>1</sup></u></b>	<b><u>Change</u></b>	<b><u>FY 2013<sup>2</sup></u></b>	<b><u>Change</u></b>	<b><u>FY 2014<sup>2</sup></u></b>
	<b><u>Actual</u></b>		<b><u>Estimate</u></b>		<b><u>Estimate</u></b>
Army APF	198.7	37.0	235.7	-23.6	212.1
Navy Maritime Prepo Ships (MPS)	441.0	-167.2	273.8	-3.7	270.1
Offshore Petroleum Discharge System	0.0	18.9	18.9	-5.0	13.9
Air Force APF	61.6	-16.8	44.8	2.8	47.6
<b>Total</b>	<b>701.3</b>	<b>-128.1</b>	<b>573.2</b>	<b>-29.5</b>	<b>543.7</b>
Numbers may not add due to rounding.					
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding					

The Afloat Prepositioned Fleet (APF) program funds prepositioned ships, which carry equipment, supplies, and ammunition, and are available for immediate and rapid response to unforeseen contingencies throughout the world.

The Army's strategic mobilization consists of the Army Power Projection Program (AP3), which seeks a balanced, synchronized, rapid fort-to-foxhole capability projected into areas of operations, without relying on conventional sea and aerial ports of debarkation where an adversary's anti-access efforts can be focused. The AP3 enables the Army to rapidly deploy a lethal, expandable, and sustainable CONUS-based military force capable of achieving decisive victory anywhere in the world.

- The FY 2014 program decrease of \$92.9 million is attributable to decreases in Care of Supplies in Storage (COSIS) due to reduced repair part cost and base operations. A reduction in operational charges (i.e fuel , force protection repairs) for six large medium speed roll-on/roll off vessels and two munitions container ships

The Navy's Sealift Program provides the worldwide capability to deploy combat forces and supporting material that may be required to meet national contingency objectives.

The program is divided into two functional areas, prepositioned assets and surge assets. Funding for all sealift surge ships is in the National Defense Sealift Fund (NDSF) appropriation. The Operation and Maintenance, Navy account funds the daily operation of the prepositioned assets, as well as the biennial exercise costs associated with the Aviation Logistics Support Ships (T-AVB). This program also provides support for various sealift programs, including Improved Navy Lighterage Systems (INLS); lighter amphibious re-supply cargo; elevate causeway system (modular); Amphibious Bulk Liquid Transfer System (ABLTS); and Mobil Lighterage Transfer System (MLTS). In addition, the program provides for maintenance for the MPF's on-board lighterage, and support for the

## MOBILIZATION

## **MOBILIZATION**

Navy Expeditionary Logistics Support Group (NAVELSG) and Naval Beach Groups (BEACHGRUs).

Offshore Petroleum Distribution System (OPDS) MV Wheeler is a vessel that is used to meet the offshore petroleum discharge requirements. The OPDS ship and tender do not carry fuel. The OPDS tender aids the OPDS ship to hook up with a tanker by running a float hose from Wheeler to a Tanker to get fuel to shore. The Navy started operating MV Wheeler and the OPDS Tender in FY 2013 in support of Commander, Pacific Command.

- Major changes for FY 2014 include increases to reflect an additional 365 days per diem for USNS LOPEZ (T-AK 3010) (\$13.4 million) and USNS STOCKHAM (T-AK 3017) (\$14.1 million). Full operational support for the Maritime Prepositioning Force Mobile Landing Platform USNS MONTFORD POINT (MLP 1) (\$25.6 million). One-time increase for the delivery of mobile landing platform ship USNS JOHN GLENN (MLP 2) (\$6.6 million) is offset by a one-time decrease for the delivery of USNS MONTFORD POINT (MLP 1) (-\$7.2M). As well as a reduction of 365 per diem days for USNS GIANELLA (T-AOT 1125) (-\$19.0 million).

The Air Force Air Mobility Command (AMC) provides “America’s global reach.” AMC’s mission is rapid global mobility and sustainment for America’s armed forces. These objectives lie at the heart of U.S. strategy in the modern world-wide war fighting environment. AMC also plays a crucial role in providing humanitarian support at home and abroad. Major mobility operations include airlift and refueling for all of America’s armed forces, AMC aircrew training and proficiency activities, and airlift operations.

- Increase of \$4.9 million for Global Force Manager (GFM) preposition requirement allows for 120 day lease overlap in FY 14 assuring two vessel theater presences in GFM during Department of Transportation (DOT) reconstitution.

# MOBILIZATION

## OTHER MOBILIZATION PROGRAMS

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b> <b><u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013<sup>2</sup></b> <b><u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014<sup>2</sup></b> <b><u>Estimate</u></b>
<b>Army</b>	<b>342.7</b>	<b>28.8</b>	<b>371.5</b>	<b>-24.2</b>	<b>347.3</b>
Prepositioned Stocks	195.6	-.3	195.3	-3.2	192.1
Industrial Preparedness	7.1	-0.1	7.0	0.1	7.1
Other Prepositioned	140.0	29.2	169.2	-21.1	148.1
<b>Navy</b>	<b>379.7</b>	<b>844.7</b>	<b>1,224.4</b>	<b>-848.7</b>	<b>375.7</b>
Activations/Inactivations	221.1	851.8	1,072.9	-843.5	229.4
Expeditionary Health Services Systems	95.3	-11.4	83.9	-10.6	73.3
Industrial Readiness	2.7	0.0	2.7	0.0	2.7
Coast Guard Support	25.1	-1.6	23.5	0.3	23.8
Other Sealift/Surge	33.5	5.9	39.4	5.1	44.5
Exercises	2.0	0.0	2.0	0.0	2.0
<b>Marine Corps</b>	<b>84.5</b>	<b>15.5</b>	<b>100.0</b>	<b>-2.1</b>	<b>97.9</b>
Prepositioned Equipment	84.5	15.5	100.0	-2.1	97.9
<b>Air Force</b>	<b>8,671.2</b>	<b>-4,143.2</b>	<b>4,528.0</b>	<b>-140.0</b>	<b>4,388.0</b>
Airlift Payments to Transportation Business Area	300.0	-299.8	0.2	152.4	152.6
Airlift Operations	5,099.5	-3,393.5	1,706.0	98.7	1,804.7
Airlift Operations C3I	39.9	39.2	79.1	-20.5	58.6
Mobilization Preparedness	194.9	-85.7	109.2	-9.6	99.6
Depot Maintenance	1,705.5	-273.1	1,477.4	78.8	1,556.2
Facilities Sustainment, Res & Mod	444.8	-135.1	309.7	-142.3	167.4
Base Support	794.2	-86.6	707.6	-0.6	707.0
<b>Total Other Mobilization</b>	<b>9,430.7</b>	<b>--3,345.6</b>	<b>6,085.1</b>	<b>-718.1</b>	<b>5,367.0</b>
Numbers may not add due to rounding.					
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding					

## MOBILIZATION



## **MOBILIZATION**

The Army's other mobilization programs fund manpower, material handling and other supply support equipment and facilities that are required to store and handle prepositioned stock materials. The Army Prepositioned Stocks (APS) program supports the Army's capability to project combat ready forces from CONUS, Europe, Southwest Asia, Korea, Japan, and Hawaii to conduct operations anywhere in the world. Major FY (2014) changes include:

- Decreases funding for Care of Supplies in Storage (COSIS) due to reduced repair part cost and base operations. Reduces contract cost and port charges for uploading and downloading of APS-3 (Afloat) equipment and supplies onboard six large medium speed roll-on/roll-off vessels.
- Decreases funding for APS-4 (Northeast Asia) and APS-5 (Southwest Asia) watercraft operational requirements.
- Increases funding for FTEs and contracts to conduct Care of Supplies in Storage (COSIS) and cyclic maintenance on equipment sets located in Southwest Asia due to harsh outside desert conditions. Equipment must be maintained annually vice normal requirement of every three years due to the environmental conditions requiring more extensive maintenance to meet readiness standards.
- Decreases funding due to Shelf Life Extension Program (SLEP) deferment to replace Chemical Biological Radiological and Nuclear (CBRN) materiel. SLEP allows an extended life cycle of medical materiel therefore reducing replacement cost. Also reduces medical CBRN defense materiel funding due to end-strength reductions in FY 2014.

The Navy's other mobilization programs include aircraft and ship activation/inactivation programs, which place aircraft and ships (both nuclear and conventional) out of active service, and prepare and maintain them for mobilization purposes or disposal through scrapping and sales. The other mobilization programs also fund the expeditionary health services systems program, which provides comprehensive medical support to U.S. and allied forces in the event of contingency operations; maintenance, overhaul, and support of Navy equipment aboard Coast Guard vessels; and an industrial readiness program. Major FY 2014 changes include:

- Increase for Ex-LONG BEACH and two submarines to undergo Reactor Compartment Disposal (RCD)/recycling in the nuclear surface ship program (\$113.5 million) and for the inactivation of USS DALLAS (SSN 700) in the submarine inactivation program (\$42.7 million). In addition an increase of 150 per diem days for ship operating costs associated with the biannual Humanitarian Assistance/Disaster Relief (HA/DR) missions for USNS MERCY (TAH-19) (\$23.8 million).
- Decreases are due to completion of Reactor Compartment Disposal (RCD)/recycling of two submarines in the nuclear submarine program (-\$52.0 million) and for the inactivation of the USS ENTERPRISE (CVN 65) in the nuclear surface ship program (-\$928.3 million). As well as a decrease of 150 fewer per diem days for ship operating costs associated with the biannual HA/DR missions for USNS COMFORT (T-AH 20) (-\$35.1 million).

The Marine Corps' Maritime Prepositioning Force (MPF) provides the essential operational elements needed to execute crisis response, global reach, and forward presence. Prepositioning key warfighting equipment and supplies has significantly reduced

## **MOBILIZATION**

## **MOBILIZATION**

reliance on strategic lift while providing powerful and integrated warfighting capabilities to Combatant Commanders. Funding supports the rapid deployment of the Marine Corps and to provide for all costs associated with supplying and maintaining the Norway storage caves. This program including maintenance of the equipment in a ready-to-operate status, facility leases, contractor support, transportation of prepositioning equipment/supplies, and training/exercise associated with Marine Corps Prepositioning Program-Norway. The Major FY 2014 program changes include:

- Decrease is due to contract efficiencies and cost savings gained from the decommissioning of one squadron and the reconfiguration of the two remaining squadrons (-\$11.2 million).

The Air Force's Other Mobilization program includes resources for airlift operations, mobilization preparedness, depot maintenance, facilities sustainment, restoration, and modernization (FSRM), and base support. The airlift operations program supports the day-to-day mission activities for strategic and tactical aircraft; aircrew training; headquarters operations at Air Mobility Command, its detachments and numbered Air Force headquarters; air refueling for strategic and tactical airlift; and proficiency training for mobility aircrews. It also funds operational support airlift and VIP special airlift missions for the President and Vice President of the United States, cabinet members and other high ranking officials, and special operations forces; prepositioning of war materials; storage of nuclear weapons and materials; sustainment of contingency hospitals and medical clinics; and payments to Airlift Readiness Accounts. Major FY 2014 program changes include:

- Increase in the Airlift Readiness Account (ARA) which is required to support contingency operations capability and is essential to mitigate Transportation Working Capital Fund's (TWCF) cash shortfalls (\$150.0 million).
- Increase C-17 engine support for the mobility readiness spares packages and engine materials due to engine replacement program (\$29.4 million). Increased funding enables flightline maintenance for C-37s and C-32s (\$26.6 million).
- Increase to the mobility flying hour program. The changes and increase will allow the Air Force to deliver trained aircrews to meet its major combat operations commitments (\$49.2 million).
- Increase for facilities sustainment at 80 percent of the modeled requirements based on the Department of Defense facilities Sustainment Model version 14-2 (\$29.4 million).
- Decrease to organic depot maintenance for three fewer C-130s based on induction schedule (-\$15.2 million). As well as a reduction in contract depot maintenance due to a slip in schedule for a C-130 AMP software block support (-\$13.2 million); one less C-130 for contracted depot maintenance based on induction schedule; and three less contract engine overhauls (-\$4.0 million).
- Decrease in funding for the service support contracts. The Air Force further reduced the funding used to acquire service support contracts and will focus remaining resources of those service support contract that provide the greatest value to the Department in the most cost effective way (-\$33.1 million).

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## **MOBILIZATION**

- Decrease resulting from the consolidation of storage facility contract support for War Reserve Material (WRM) and Basic Expeditionary Airfield Resources (BEAR) (-\$8.1 million).

## TRAINING AND EDUCATION

Training and Education resources finance the operation of a wide range of Service training centers and schools, Service academies, DoD and Joint-Service schools and colleges, Reserve Officer Training Corps (ROTC) units, the Senior ROTC scholarship program, the Uniformed Services University of the Health Sciences (USUHS), and the Health Professions Scholarship Program (HPSP). The FY 2014 budget request reflects a total funding decrease of \$1.9 million. This is the net result of price growth totaling \$138.2 million and programmatic decreases totaling \$140.1 million.

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2013<sup>2</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2014<sup>2</sup></b>
	<b><u>Actual</u></b>	<b><u>Growth</u></b>	<b><u>Growth</u></b>	<b><u>Estimate</u></b>	<b><u>Growth</u></b>	<b><u>Growth</u></b>	<b><u>Estimate</u></b>
Army	3,997.0	51.8	-82.7	3966.1	36.6	-0.1	4,002.6
Navy	1,891.8	47.2	-125.0	1,814.0	22.7	40.3	1,877.0
Marine Corps	646.9	10.4	-222.3	435.0	5.3	82.5	522.8
Air Force	2,941.1	59.7	-26.5	2,974.3	40.7	-235.7	2,779.3
Defense Media Activity (DMA)	34.6	0.0	1.6	36.2	0.0	0.0	36.2
Defense Acquisition University (DAU)	124.6	1.3	21.3	147.2	1.8	8.4	157.4
Defense Contract Audit Agency (DCAA)	7.9	0.6	0.0	8.5	-0.5	0.0	8.0
Defense Human Resources Agency (DHRA)	26.2	0.4	1.3	28.0	0.5	4.9	33.4
Defense Security Services (DSS)	25.3	0.5	3.6	29.4	0.6	0.0	30.0
Defense Threat Reduction Agency (DTRA)	8.7	0.2	1.5	10.4	0.2	-2.2	8.4
National Defense University (NDU)	97.6	0.9	-13.5	85.0	1.1	-1.2	84.9
US Special Operations Command (USSOCOM)	380.9	6.1	-31.2	355.8	5.6	-24.4	337.0
Defense Health Program (DHP)	696.6	20.6	4.9	722.1	23.6	-12.6	733.1
<b>Total</b>	<b>10,879.2</b>	<b>199.7</b>	<b>-467.0</b>	<b>10,612.0</b>	<b>138.2</b>	<b>-140.1</b>	<b>10,610.1</b>
Numbers may not add due to rounding							
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## TRAINING AND EDUCATION

# TRAINING AND EDUCATION

*\$ in Millions*

	<b>FY 2012<sup>1</sup> Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013<sup>2</sup> Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014<sup>2</sup> Estimate</b>
<b><u>Recruit Training</u></b>							
Army <sup>3</sup>	101.7	1.0	21.8	124.5	0.8	-29.4	95.9
Navy	12.7	0.2	-2.4	10.5	0.2	-1.3	9.4
Marine Corps	17.8	0.3	0.2	18.3	0.2	-0.8	17.7
Air Force	15.4	0.3	1.9	17.6	0.4	-0.3	17.7
<b>Total</b>	<b>147.6</b>	<b>1.8</b>	<b>21.5</b>	<b>170.9</b>	<b>1.6</b>	<b>-31.8</b>	<b>140.7</b>
<b><u>Specialized Skills Training</u></b>							
Army	1,111.2	13.2	30.1	1,154.5	14.3	-29.5	1,139.2
Navy	597.8	9.5	-25.1	582.2	9.0	38.9	630.1
Marine Corps	90.2	0.6	-9.9	80.9	0.2	19.7	100.8
Air Force	385.0	5.2	92.4	482.6	7.5	-90.7	399.4
DMA	34.6	0.0	1.6	36.2	0.0	0.0	36.2
DTRA	8.7	0.2	1.5	10.4	0.2	-2.2	8.4
DHP	138.9	2.1	-19.7	121.3	1.9	3.9	127.1
USSOCOM	357.4	5.9	-25.8	337.5	5.3	-29.4	313.4
<b>Total</b>	<b>2,723.7</b>	<b>36.7</b>	<b>45.1</b>	<b>2,805.5</b>	<b>38.4</b>	<b>-89.3</b>	<b>2,754.6</b>
<b><u>Officer Acquisition</u></b>							
Army	122.1	1.2	-10.5	112.9	1.4	1.8	116.0
Navy	145.9	1.2	0.7	147.8	1.7	-1.0	148.5
Marine Corps	0.8	0.0	0.1	0.9	0.0	0.0	0.9
Air Force	115.5	1.1	-1.2	115.4	1.4	-14.5	102.3
DHP	369.5	15.7	27.7	412.8	18.8	-9.5	422.1
<b>Total</b>	<b>753.8</b>	<b>19.2</b>	<b>16.8</b>	<b>789.8</b>	<b>23.2</b>	<b>-23.3</b>	<b>789.8</b>
Numbers may not add due to rounding							
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							
<sup>3</sup> Includes Army One Station Unit Training							

TRAINING AND EDUCATION

# TRAINING AND EDUCATION

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2013<sup>2</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2014<sup>2</sup></b>
	<b>Actual</b>	<b>Growth</b>	<b>Growth</b>	<b>Estimate</b>	<b>Growth</b>	<b>Growth</b>	<b>Estimate</b>
<b><u>Professional Development</u></b>							
Army	266.0	3.4	-10.4	259.0	4.2	29.2	292.4
Navy	183.8	1.6	-14.7	170.7	2.2	-3.8	169.1
Marine Corps	38.1	0.5	4.2	42.8	0.6	3.6	47.0
Air Force	203.6	2.6	28.9	235.1	3.6	10.3	249.0
DAU	124.6	1.3	21.3	147.2	1.8	8.4	157.4
DCAA	7.9	0.6	0.0	8.5	-0.5	0.0	8.0
DHRA	26.2	0.4	1.3	28.0	0.5	4.9	33.4
DSS	25.3	0.5	3.6	29.4	0.6	0.0	30.0
NDU	97.6	0.9	-13.5	85.0	1.1	-1.2	84.9
USSOCOM	23.5	0.2	-5.4	18.3	0.3	5.0	23.6
DHP	188.3	2.8	-3.1	188.0	2.9	-7.0	184.0
<b>Total</b>	<b>1,184.8</b>	<b>14.9</b>	<b>12.3</b>	<b>1,212.0</b>	<b>17.3</b>	<b>49.4</b>	<b>1,278.7</b>
<b><u>Senior ROTC</u></b>							
Army	503.5	9.0	-69.3	443.3	6.7	3.8	453.7
Navy	130.7	2.4	6.1	139.2	2.5	-1.9	139.8
Air Force	74.5	1.4	17.0	92.9	1.7	0.0	94.6
<b>Total</b>	<b>708.7</b>	<b>12.8</b>	<b>-46.2</b>	<b>675.4</b>	<b>10.9</b>	<b>1.9</b>	<b>688.1</b>
<b><u>Flight Training</u></b>							
Army	1041.4	13.6	75.6	1,130.6	-0.7	-113.0	1,016.9
Navy	637.5	29.5	-56.8	610.2	5.0	0.5	615.7
Marine Corps	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Air Force	730.7	29.2	-9.3	750.6	7.1	34.6	792.3
<b>Total</b>	<b>2,409.6</b>	<b>72.3</b>	<b>9.5</b>	<b>2,491.4</b>	<b>11.4</b>	<b>-77.9</b>	<b>2,424.9</b>
Numbers may not add due to rounding							
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## TRAINING AND EDUCATION

# TRAINING AND EDUCATION

*\$ in Millions*

	<b>FY 2012 Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013 Enacted</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014 Estimate</b>
<b><u>Training Support</u></b>							
Army	851.2	10.2	-120.1	741.4	10.0	137.1	888.5
Navy	183.4	2.8	-32.8	153.4	2.1	8.9	164.4
Marine Corps	500.0	9.0	-216.9	292.1	4.3	60.0	356.4
Air Force	124.8	1.1	-24.7	101.2	1.0	4.5	106.7
<b>Total</b>	<b>1,659.4</b>	<b>23.1</b>	<b>-394.5</b>	<b>1,288.1</b>	<b>17.4</b>	<b>210.5</b>	<b>1,516.0</b>
<b><u>Base Support</u></b>							
Air Force	1,291.6	18.8	-131.5	1,178.9	18.0	-179.6	1,017.3
<b>Total</b>	<b>1,291.6</b>	<b>18.8</b>	<b>-131.5</b>	<b>1,178.9</b>	<b>18.0</b>	<b>-179.6</b>	<b>1,017.3</b>
Numbers may not add due to rounding							
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## **Recruit Training:**

- The Army budget request of \$95.9 million includes a program decrease of \$29.4 million. This decrease reflects reduced support costs for Basic Combat training and One-Station Unit training.

## **Specialized Skill Training:**

- The Army budget request of \$1,139.2 million includes a program decrease of \$29.5 million. This decrease is primarily the result of reduced support costs for the Advanced Individual Training Program, the elimination of lower priority training courses, and the substitution of Army civilians with military personnel.
- The Navy budget request of \$630.1 million includes a program increase of \$38.9 million. This increase is primarily the result of increased training requirements for Temporary Duty Under Instruction (TEM DUINS), school modernization, Navy nuclear power training, electronic warfare, and DDG-51 engineering and combat systems.
- The Marine Corps budget request of \$100.8 million includes a program increase of \$19.7 million. This increase is primarily the result of changes to the program of instruction and increases for the engineering school.

## **TRAINING AND EDUCATION**

## **TRAINING AND EDUCATION**

- The Air Force budget request of \$399.4 million includes a program decrease of \$90.7 million. This decrease is primarily the result of targeting readiness requirements deemed most important for full spectrum training and civilian personnel efficiency reductions.
- The United States Special Operations Command's budget request of \$313.4 million includes a program decrease of \$29.4 million. This decrease is primarily the result of the termination of initial skill foreign language training to the Ranger Regiment; reductions in Military Free Fall training, projected reductions in the availability of the joint Medical Training Facility courses, and projected cost savings and efficiencies of private vendor training migration to joint accredited institutional training for Advanced Skills Surveillance Training Program.

### **Officer Acquisition:**

- The Air Force budget request of \$102.3 million includes a program decrease of \$14.5 million. This decrease is primarily the result of the net reduction of 92 FTEs and reductions in the Air Force Academy's supplies, equipment, and travel.

### **Professional Development:**

- The Army budget request of \$292.4 million includes a program increase of \$29.2 million. This increase is primarily the result of an increase in Army National Guard students attending reclassification and Professional Military Education training.
- The Air Force budget request of \$249.0 million includes a program increase of \$10.3 million. This increase is primarily the result of ensuring that all eligible enlisted personnel can attend in-residence Noncommissioned Officer Academy (NCOA) and Senior Noncommissioned Officer Academy (SNCOA). The increase also supports expanding Squadron Officers School.
- The Defense Acquisition University budget request of \$157.4 million includes a program increase of \$8.4 million. This increase supports the newly established College of Contract Management.

### **Flight Training:**

- The Army budget request of \$1,016.9 million reflects a program decrease of \$113.0 million. This decrease reflects reduced funding for Undergraduate and Graduate pilot training seats as a result of clearing the training backlog over the past few years resulting in an overall decrease of 23 thousand flying hours.
- The Air Force budget request of \$792.3 million reflects a program increase of \$34.6 million reflecting the overall increase of 16 thousand flying hours.

### **Training Support:**

- The Army budget request of \$888.5 million reflects a program increase of \$137.1 million. This increase reflects Army National Guard support for Non-commissioned Officer Education System, Officer Education System, Warrant Officer Candidate School and Warrant Officer Education System.

## **TRAINING AND EDUCATION**



## **TRAINING AND EDUCATION**

- The Marine Corps budget request of \$356.4 million reflects a program increase of \$60 million. This increase supports range modernization and transformation, increased institutional training, and increased training support systems.

### **Base Support:**

- The Air Force's budget request of \$1,017.3 million includes a program decrease of \$179.6 million. This decrease reflects a transfer of facilities sustainment, restoration and modernization (FSRM) funding from the training budget activity to the operations budget activity. The transfer will centralize all FSRM funding to provide enterprise-wide asset visibility to ensure the optimal application of resources and investments.

# TRAINING AND EDUCATION

## PROGRAM DATA

*Hours in Thousands*

<u>Flying Hours</u>	<u>FY 2012 Actual</u>	<u>Change</u>	<u>FY 2013 Estimate</u>	<u>Change</u>	<u>FY 2014 Estimate</u>
Army	252.7	16.1	268.8	-23.1	245.7
Navy	297.0	-10.0	287.0	-5.0	282.0
Air Force	360.8	11.7	372.5	16.2	388.7
<b>Total</b>	<b>910.5</b>	<b>17.8</b>	<b>928.3</b>	<b>-11.9</b>	<b>916.4</b>

Numbers may not add due to rounding

## WORKLOAD INDICATORS

*Student/Trainee Workyears*

	<u>FY 2012<sup>1</sup> Actual</u>	<u>Change</u>	<u>FY 2013<sup>2</sup> Estimate</u>	<u>Change</u>	<u>FY 2014<sup>2</sup> Estimate</u>
<b>Army</b>	<b>67,252</b>	<b>6,900</b>	<b>74,152</b>	<b>-3,610</b>	<b>70,542</b>
Recruit Training	13,718	1,908	15,620	-803	14,817
One Station Unit Training	8,058	622	8,680	-1,337	7,343
Specialized Skill	34,716	5,329	40,045	-1,776	38,269
Officer Acquisition	5,092	-191	4,901	13	4,914
Flight Training	1,692	134	1,826	-130	1,696
Professional Development	3,982	-902	3,080	423	3,503
<b>Navy</b>	<b>46,096</b>	<b>-5,852</b>	<b>40,254</b>	<b>2,920</b>	<b>48,991</b>
Recruit Training	6,437	-526	5,911	-194	5,717
Specialized Skill	22,927	-5,266	17,661	4,240	21,901
Officer Acquisition	5,117	-45	5,990	-124	5,866
Senior ROTC	6,035	187	6,589	-599	5,990
Flight Training	2,899	923	3,822	-1,391	8,248
Professional Development	2,681	-870	1,811	658	2,469

## TRAINING AND EDUCATION

# TRAINING AND EDUCATION

## WORKLOAD INDICATORS (cont'd)

*Student/Trainee Workyears*

	FY 2012 <sup>1</sup> <u>Actual</u>	<u>Change</u>	FY 2013 <sup>2</sup> <u>Estimate</u>	<u>Change</u>	FY 2014 <sup>2</sup> <u>Estimate</u>
<b>Marine Corps</b>	<b>25,196</b>	<b>-1,368</b>	<b>23,828</b>	<b>589</b>	<b>24,417</b>
Recruit Training	8,109	-1,751	6,358	34	6,392
Specialized Skill	15,183	108	15,291	140	15,431
Officer Acquisition	302	-1	301	216	517
Professional Development	1,602	276	1,878	199	2,077
<b>Air Force</b>	<b>24,699</b>	<b>-80</b>	<b>24,619</b>	<b>-93</b>	<b>24,526</b>
Recruit Training	2,945	0	2,945	0	2,945
Specialized Skill Training	12,829	0	12,829	0	12,829
Officer Acquisition	4,524	-77	4,447	-44	4,403
Flight Training	2,241	-22	2,219	2	2,221
Professional Development	2,160	19	2,179	-51	2,128
<b>Defense Health Program</b>	<b>87,908</b>	<b>2,403</b>	<b>90,311</b>	<b>3,835</b>	<b>94,146</b>
Officer Acquisition	7,337	162	7,499	-16	7,483
Graduate Medical Education	1,707	-89	1,618	13	1,631
Professional Development	35,833	164	35,997	4,849	40,846
Other Education and Training Programs	26,412	-33	26,379	73	26,452
Medical Education and Training Center	16,619	2,199	18,818	-1,084	17,734
<b>US Special Operations Command</b>	<b>5,690</b>	<b>96</b>	<b>5,786</b>	<b>-11</b>	<b>5,775</b>
Specialized Skill	5,478	92	5,570	-49	5,521
Professional Development	212	4	216	38	254
Numbers may not add due to rounding					
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding					

TRAINING AND EDUCATION

## RECRUITING, ADVERTISING, AND EXAMINING

Overall funding in recruiting, advertising, and examining provides support for recruiting commands and stations throughout the United States; local, regional, and national advertising to access and retain quality enlisted and officer personnel; and the processing of all enlisted personnel entering on active duty. Total FY 2014 funding decreases by \$28.5 million. Of this amount, there is a \$27.7 million increase for price growth and a \$56.2 million decrease for program changes.

*\$ in Millions*

<b><u>Funding Summary</u></b>	<b><u>FY 2012<sup>1</sup></u></b> <b><u>Actual</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2013<sup>2</sup></u></b> <b><u>Estimate</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2014<sup>2</sup></u></b> <b><u>Estimate</u></b>
Army	683.2	10.3	-29.0	664.5	9.5	-17.6	656.4
Navy	270.2	5.5	-34.4	241.3	2.9	-2.5	241.7
Marine Corps	197.3	3.6	-32.3	168.6	3.0	8.1	179.7
Air Force	123.4	2.1	7.4	132.9	2.3	-8.8	126.4
Defense Health Program	63.3	1.1	4.6	69.0	1.5	7.6	78.1
Defense-Wide	27.2	0.5	-2.1	25.5	0.5	-0.4	25.7
Army Reserve	40.1	0.5	13.0	53.6	1.1	-22.5	32.2
Marine Corps Reserve	9.0	0.2	-0.2	9.0	0.2	0.0	9.2
Air Force Reserve	31.4	0.6	-16.0	16.0	0.2	-1.2	15.0
Army National Guard	395.0	7.9	-92.8	310.0	5.9	-18.9	297.1
Air National Guard	<u>39.6</u>	<u>0.8</u>	<u>-8.4</u>	<u>32.0</u>	<u>0.6</u>	<u>0.0</u>	<u>32.6</u>
<b>Total</b>	<b>1,879.7</b>	<b>33.1</b>	<b>-190.2</b>	<b>1,722.6</b>	<b>27.7</b>	<b>-56.2</b>	<b>1,694.1</b>

<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

Numbers may not add due to rounding

<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding

## RECRUITING, ADVERTISING, AND EXAMINING

## RECRUITING, ADVERTISING, AND EXAMINING

The following tables provide the funding by Component for each category:

### Recruiting

The recruiting mission is to maintain the highest quality force possible. Recruiting funds provide support for recruiting commands and stations throughout the United States, to include civilian pay and training; recruiter training; recruiter travel and per diem; applicant meals, lodging and travel; vehicle operation and maintenance; office leases; and operating costs of the Navy's Flight Demonstration Team (Blue Angels).

The FY 2014 recruiting program reflects a decrease of \$60.4 million. Of this amount, \$14.6 million is for price growth netted against a program decrease of \$74.9 million. The decrease reflects accession mission reductions; organizational rightsizing; business process reengineering efforts; and best business practices implementation.

*\$ in Millions*

<b><u>Recruiting Summary</u></b>	<b><u>FY 2012<sup>1</sup></u></b> <b><u>Actual</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2013<sup>2</sup></u></b> <b><u>Estimate</u></b>	<b><u>Price</u></b> <b><u>Growth</u></b>	<b><u>Program</u></b> <b><u>Growth</u></b>	<b><u>FY 2014<sup>2</sup></u></b> <b><u>Estimate</u></b>
Army	314.2	5.4	-19.0	300.6	4.8	-28.7	276.7
Navy	136.1	1.9	12.1	150.0	2.4	-0.5	152.0
Marine Corps	96.1	2.0	-6.1	92.0	1.5	-2.2	91.3
Air Force	59.9	0.9	-1.8	59.0	0.9	-3.0	56.9
Army Reserve	36.8	0.8	13.0	50.6	0.8	-22.4	29.0
Defense-Wide	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Marine Corps Reserve	5.4	0.1	-0.2	5.3	0.1	0.0	5.4
Air Force Reserve	11.0	0.1	-3.0	8.1	0.1	-0.4	7.8
Army National Guard	184.6	3.7	2.7	191.0	3.6	-17.7	176.9
Air National Guard	<u>18.0</u>	<u>0.4</u>	<u>-4.1</u>	<u>14.3</u>	<u>0.3</u>	<u>0.0</u>	<u>14.6</u>
<b>Total</b>	<b>862.1</b>	<b>15.3</b>	<b>-6.4</b>	<b>871.0</b>	<b>14.6</b>	<b>-74.9</b>	<b>810.6</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## RECRUITING, ADVERTISING, AND EXAMINING

## RECRUITING, ADVERTISING, AND EXAMINING

### Advertising

Advertising funds provide for local, regional, national and corporate advertising to access quality enlisted and officer personnel. All advertising is designed to increase public awareness and describe employment opportunities. The Services fund a media mix that includes television and radio; magazines and newspapers; internet websites and banner advertising; informational videos; direct mail campaigns; and recruiting booklets/pamphlets. The O&M, Defense-Wide appropriation funds a joint program managed by the Defense Human Resources Activity that monitors the youth market to enable research-based recruiting decisions, and tracks all advertising campaigns to eliminate unnecessary redundancies across the recruiting communities. This program also funds the compilation and distribution of prospect lists, and executes the Department's only advertising campaign aimed at building advocacy among parents, teachers, guidance counselors, and coaches, who are the primary influencers of youth.

The 2014 Advertising program reflects an increase of \$8.6 million. This amount is the net result of a \$10.4 million increase for price growth and a \$1.9 million program decrease. The decrease reflects reduced impressions to the target market.

*\$ in Millions*

<u>Advertising Summary</u>	<u>FY 2012<sup>1</sup> Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2013<sup>2</sup> Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2014<sup>2</sup> Estimate</u>
Army	198.3	3.4	5.3	207.0	3.3	-1.3	209.0
Navy	94.5	2.0	-45.5	51.0	0.9	-2.0	49.9
Marine Corps	101.2	1.6	-26.2	76.6	1.5	10.4	88.5
Air Force	60.7	1.2	9.3	71.2	1.4	-6.8	65.8
Defense-Wide	27.2	0.5	-2.1	25.5	0.5	-0.4	25.7
Army Reserve	3.3	-0.3	0.0	3.0	0.3	-0.1	3.2
Marine Corps Reserve	3.6	0.1	0.0	3.7	0.1	0.0	3.8
Air Force Reserve	20.4	0.4	-12.9	7.9	0.1	-0.8	7.2
Army National Guard	210.4	4.2	-95.5	119.1	2.3	-1.2	120.2
Air National Guard	<u>21.6</u>	<u>0.4</u>	<u>-4.3</u>	<u>17.7</u>	<u>0.3</u>	<u>0.0</u>	<u>18.0</u>
<b>Total</b>	<b>741.2</b>	<b>13.5</b>	<b>-171.9</b>	<b>582.7</b>	<b>10.6</b>	<b>-2.1</b>	<b>591.3</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding					Numbers may not add due to rounding		
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## RECRUITING, ADVERTISING, AND EXAMINING

# RECRUITING, ADVERTISING, AND EXAMINING

## Examining

Examining funds provide support for the U.S. Military Entrance Processing Command (MEPCOM), which operates 65 Military Entrance Processing Stations (MEPS) and 468 Military Examining Test Sites (METS). This joint-Service organization screens individuals for medical and moral qualifications and aptitude, and then administratively processes them into all of the Armed Services. During mobilization, the command processes persons called to active duty from the Individual Ready Reserve, as well as conscripts inducted via the Selective Service System (SSS). As the DoD Executive Agent for the MEPCOM, the Army provides funding and civilian personnel resources for operation of the MEPS and the METS, administration of the Armed Services Vocational Aptitude Battery (ASVAB) for both the production and student (high school) testing programs, and the MEPCOM's Information Technology (IT) requirements. The Air Force provides funding for an Air Force specific strength aptitude test program. This Air Force program provides a gender neutral test to ensure personnel are capable of performing their duties, therefore reducing accidents and injuries due to overexertion and alleviating attrition in strenuous jobs.

The Defense Health Program finances the medical activities in the MEPS, primarily the examination of applicants to determine their medical qualifications for enlistment in the Armed Forces. In addition, the Defense Health Program includes funds for the DoD Medical Evaluation Review Board, which schedules and reviews physical examinations for the Service Academies and for the Reserve Officers Training Corps (ROTC) scholarship program.

The FY 2014 Examining program reflects an increase of \$24 million. This amount is the net result of a 3.0 million increase for price growth and a \$20.9 million program increase. The increase reflects increased support to the Military Entrance Processing Command Integrated Resource System due to replacement schedule delays; replacement equipment for communications and information technology; and increased production testing and examining workload.

*\$ in Millions*

<u>Examining Summary</u>	<u>FY 2012<sup>1</sup> Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2013<sup>2</sup> Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2014<sup>2</sup> Estimate</u>
Army	170.7	1.5	-15.3	156.9	1.5	12.4	170.8
Air Force	2.8	0.0	0.0	2.7	0.0	0.9	3.7
Defense Health Program	<u>63.3</u>	<u>1.1</u>	<u>4.6</u>	<u>69.0</u>	<u>1.5</u>	<u>7.6</u>	<u>78.1</u>
<b>Total</b>	<b>236.7</b>	<b>2.6</b>	<b>-10.7</b>	<b>228.6</b>	<b>3.0</b>	<b>20.9</b>	<b>252.6</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding			
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

## RECRUITING, ADVERTISING, AND EXAMINING

## COMMAND, CONTROL, AND COMMUNICATIONS (C3)

*\$ in Millions*

<u>C3</u>	<u>FY 2012<sup>1</sup> Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2013<sup>2</sup> Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2014<sup>2</sup> Estimate</u>
Army	835.2	15.9	116.9	968.0	18.4	-75.8	910.6
Navy	1,020.0	17.3	-37.7	999.6	18.9	3.1	1,021.6
Marine Corps	35.1	0.6	6.8	42.5	0.7	-3.5	39.7
Air Force	2,646.9	44.7	-540.4	2,151.2	31.8	-191.4	1,991.6
Defense-Wide	1,281.3	20.1	-55.3	1,246.1	22.0	-68.9	1,199.2
Army Reserve	78.7	1.4	7.1	87.2	1.8	1.6	90.6
Navy Reserve	15.8	0.2	0.0	16.0	0.3	-0.3	16.0
Marine Corps Reserve	2.1	0.0	0.2	2.3	0.0	0.3	2.6
Air Force Reserve	117.2	1.8	-65.1	53.9	0.7	1.0	55.6
Army National Guard	296.6	5.5	-45.2	256.9	4.7	14.5	276.1
Air National Guard	165.3	3.3	-71.2	97.4	3.0	-19.4	81.0
Defense Health Program	41.8	0.9	-1.8	40.8	0.7	2.9	44.4
<b>Total</b>	<b>6,536.0</b>	<b>111.7</b>	<b>-685.7</b>	<b>5,961.9</b>	<b>103.0</b>	<b>-335.9</b>	<b>5,729.0</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding			
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

Command, control, and communications (C3) resources provide seamless base level and worldwide communication networks for voice, data, and imagery traffic of sufficient quality, reliability, and flexibility to ensure responsive support to U.S. forces. This information infrastructure contains communications networks, computers, software, databases, applications, data, security services, and other capabilities that meet the information processing and transport needs of DoD users. The C3 program specifically funds telecommunications systems, leased circuits, and other services necessary for information transfer, messaging operations, and equipment associated with sending and receiving communications transmissions. Additionally, this program funds efforts to integrate command and control systems with communications to support the information needs of field commanders. The FY 2014 budget request of \$5,729.0 million includes price increases of \$103.0 million and program decreases of \$335.9 million (6 percent) below the FY 2013 funding level.

### COMMAND, CONTROL, AND COMMUNICATIONS (C3)



## COMMAND, CONTROL, AND COMMUNICATIONS (C3)

*\$ in Millions*

<u>C3</u>	<u>FY 2012<sup>1</sup> Actual</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2013<sup>2</sup> Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2014<sup>2</sup> Estimate</u>
<b>Data Communications</b>							
Sustaining Base Communications	2,109.5	34.5	-671.8	1,472.9	23.5	-103.9	1,395.7
Long Haul Communications	1,108.5	19.8	-19.5	1,107.8	22.9	-56.8	1,069.6
Deployable and Mobile Communications	511.0	0.9	-89.4	403.8	8.5	-57.3	382.1
<b>Sub Total (data communications)</b>	<b>3,729.0</b>	<b>63.3</b>	<b>-780.7</b>	<b>3,011.5</b>	<b>54.9</b>	<b>-218.0</b>	<b>2,847.4</b>
<b>Command and Control (C2)</b>							
National	610.1	10.3	-10.5	677.6	9.2	-19.4	608.0
Operational	687.0	13.7	16.2	649.3	11.6	-19.0	700.9
Tactical	396.1	7.5	-12.6	391.1	6.2	-7.8	389.5
<b>Sub Total C2</b>	<b>1,693.2</b>	<b>31.5</b>	<b>-6.9</b>	<b>1,718.0</b>	<b>27.0</b>	<b>-46.2</b>	<b>1,698.4</b>
<b>C3-Related</b>							
Navigation	123.9	1.0	3.8	128.7	1.6	3.0	1,332.0
Meteorology	92.3	0.9	6.0	99.2	1.5	-17.3	83.5
Combat Identification	236.2	4.1	56.8	297.0	5.6	28.4	331.0
Information Assurance Activities	661.5	10.7	35.4	707.7	12.4	-85.4	635.4
<b>Sub Total C3 related</b>	<b>1,113.9</b>	<b>16.7</b>	<b>102.0</b>	<b>1,232.6</b>	<b>21.1</b>	<b>-71.3</b>	<b>1,183.1</b>
<b>Total</b>	<b>6,536.0</b>	<b>111.7</b>	<b>-685.7</b>	<b>5,961.9</b>	<b>103.0</b>	<b>-335.9</b>	<b>5,729.0</b>
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding				Numbers may not add due to rounding			
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

### COMMAND, CONTROL, AND COMMUNICATIONS (C3)

## **COMMAND, CONTROL, AND COMMUNICATIONS (C3)**

**Data Communications:** Communications are an integral element of C3 and include sustaining base, long haul, and all forms deployable and mobile communications assets. Resources for sustaining base communications are almost exclusively fixed plant and installation support and provide the “backbone” and other communications infrastructure for CONUS and overseas locations. Funding for long-haul communications, largely comprised of the Defense Information Systems Network (DISN) costs, includes primarily voice and data services for all off-post connectivity, worldwide web, and other connectivity. The DISN is a combination of DoD-owned and leased telecommunications networks and subsystems comprised of equipment, services, personnel, and facilities under the management control and operational direction of the Defense Information Systems Agency (DISA). Resources for deployable and mobile communications include funding for systems and capabilities to extend communications into areas of operations, which are primarily provided through satellite systems and other wireless transmission means and constitute moveable or transportable communications. The FY 2014 budget request of \$2,847.4 million reflects a program decrease of \$218.0 million (7 percent) below the FY 2013 funding level. The following are the most significant changes:

- The Army Active Component budget request of \$581.1 million includes a program decrease of \$38.4 million. This decrease is primarily the result of reduced funding for mobile satellite voice and data communications.
- The Navy Active Component budget request of \$546.4 million includes a program decrease of \$13.9 million and is primarily the result of terminating leased satellite and skynet programs.
- The Marine Corps Active Component budget request of \$35.7 million includes a program decrease of \$4.0 million and is primarily the result of reduced base communication service levels.
- The Air Force Active Component budget request of \$728.0 million includes a program decrease of \$82.9 million, is primarily the result of efficiencies taken in the consolidation of long-haul circuits and reduced base communication levels. Management efficiencies were recognized in civilian payroll, support contracts, infrastructure, and privatization initiatives.
- The Army National Guard request of \$241.3 million includes a program increase of \$6.1 million to account for the additional investment the Guard is taking in support of data migration and change management as they transition to the Global Combat Support System – Army (GCSS-A) and other integrated operating systems.
- The Special Operations Command (SOCOM) budget request of \$165.7 million includes a program decrease of \$66.4 million. This reduction is largely attributed to reducing enterprise information technology contracts and properly budgeting for long haul communication costs within the contingency request.

## **COMMAND, CONTROL, AND COMMUNICATIONS (C3)**

**Command and Control (C2):** This category represents the facilities, systems, and manpower essential to a commander for planning, directing, coordinating, and controlling operations of assigned forces. These command and control capabilities cover the National Command Authority, through the joint operational and theater level echelon, and down to the front-line tactical elements. Additionally, this category includes funding for the Defense portion of the National Airspace System and other air traffic control activities. The FY 2014 budget request of \$1,698.4 million reflects a program decrease of \$46.2 million (3 percent) below FY 2013 funding level. Major changes include:

- The Air Force Active Component budget request of \$1,004.9 million reflects a program decrease of \$54.2 million, primarily driven by programmatic reductions in the Space Based Infrared System (SBIR) and management directed efficiencies in civilian pay and administrative overhead.
- The SOCOM budget request of \$200.1 million includes a program increase of \$7.4 million, primarily the result of sustainment of inventory, licensing and ancillary support of SIPR/NIPR infrastructure and enhanced support for spectrum equipment.

**C3-Related:** This category includes various programs and functions related to, and supportive of, communications, command, and control requirements and includes both communications security and computer security. Included are communication resources to support navigation, meteorological reporting, combat identification that provides positive identification of friendly forces to prevent fratricide, and information assurance to protect information systems against denial of service and unauthorized (accidental or intentional) disclosure, modification, or destruction of the information system or data. The FY 2014 budget request of \$1,183.1 million reflects a program decrease of \$71.3 million (6 percent) below the FY 2013 funding level. The significant changes include:

- The Army Active Component budget request of \$270.2 million reflects a program decrease of \$36.5 million, primarily due to a reduction in the number of information systems requiring certification and accreditation.
- The Navy Active Component budget request of \$377.1 million reflects a program increase of \$7.6 million, primarily the result of enhanced close-in weapon systems support.
- The Air Force budget request of \$258.7 million includes a program decrease of \$26.9 million, which is primarily a result of reductions in civilian pay funding in the meteorology functional area along with other efficiencies in information technology.
- The DISA budget request of \$258.7 million includes a program decrease of \$25.2 million; reductions come about as a result of reducing classified programs and a functional transfer that moves the field security offices operations into the Defense Working Capital Fund.

## **COMMAND, CONTROL, AND COMMUNICATIONS (C3)**

## TRANSPORTATION

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2013<sup>2</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2014<sup>2</sup></b>
	<b>Actual</b>	<b>Growth</b>	<b>Growth</b>	<b>Estimate</b>	<b>Growth</b>	<b>Growth</b>	<b>Estimate</b>
<b>Army</b>	<b>5,661.6</b>	<b>18.2</b>	<b>-5,078.5</b>	<b>601.3</b>	<b>27.4</b>	<b>61.4</b>	<b>690.1</b>
<b>Navy</b>	<b>469.0</b>	<b>8.0</b>	<b>-295.0</b>	<b>182.0</b>	<b>8.0</b>	<b>17.0</b>	<b>207.0</b>
<b>Marine Corps</b>	<b>362.5</b>	<b>7.9</b>	<b>-330.5</b>	<b>39.9</b>	<b>2.4</b>	<b>1.4</b>	<b>43.8</b>
<b>Air Force</b>	<b>295.5</b>	<b>19.6</b>	<b>-160.8</b>	<b>154.3</b>	<b>17.9</b>	<b>26.3</b>	<b>198.5</b>
<b>Army Reserve</b>	<b>14.4</b>	<b>0.2</b>	<b>-1.6</b>	<b>13.0</b>	<b>0.2</b>	<b>-2.5</b>	<b>10.7</b>
<b>Navy Reserve</b>	<b>10.8</b>	<b>0.2</b>	<b>-6.5</b>	<b>4.5</b>	<b>0.1</b>	<b>0.0</b>	<b>4.6</b>
<b>Marine Corps Reserve</b>	<b>0.9</b>	<b>0.02</b>	<b>0.01</b>	<b>0.9</b>	<b>0.02</b>	<b>0.0</b>	<b>0.9</b>
<b>Air Force Reserve</b>	<b>5.2</b>	<b>0.1</b>	<b>-3.6</b>	<b>1.7</b>	<b>0.0</b>	<b>0.0</b>	<b>1.7</b>
<b>Army National Guard</b>	<b>6.1</b>	<b>0.1</b>	<b>5.6</b>	<b>11.8</b>	<b>0.2</b>	<b>-1.2</b>	<b>10.8</b>
<b>Air National Guard</b>	<b>36.8</b>	<b>1.4</b>	<b>-26.5</b>	<b>11.7</b>	<b>0.2</b>	<b>0.1</b>	<b>12.0</b>
<b>DoD Dependents Education</b>	<b>21.3</b>	<b>0.4</b>	<b>-1.6</b>	<b>20.1</b>	<b>0.7</b>	<b>-1.6</b>	<b>19.3</b>
<b>Defense Logistics Agency</b>	<b>111.0</b>	<b>2.0</b>	<b>-45.0</b>	<b>68.0</b>	<b>1.0</b>	<b>-3.0</b>	<b>66.0</b>
<b>Defense Threat Reduction</b>	<b>4.6</b>	<b>0.3</b>	<b>-0.1</b>	<b>4.8</b>	<b>0.1</b>	<b>0.2</b>	<b>5.1</b>
<b>OSD</b>	<b>284.9</b>	<b>36.9</b>	<b>-33.1</b>	<b>288.7</b>	<b>74.6</b>	<b>-87.1</b>	<b>276.2</b>
<b>Joint Staff</b>	<b>18.0</b>	<b>0.0</b>	<b>1.0</b>	<b>19.0</b>	<b>0.0</b>	<b>0.0</b>	<b>19.0</b>
<b>Total</b>	<b>7,302.60</b>	<b>95.30</b>	<b>-5,976.20</b>	<b>1,421.70</b>	<b>132.80</b>	<b>11.00</b>	<b>1,565.50</b>

Numbers may not add due to rounding

<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding

<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding

The Transportation budget funds the movement of materiel between contractors' plants, military logistics centers, and field activities throughout the world. The Components purchase transportation from Department of Defense (DoD) activities in the Defense Working Capital Funds (DWCF) and from commercial sources. Transportation consists of two types: first destination and second destination (explained subsequently). In addition to DoD military supplies and equipment, other major commodities shipped include overseas mail, subsistence items, and base exchange stock. Supplies and equipment may be shipped overland, by sea or by air.

TRANSPORTATION

## **TRANSPORTATION**

In FY 2014, total DoD transportation costs are \$1,565.5 million, an increase of \$143.8 million above the FY 2013 funding level. This includes price increases of \$132.8 million and program increases of \$11 million.

- The Army's second destination transportation program increased primarily as a result of the movement of equipment and secondary items transferred between commands, depots and installations. Funding also increased as a result of fuel surcharges. This increase was partially offset by decreases in the volume of APO mail, subsistence and AAFES operations in OCONUS locations.
- The Marine Corps' submission reflects increased costs resulting from the use of organic sources to fulfill requirements for transportation of readiness and training materiel. These costs include the transportation of major end items such as heavy equipment and machinery along with items in all classes of supply including subsistence, mail, repair parts and high value repairable items. The increase also pertains to additional requirements for principal end item maintenance and rotation in the Enterprise Level Maintenance Program (ELMP), as well as increases to port handling operations as overall throughput of materiel grows.
- The Air Force budget request of \$198.5 million includes an increase of \$17.9 million for the Defense Courier Service (DCS), established under United States Transportation Command (TRANSCOM). DCS is the single DoD agency responsible for secure and rapid worldwide distribution of highly classified, time-sensitive national security material. DCS is responsible for transporting primarily top secret, sensitive compartmented information, cryptographic keying material and other sensitive materials.
- The Department of Defense Dependents Education (DoDDE) transportation funding supports the shipment of household goods and personally owned vehicles for DoDEA teachers and other professionals primarily to OCONUS locations. Funding also supports the shipment of textbooks, supplies, and other educational support equipment. The DoDDE budget request reflects a decrease of \$0.9 million in FY 2014 due to lower costs associated with switching from air freight to ground transportation.
- The OSD Defense-wide decrease is based upon a reduced number of forces expected to participate in Combatant Commanders Exercise Engagement and Training Transformation (CE2T2) training events, leading to programmatic reductions to the Joint Exercise Transportation Program (JETP) and cargo operations.
- The Navy budget reflects increased funding for the TRANSCOM distribution process owner bill (\$11 million). Other increases are driven by logistics and facilities support, ship operations, and ship maintenance to support the strategic shift of patrol craft assets from CONUS to Forward Deployed Naval Forces (FDFN) (\$5 million) and logistics and facilities support, ship operations and ship maintenance to support guided missile destroyer FDFN deployments to Rota, Spain and Singapore (\$4 million). These increases are partially offset by efficiencies on the order of \$3 million in the Strategic Network Optimization (SNO) initiative to optimize the global distribution network supporting the warfighter through leveraging existing resources, reducing supply chain costs, and optimizing workload, supply sources and transportation lanes.

## **TRANSPORTATION**

# TRANSPORTATION

## First Destination Transportation

First Destination Transportation (FDT) finances the transportation costs for delivery of items purchased directly from manufacturers. FDT costs for delivery of procurement-funded weapon systems and equipment or supplies and equipment purchased through the Defense Working Capital Fund are not included here. The following table summarizes FDT funding:

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2013<sup>2</sup></b>	<b>Price</b>	<b>Program</b>	<b>FY 2014<sup>2</sup></b>
	<b><u>Actual</u></b>	<b><u>Growth</u></b>	<b><u>Growth</u></b>	<b><u>Estimate</u></b>	<b><u>Growth</u></b>	<b><u>Growth</u></b>	<b><u>Estimate</u></b>
<b><u>Major Commodity</u></b>	<b><u>142.8</u></b>	<b><u>2.5</u></b>	<b><u>-51.1</u></b>	<b><u>94.2</u></b>	<b><u>1.8</u></b>	<b><u>-4.6</u></b>	<b><u>91.4</u></b>
Military Supplies and Equipment	121.5	2.1	-49.5	74.1	1.1	-3	72.2
Other	21.3	0.4	-1.6	20.1	0.7	-1.6	19.2
<b><u>Mode of Shipment</u></b>	<b><u>142.9</u></b>	<b><u>2.5</u></b>	<b><u>-51.2</u></b>	<b><u>94.2</u></b>	<b><u>1.8</u></b>	<b><u>-4.6</u></b>	<b><u>91.4</u></b>
<b><u>Military Commands</u></b>	<b><u>27.6</u></b>	<b><u>0.5</u></b>	<b><u>-4.2</u></b>	<b><u>23.9</u></b>	<b><u>0.8</u></b>	<b><u>-1.6</u></b>	<b><u>23.1</u></b>
Surface	21.3	0.4	-1.6	20.1	0.7	-1.6	19.2
Sealift	1	0	0	1	0	0	1
Airlift	5.3	0.1	-2.6	2.8	0.1	0	2.9
<b><u>Commercial</u></b>	<b><u>115.3</u></b>	<b><u>2</u></b>	<b><u>-47</u></b>	<b><u>70.3</u></b>	<b><u>1</u></b>	<b><u>-3</u></b>	<b><u>68.3</u></b>
Surface	112.4	2	-45.1	69.3	1	-3	67.3
Sea	0	0	0	0	0	0	0
Air	2.9	0	-1.9	1	0	0	1
					Numbers may not add due to rounding		
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding							
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding							

TRANSPORTATION

# TRANSPORTATION

## Second Destination Transportation

Funding for Second Destination Transportation (SDT) finances the movement of government owned equipment and materiel among and between depots, logistics centers, and field activities including: retrograde cargo, post office mail, ammunition, support of classified and special programs, spare parts and other cargo. Equipment and materiel is shipped by either military airlift and sealift worldwide, commercial surface transportation, or commercial air carriers operating daily flights over regular routes within CONUS and Alaska. Costs include accessory transportation services such as vessel per diem and retention charges. The following table summarizes SDT funding – “other” includes storage costs, container leasing, shipping equipment (e.g., cranes), and cargo tracking systems:

*\$ in Millions*

	<b>FY 2012<sup>1</sup></b> <b><u>Actual</u></b>	<b>Price</b> <b><u>Growth</u></b>	<b>Program</b> <b><u>Growth</u></b>	<b>FY 2013<sup>2</sup></b> <b><u>Estimate</u></b>	<b>Price</b> <b><u>Growth</u></b>	<b>Program</b> <b><u>Growth</u></b>	<b>FY 2014<sup>2</sup></b> <b><u>Estimate</u></b>	
<b>Major Commodity</b>	<b><u>7,159.8</u></b>	<b><u>92.8</u></b>	<b><u>-5,925.1</u></b>	<b><u>1,327.5</u></b>	<b><u>131.0</u></b>	<b><u>15.6</u></b>	<b><u>1,474.1</u></b>	
Military Supplies and Equipment	5,672.5	83.1	-4,748.7	1,006.9	116.7	45.4	1,169.0	
Mail Overseas	132.7	3.3	-64.4	71.6	3.1	-8.9	65.8	
Subsistence	1,200.2	2.6	-1,154.5	48.3	1.6	-0.4	49.5	
Base Exchange	154.4	3.8	42.5	200.7	9.6	-20.5	189.8	
<b>Mode of Shipment</b>	<b><u>7,159.8</u></b>	<b><u>92.8</u></b>	<b><u>-5,925.1</u></b>	<b><u>1,327.5</u></b>	<b><u>131.1</u></b>	<b><u>15.7</u></b>	<b><u>1,474.1</u></b>	
<b>Military Commands</b>	<b><u>2,849.5</u></b>	<b><u>67.0</u></b>	<b><u>-2,164.6</u></b>	<b><u>751.9</u></b>	<b><u>110.2</u></b>	<b><u>-74.4</u></b>	<b><u>787.6</u></b>	
Surface	284.3	39.8	-153.2	170.9	75.3	-89.8	156.4	
Sealift	1,130.6	5.1	-931.2	204.5	20.6	5.9	231.0	
Airlift	1,397.8	21.8	-1,075.3	344.3	13.2	-1.6	355.8	
Other	36.8	0.3	-4.9	32.2	1.1	11.1	44.4	
<b>Commercial</b>	<b><u>4,310.3</u></b>	<b><u>25.8</u></b>	<b><u>-3,760.5</u></b>	<b><u>575.6</u></b>	<b><u>20.9</u></b>	<b><u>90.1</u></b>	<b><u>686.5</u></b>	
Surface	1,079.8	4.8	-939.3	145.3	5.5	7.7	158.5	
Sealift	1,471.7	5.7	-1,318.3	159.1	7.3	16.1	182.5	
Airlift	1,231.0	13.4	-1,043.4	201.0	5.7	61.0	267.6	
Other	527.7	1.9	-459.5	70.1	2.4	5.3	77.8	
							Numbers may not add due to rounding	
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding								
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding								

TRANSPORTATION

## ENVIRONMENTAL PROGRAMS

*\$ in Millions*

	<b>FY 2012 Actual</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2013 Estimate</b>	<b>Price Growth</b>	<b>Program Growth</b>	<b>FY 2014 Estimate</b>
<b>Environmental Restoration</b>	<b>1,521.1</b>	<b>30.4</b>	<b>-127.0</b>	<b>1,424.5</b>	<b>27.1</b>	<b>-148.7</b>	<b>1,302.9</b>
<b>Environmental Compliance</b>	<b>1,388.4</b>	<b>27.8</b>	<b>34.6</b>	<b>1,450.8</b>	<b>27.6</b>	<b>-18.1</b>	<b>1,460.3</b>
<b>Environmental Conservation</b>	<b>387.7</b>	<b>7.7</b>	<b>-15.7</b>	<b>379.7</b>	<b>7.2</b>	<b>-24.3</b>	<b>362.6</b>
<b>Pollution Prevention</b>	<b>97.9</b>	<b>2.0</b>	<b>7.1</b>	<b>107.0</b>	<b>2.0</b>	<b>-2.6</b>	<b>106.4</b>
<b>Environmental Technology</b>	<b>213.6</b>	<b>4.3</b>	<b>2.3</b>	<b>220.2</b>	<b>4.1</b>	<b>-9.9</b>	<b>214.4</b>
<b>Base Realignment &amp; Closure (BRAC)</b>	<b>509.5</b>	<b>10.2</b>	<b>-126.7</b>	<b>393.0</b>	<b>7.5</b>	<b>-21.2</b>	<b>379.3</b>
<b>Total Environmental Program<sup>1</sup></b>	<b>4,118.2</b>	<b>82.4</b>	<b>-225.4</b>	<b>3,975.2</b>	<b>75.5</b>	<b>-224.8</b>	<b>3,825.9</b>
<small>Numbers may not add due to rounding</small>							
<sup>1</sup> Includes environmental funding for all DoD appropriations/funds, not only those funded in the Operation and Maintenance (O&M) accounts							

The Department of Defense Environmental Programs address five overriding and interconnected goals: (1) to support the readiness of U. S. Forces by ensuring access to air, land, and water for training and operations; (2) to improve the quality of life by protecting military personnel and families from environmental, safety, and health hazards; (3) to ensure that weapons systems, logistics, installations, et. al., have better performance, lower total ownership costs, and permissible health and environmental effects; (4) to serve customers, clients, and stakeholders through public participation and advocacy; and (5) to enhance international security through military-to-military cooperation. To help achieve these goals, the Department established its environmental program around five pillars -- cleanup, compliance, conservation, pollution prevention, and environmental technology. The FY 2014 budget request of \$3,825.9 million decreases by \$149.3 million, which includes price growth of \$75.5 million and a net program decrease of \$224.8 million (-5.7 percent). The decrease reflects reductions in every program except compliance.

### **Environmental Restoration (ER)**

The Department's Environmental Restoration (ER) program focuses on reducing the risks to human health and the environment at active installations and Formerly Used Defense Sites (FUDS), while ensuring that DoD environmental cleanup policy conforms to existing laws and regulations. The DoD Environmental Restoration appropriations provide for: the identification, investigation, and cleanup of contamination from hazardous substances and wastes, and contamination from unexploded ordnance (UXO), discarded military munitions, and munitions constituents at other than operational ranges; correction of other environmental damage; and the



## **ENVIRONMENTAL PROGRAMS**

demolition and removal of unsafe buildings, structures, and debris. In FY 1996, DoD began a relative risk approach to environmental cleanup. This process enables the Department to prioritize cleanup activities at sites that pose the greatest danger to the health and safety of the environment and public in the context of regulatory agreements. The relative risk process is the key tool used by the Department in the planning, programming, and budgeting of the cleanup program as well as its execution.

Also in FY 1996, the Department developed specific clean-up goals that have been briefed to the Congress, the regulator community, and the public. Accordingly, the Department funds its environmental restoration program to ensure the Military Departments and Defense Agencies meet all legal agreements and ensure compliance with DoD cleanup goals. The budget exhibits also clearly identifies funding requirements for response actions to address UXO, discarded military munitions, and munitions constituents at other than operational ranges. As shown in the various Component Environmental Restoration budget exhibits for FY 2014, Army, Navy, and Air Force cleanup programs are essentially on schedule to meet the Department's cleanup goals; DLA is ahead of schedule, which is necessary in some cases to meet legal requirements and agreements with states and regulatory agencies; and FUDS is facing additional challenges due to the continuing addition of new sites, etc. The FUDS program is unique in that there are no physical boundaries such as a military installation fence line to establish a finite limit of potential contaminated sites and the number of potential new FUDS sites could grow. Of the 460 FUDS sites categorized as high relative risk, remedies have been put in place at 289 sites which have been removed from the list as of September 2012.

Between FY 2013 and FY 2014, the Department's Defense ER Program decreases by \$121.6 million, reflecting price growth of \$27.1 million and programmatic decrease of \$148.7 million (-10.4 percent). The FY 2014 program decrease of \$148.7 million primarily reflects a decrease in the Army (-\$43.4 million) and Air Force programs (-\$99.6 million) in Site Investigation and Analysis as the Department completes this phase of the program for known sites. There also were small decreases in the Navy (\$-0.4 million), FUDS (\$-4.6 million) and Defense-Wide (\$-0.7 million).

The following table displays the ER Transfer appropriations.

## ENVIRONMENTAL PROGRAMS

### Environmental Restoration Transfer Appropriations

*\$ in Million*

	<b>FY 2012 <u>Actual</u></b>	<b>Price <u>Growth</u></b>	<b>Program <u>Growth</u></b>	<b>FY 2013 <u>Estimate</u></b>	<b>Price <u>Growth</u></b>	<b>Program <u>Growth</u></b>	<b>FY 2014 <u>Estimate</u></b>
<b>ER, Army</b>	346.1	6.9	-17.1	335.9	6.4	-43.4	298.9
<b>ER, Navy</b>	308.0	6.1	-3.5	310.6	5.9	-0.4	316.1
<b>ER, Air Force</b>	525.4	10.5	-6.6	529.3	10.1	-99.6	439.8
<b>ER, Formerly Used Def. Sites</b>	328.3	6.6	-97.4	237.5	4.5	-4.6	237.4
<b>ER, Defense-Wide</b>	13.3	0.3	-2.4	11.2	0.2	-0.7	10.7
<b>Total</b>	<b>1,521.1</b>	<b>30.4</b>	<b>-127.0</b>	<b>1,424.5</b>	<b>27.1</b>	<b>-148.7</b>	<b>1,302.9</b>
<b>Continuing Resolution*</b>				102.2			
<b>Total</b>				<b>1,526.7</b>			

Numbers may not add due to rounding

\* FY 2013 contains an undistributed adjustment to match the annualized Continuing Resolution funding level.

# **ENVIRONMENTAL PROGRAMS**

## **Environmental Compliance**

The FY 2014 compliance program includes sufficient resources to enable the Department's day-to-day operations to comply with federal, state and local government enforcement of current environmental laws and regulations. Environmental Compliance projects include the replacement and upgrade of waste water treatment plants to comply with Clean Water Act standards, hazardous waste management, testing and remediation of underground storage tanks, and monitoring waste water treatment systems. In FY 2014, the environmental compliance program increases by \$9.5 million. This increase reflects a price growth of \$27.6 million and a programmatic decrease of \$18.1 million (-1.2 percent) as some other recurring requirements diminish. The program decrease of \$18.1 million consists of: decreases in Army costs (\$-35.0 million) caused by a decrease in Manpower costs and Other Recurring Costs and Marine Corps costs (\$-15.5 million) due to completion of studies for the Guam relocation, offset by increases in Navy costs (\$6.3 million) for storm water fees, Chesapeake Bay Assessments, and updating Oil Spill Response Plans; Air Force costs (\$12.6 million) for increased manpower requirements and Defense-Wide costs (\$13.5 million) due to three nonrecurring projects to comply with the Clean Water Act.

## **Environmental Conservation**

The Department of Defense is the steward of about 28 million acres of public lands. The DoD has a responsibility to protect, maintain, and enhance the natural and cultural resources found on these lands. Through the conservation program, biological and cultural resources are managed to help support the military mission. Additionally, conservation activities are required by law (e.g., Endangered Species Act, Sikes Act, and National Historic Preservation Act) and must be funded. In FY 2014 the Environmental Conservation funding decreases by \$17.1 million, reflecting a price growth of \$7.2 million and a program decrease of \$24.3 million (-6.4 percent). The program decrease of \$17.1 million consists of decreases in the Army (\$-28.1 million), Air Force (\$-7.5 million) and Defense-Wide Programs (\$-1.7 million) offset by increases in Navy (\$6.8 million) and Marine Corps (\$6.2 million). The decrease in Environmental Conservation funding is predominantly due to the reductions in Army personnel costs and other recurring costs.

## **Pollution Prevention**

The Pollution Prevention (P2) program targets the reduction of hazardous material, solid waste, toxic releases, air emissions, and water pollution at the source. The funding requested for FY 2014 will support these efforts, as well as implementation of Executive Order 13514, "Federal Leadership in Environmental, Energy, and Economic Performance" and Executive Order 13423, "Strengthening Federal Environmental, Energy, and Transportation Management". In FY 2014, the Pollution Prevention program decreases by \$0.6 million. This reflects a price increase of \$2.0 million and a program decrease of \$2.6 million (-2.4 percent). The program decrease results from reductions in the Army's program (\$-1.1 million), the Air Force program (\$-2.7 million) and the

## **ENVIRONMENTAL PROGRAMS**

Defense-Wide program (\$-0.3 million), offset by an increase in the Navy Program (\$+0.1 million) the Marine Corps Program (\$+1.4 million).

### **Environmental Technology**

Technology development is important to meet DoD-unique environmental needs with programs that yield quick results and have high payoffs, including accelerating the development and deployment of technologies that address issues such as shipboard discharges, noise and air emissions, exposure to toxic chemicals, and remediation of soil, surface, and ground water contamination from explosives. The FY 2014 request allows DoD to continue environmental research, development, test, demonstration, and validation activities to provide technologies that result in direct operational savings, mitigate future liabilities, and permit the Department to meet both its mission and environmental obligations more cost-effectively. In FY 2014, the Environmental Technology program decreases by \$5.8 million. This reflects a price increase of \$4.1 million and a program decrease of \$9.9 million (-4.5 percent). The program decrease of \$9.9 million reflects reductions in the Army (\$-5.7 million), Navy (\$-4.0 million), and Defense-wide Program (\$-1.7 million) offset by an increase in the Air Force (\$+1.4 million) programs. Environmental Technology funding remains relatively stable, but overall funding decreased due to program-wide directed funding reductions. Environmental RDT&E funding decreases at the Service level are due to the completion of high dollar projects, and leveraging with other federal agencies and industry. Additionally, environmental technology requirements are increasingly captured in other funding lines such as material substitution, production processes, operations & maintenance, and weapon system acquisition program elements.

### **Base Realignment and Closure (BRAC)**

The DoD is striving to complete scheduled base closures as rapidly as possible to realize potential savings to the government and to make property available to local communities for redevelopment. To do this, the DoD must complete environmental restoration and compliance work at these bases. In FY 2014, the BRAC environmental program decreases by \$13.7 million. This reflects a price increase of \$7.5 million and a program decrease of \$21.2 million (-5.4 percent). The program decrease primarily reflects a reduction in requirements as BRAC cleanups are completed for the Army and Navy programs in FY 2012. All funding for FY 2014 is shown in the Legacy BRAC account as the BRAC 2005 account is transferred into the central BRAC Account.

# ENVIRONMENTAL PROGRAMS

## ENVIRONMENTAL RESTORATION<sup>1/</sup>

*\$ in Millions*

<u>Cleanup</u>	<u>FY 2012 Actual</u>	<u>Change</u>	<u>FY 2013 Estimate</u>	<u>Change</u>	<u>FY 2014 Estimate</u>
Army	131.4	40.4	171.8	56.5	228.3
Navy	172.4	26.1	198.5	17.6	216.1
Air Force	365.3	-52.2	313.1	-25.8	287.3
Formerly Used Defense Sites	168.2	-31.2	137.0	-20.7	116.3
Defense-Wide	7.0	-1.4	5.6	-1.4	4.2
<b>Subtotal</b>	<b>844.3</b>	<b>-18.3</b>	<b>826.0</b>	<b>26.2</b>	<b>852.2</b>
<u>Investigations and Analysis</u>					
Army	163.3	-44.9	118.4	-89.3	29.1
Navy	76.2	-21.6	54.6	-12.4	42.2
Air Force	111.1	63.6	174.7	-64.8	109.9
Formerly Used Defense Sites	125.2	-55.2	70.0	15.3	85.3
Defense-Wide	2.7	-1.7	1.0	1.0	2.0
<b>Subtotal</b>	<b>478.5</b>	<b>-59.8</b>	<b>418.7</b>	<b>-150.2</b>	<b>268.5</b>
<u>Program Oversight</u>					
Army	51.4	-5.7	45.7	-4.2	41.5
Navy	59.4	-1.9	57.5	0.3	57.8
Air Force	49.0	-7.5	41.5	1.1	42.6
Formerly Used Defense Sites	34.9	-4.4	30.5	5.3	35.8
Defense-Wide	3.6	1.0	4.6	-0.1	4.5
<b>Subtotal</b>	<b>198.3</b>	<b>-18.5</b>	<b>179.8</b>	<b>2.4</b>	<b>182.2</b>
<b>Total**</b>					
Army	346.1	-10.2	335.9	-37.0	298.9
Navy	308.0	2.6	310.6	5.5	316.1
Air Force	525.4	3.9	529.3	-89.5	439.8
Formerly Used Defense Sites	328.3	-90.8	237.5	-0.1	237.4
Defense-Wide	13.3	-2.1	11.2	-0.5	10.7
<b>Total Environmental Restoration</b>	<b>1,521.1</b>	<b>-96.6</b>	<b>1,424.5</b>	<b>-121.6</b>	<b>1,302.9</b>

<sup>1/</sup> This display shows the amounts budgeted by functional area for each of the five Environmental Restoration transfer appropriations – one for each Department, one for Formerly Used Defense Sites, and one for Defense-wide.

## ENVIRONMENTAL PROGRAMS

*\$ in Millions*

<b>ENVIRONMENTAL COMPLIANCE</b>	<b>FY 2012 <u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013 <u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014 <u>Estimate</u></b>
Army	341.6	82.3	423.9	-26.9	397.0
Navy	403.0	-9.9	393.1	13.8	406.9
Marine Corps	131.1	-3.5	127.6	-13.1	114.5
Air Force	295.9	52.3	348.2	19.2	367.4
Defense-Wide	216.8	-58.8	158.0	16.5	174.5
<b>Total Environmental Compliance</b>	<b>1,388.4</b>	<b>62.4</b>	<b>1,450.8</b>	<b>9.5</b>	<b>1,460.3</b>

<b>ENVIRONMENTAL CONSERVATION</b>	<b>FY 2012 <u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013 <u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014 <u>Estimate</u></b>
Army	156.7	31.0	187.7	-24.5	163.2
Navy	75.3	-26.8	48.5	7.7	56.2
Marine Corps	35.7	-14.7	21.0	6.6	27.6
Air Force	68.1	-3.3	64.8	-6.3	58.5
Defense-Wide	51.9	5.8	57.7	-0.6	57.1
<b>Total Environmental Conservation</b>	<b>387.7</b>	<b>-8.0</b>	<b>379.7</b>	<b>-17.1</b>	<b>362.6</b>

<b>POLLUTION PREVENTION</b>	<b>FY 2012 <u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013 <u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014 <u>Estimate</u></b>
Army	37.4	-3.8	33.6	-0.5	33.1
Navy	11.7	-5.1	6.6	0.2	6.8
Marine Corps	21.4	-5.5	15.9	1.7	17.6
Air Force	22.2	23.8	46.0	-1.8	44.2
Defense-Wide	5.2	-0.3	4.9	-0.2	4.7
<b>Total Pollution Prevention</b>	<b>97.9</b>	<b>9.1</b>	<b>107.0</b>	<b>-0.6</b>	<b>106.4</b>

ENVIRONMENTAL PROGRAMS

## ENVIRONMENTAL PROGRAMS

*\$ in Millions*

ENVIRONMENTAL TECHNOLOGY	FY 2012 <u>Actual</u>	<u>Change</u>	FY 2013 <u>Estimate</u>	<u>Change</u>	FY 2014 <u>Estimate</u>
<u>Army</u>					
RDT&E, Army	54.2	-3.3	50.9	-4.8	46.1
<u>Navy</u>					
RDT&E, Navy	42.4	-0.1	42.3	-3.2	39.1
<u>Air Force</u>					
RDT&E, Air Force	2.3	-0.2	2.1	-1.1	1.0
Aircraft Procurement, Air Force	3.6	-2.5	1.1	4.1	5.2
Operation and Maintenance, Air Force	9.8	-2.6	7.2	-1.4	5.8
<b>Total Air Force</b>	<b>15.7</b>	<b>-5.3</b>	<b>10.4</b>	<b>1.6</b>	<b>12.0</b>
<u>Defense-Wide</u>					
Strategic Environmental R&D Program (SERDP)	64.2	1.1	65.3	7.0	72.3
Env Security Technology Certification Program	31.8	14.1	45.9	-6.4	39.5
Defense Warfighter Protection	5.3	0.1	5.4	0.0	5.4
<b>Total Defense-Wide</b>	<b>101.3</b>	<b>15.3</b>	<b>116.6</b>	<b>0.6</b>	<b>117.2</b>
<u>Summary Total</u>					
Army	54.2	-3.3	50.9	-4.8	46.1
Navy	42.4	-0.1	42.3	-3.2	39.1
Air Force	15.7	-5.3	10.4	1.6	12.0
Defense-Wide	101.3	15.3	116.6	0.6	117.2
<b>Total Environmental Technology</b>	<b>213.6</b>	<b>6.6</b>	<b>220.2</b>	<b>-5.8</b>	<b>214.4</b>

ENVIRONMENTAL PROGRAMS

# ENVIRONMENTAL PROGRAMS

*\$ in Millions*

<u>BASE REALIGNMENT&amp;CLOSURE (BRAC)</u>	FY 2012		FY 2013		FY 2014
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Prior Round BRAC</u>					
Army	66.1	9.3	75.4	54.4	129.8
Navy	201.6	-72.1	129.5	0.6	130.1
Air Force	114.5	2.6	117.1	2.3	119.4
Defense-Wide	0.0	0.0	0.0	0.0	0.0
<b>Total BRAC 95</b>	<b>382.2</b>	<b>-60.2</b>	<b>322.0</b>	<b>57.3</b>	<b>379.3</b>
<u>BRAC 2005</u>					
Army	112.3	-54.5	57.8	-57.8	0.0
Navy	13.4	-0.2	13.2	-13.2	0.0
Air Force	1.6	-1.6	0.0	0.0	0.0
Defense-Wide	0.0	0.0	0.0	0.0	0.0
<b>Total BRAC 2005</b>	<b>127.3</b>	<b>-56.3</b>	<b>71.0</b>	<b>-71.0</b>	<b>0.0</b>
<u>BRAC Grand Total</u>					
Army	178.4	-45.2	133.2	-3.4	129.8
Navy	215.0	-72.3	142.7	-12.6	130.1
Air Force	116.1	1.0	117.1	2.3	119.4
Defense-Wide	0.0	0.0	0.0	0.0	0.0
<b>BRAC Grand Total</b>	<b>509.5</b>	<b>-116.5</b>	<b>393.0</b>	<b>-13.7</b>	<b>379.3</b>



# CONTRACT SERVICES

## SUMMARY BY COMPONENT

*\$ in Millions*

<u>COMPONENT</u>	<u>FY 2012<sup>1</sup></u> <u>Actual</u>	<u>Change</u>	<u>FY 2013<sup>2</sup></u> <u>Estimate</u>	<u>Change</u>	<u>FY 2014<sup>2</sup></u> <u>Estimate</u>
Army	35,975	-23,230	12,745	-340	12,405
Navy	16,983	-3,164	13,819	-1,039	12,780
Air Force	20,486	-4,571	15,915	-273	15,642
Defense-Wide	19,488	-3,426	16,062	-1,063	14,999
<b>Total</b>	<b>92,932</b>	<b>-34,391</b>	<b>58,541</b>	<b>-2,715</b>	<b>55,826</b>
Source: Program Resources Collection Process (PRCP) as of 29 March 2013 <span style="float: right;">Numbers may not add due to rounding</span>					
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding.					
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.					
Excludes MILCON, RDT&E, and Revolving Funds					
Excludes Defense Health Program (25.6) and R&D Contracts (25.5)					
Excludes Other Government Purchases 25.3xx					

CONTRACT SERVICES

# CONTRACT SERVICES

## SUMMARY BY APPROPRIATION

*\$ in Millions*

<u>APPROPRIATION</u>	<b>FY 2012<sup>1</sup></b>		<b>FY 2013<sup>2</sup></b>		<b>FY 2014<sup>2</sup></b>
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Family Housing	451	15	466	-80	386
Military Personnel	192	-51	141	27	168
Operation and Maintenance	84,888	-30,254	54,634	-2,133	52,501
Procurement	7,405	-4,106	3,299	-522	2,777
<b>Total</b>	<b>92,936</b>	<b>-34,396</b>	<b>58,540</b>	<b>-2,708</b>	<b>55,832</b>
<b>Total Contractor Full-Time Equivalents (FTEs)</b>	<b>325,295</b>		<b>279,143</b>		<b>230,016</b>
Source: Program Resources Collection Process (PRCP) as of 29 March 2013 <span style="float: right;">Numbers may not add due to rounding</span>					
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding.					
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.					
Excludes MILCON, RDT&E, and Revolving Funds					
Excludes Defense Health Program (25.6) and R&D Contracts (25.5)					
Excludes Other Government Purchases 25.3xx					

CONTRACT SERVICES

# CONTRACT SERVICES

## OPERATION AND MAINTENANCE

*\$ in Millions*

<b>Line</b>	<b>By OP-32 Inflation Category Code</b>	<b>FY 2012<sup>1</sup> Actual<sup>1</sup></b>	<b>Change</b>	<b>FY 2013<sup>2</sup> Estimate</b>	<b>Change</b>	<b>FY 2014<sup>2</sup> Estimate</b>
931	Contract Consultants	0	19	19	-19	0
932	Mgmt and Professional Support Services	8,639	-6,211	2,428	327	2,755
933	Studies, Analysis and Evaluations	816	-412	404	62	466
934	Engineering and Technical Services	4,381	-2,464	1,917	-178	1,739
	<b>Total 25.1 - Advisory and Assistance Services</b>	<b>13,836</b>	<b>-9,068</b>	<b>4,768</b>	<b>192</b>	<b>4,960</b>
926	Other Overseas Purchases	782	-671	111	-88	23
989	Other Services	16,716	-6,564	10,152	-1,113	9,039
991	Foreign Currency Variance	-3	4	1	0	1
993	Other Services-Scholarships	293	-293	0	450	450
	<b>Total 25.2 - Other Services</b>	<b>17,788</b>	<b>-7,524</b>	<b>10,264</b>	<b>-751</b>	<b>9,513</b>
923	Facility Maintenance	15,206	-3,283	11,923	-2,372	9,551
	<b>Total 25.4 - Operation and Maintenance of Facilities</b>	<b>15,206</b>	<b>-3,283</b>	<b>11,923</b>	<b>-2,372</b>	<b>9,551</b>
985	Research and Development Contracts	36	-1	35	-1	34
	<b>Total 25.5 - Research and Development Contracts</b>	<b>36</b>	<b>-1</b>	<b>35</b>	<b>-1</b>	<b>34</b>
922	Equipment Maintenance - Contract	19,990	-7,006	12,984	363	13,347
927	Air Defense Contracts	600	422	1,022	-90	932
928	Ship Maintenance by Contract	2,533	-474	2,059	-954	1,105
929	Aircraft Rework by Contract	867	-229	638	98	736
930	Other Depot Maintenance (Non-Fund)	9,778	-2,236	7,542	1,163	8,705
990	IT Contract Support Services	3,652	-552	3,100	64	3,164
	<b>Total 25.7 - Operation and Maintenance of Equipment</b>	<b>37,420</b>	<b>-10,075</b>	<b>27,345</b>	<b>644</b>	<b>27,989</b>

**OPERATION AND MAINTENANCE (cont'd)**

**CONTRACT SERVICES**

# CONTRACT SERVICES

*\$ in Millions*

<b>Line</b>	<b>By OP-32 Inflation Category Code</b>	<b>FY 2012<sup>1</sup> Actual</b>	<b>Change</b>	<b>FY 2013<sup>2</sup> Estimate</b>	<b>Change</b>	<b>FY 2014<sup>2</sup> Estimate</b>
964	Subsistence Contracts	602	-303	299	155	454
	<b>Total 25.8- Subsistence and Support of Persons</b>	<b>602</b>	<b>-303</b>	<b>299</b>	<b>155</b>	<b>454</b>
	<b>Total</b>	<b>84,888</b>	<b>-30,254</b>	<b>54,634</b>	<b>-2,133</b>	<b>52,501</b>
	<b>Total Contractor Full-Time Equivalent (FTEs)</b>	<b>315,413</b>		<b>270,926</b>		<b>222,937</b>
Source: Program Resources Collection Process (PRCP) as of 29 March 2013 <span style="float: right;">Numbers may not add due to rounding</span>						
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding.						
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.						
Excludes Defense Health Program (25.6) and R&D Contracts (25.5)						
Excludes Other Government Purchases 25.3xx						

CONTRACT SERVICES

# CONTRACT SERVICES

## OPERATION AND MAINTENANCE

*Contractor Full-Time Equivalents*

<b><u>By Service/Defense-Wide</u></b>	<b>FY 2012<sup>1</sup></b>		<b>FY 2013<sup>2</sup></b>		<b>FY 2014<sup>2</sup></b>
	<b><u>Actual</u></b>	<b><u>Change</u></b>	<b><u>Estimate</u></b>	<b><u>Change</u></b>	<b><u>Estimate</u></b>
Army	75,189	-1,246	73,943	-23,780	50,163
Navy	83,606	-13,407	70,199	-9,990	60,209
Air Force	121,217	-19,739	101,478	-18,196	83,282
Defense-Wide	35,401	-10,095	25,306	3,977	29,283
<b>Total</b>	<b>315,413</b>	<b>-44,487</b>	<b>270,926</b>	<b>-47,989</b>	<b>222,937</b>
Source: Program Resources Collection Process (PRCP) as of 29 March 2013 <span style="float: right;">Numbers may not add due to rounding</span>					
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding.					
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.					
Excludes Defense Health Program (25.6) and R&D Contracts (25.5)					
Excludes Other Government Purchases 25.3xx					

CONTRACT SERVICES

# CONTRACT SERVICES

## FAMILY HOUSING

*\$ in Millions*

<b>Line</b>	<b>By OP-32 Inflation Category Code</b>	<b>FY 2012<sup>1</sup></b>		<b>FY 2013<sup>2</sup></b>		<b>FY 2014<sup>3</sup></b>
		<b>Actual</b>	<b>Change</b>	<b>Estimate</b>	<b>Change</b>	<b>Estimate</b>
932	Mgmt and Professional Support Services	2	11	13	-12	1
933	Studies, Analysis and Evaluations	3	0	3	0	3
	<b>Total 25.1 - Advisory and Assistance Services</b>	<b>5</b>	<b>11</b>	<b>16</b>	<b>-12</b>	<b>4</b>
926	Other Overseas Purchases	0	2	2	-2	0
989	Other Contracts	31	-23	8	2	10
991	Foreign Currency Variance	12	-12	0	0	0
	<b>Total 25.2 - Other Services</b>	<b>43</b>	<b>-33</b>	<b>10</b>	<b>0</b>	<b>10</b>
923	Facility Maintenance	388	39	427	-69	358
	<b>Total 25.4 - Operation and Maintenance of Facilities</b>	<b>388</b>	<b>39</b>	<b>427</b>	<b>-69</b>	<b>358</b>
922	Equipment Maintenance - Contract	15	-2	13	1	14
	<b>Total 25.7 - Operation and Maintenance of Equipment</b>	<b>15</b>	<b>-2</b>	<b>13</b>	<b>1</b>	<b>14</b>
	<b>Total</b>	<b>451</b>	<b>15</b>	<b>466</b>	<b>-80</b>	<b>386</b>
	<b>Total Contractor Full-Time Equivalentents (FTEs)</b>	<b>668</b>		<b>658</b>		<b>852</b>
Source: Program Resources Collection Process (PRCP) as of 29 March 2013		Numbers may not add due to rounding				
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding.						
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.						
Excludes Other Government Purchases 25.3xx						

CONTRACT SERVICES

# CONTRACT SERVICES

## PROCUREMENT

*\$ in Millions*

<b>Line</b>	<b>By OP-32 Inflation Category Code</b>	<b>FY 2012<sup>1</sup></b>		<b>FY 2013<sup>2</sup></b>		<b>FY 2014<sup>3</sup></b>
		<b>Actual</b>	<b>Change</b>	<b>Estimate</b>	<b>Change</b>	<b>Estimate</b>
931	Contract Consultants	0	32	32	-32	0
932	Mgmt and Professional Support Services	2,307	-1,756	551	181	732
933	Studies, Analysis and Evaluations	29	-8	21	4	25
934	Engineering and Technical Services	1,635	-1,053	582	-152	430
	<b>Total 25.1 - Advisory and Assistance Services</b>	<b>3,971</b>	<b>-2,785</b>	<b>1,186</b>	<b>1</b>	<b>1,187</b>
926	Other Overseas Purchases	0	3	3	240	243
989	Other Contracts	893	-16	877	-385	492
	<b>Total 25.2 - Other Services</b>	<b>893</b>	<b>-13</b>	<b>880</b>	<b>-145</b>	<b>735</b>
923	Facility Maintenance	870	-94	776	-330	446
	<b>Total 25.4 - Operation and Maintenance of Facilities</b>	<b>870</b>	<b>-94</b>	<b>776</b>	<b>-330</b>	<b>446</b>
985	Research and Development Contracts	1,358	-1,064	294	-78	216
	<b>Total 25.5 - Research and Development Contracts</b>	<b>1,358</b>	<b>-1,064</b>	<b>294</b>	<b>-78</b>	<b>216</b>
922	Equipment Maintenance - Contract	267	-139	128	60	188
930	Other Depot Maintenance (Non-Fund)	10	-10	0	1	1
990	IT Contract Support Services	2	-1	1	3	4
	<b>Total 25.7 - Operation and Maintenance of Equipment</b>	<b>279</b>	<b>-150</b>	<b>129</b>	<b>64</b>	<b>193</b>

CONTRACT SERVICES

# CONTRACT SERVICES

## PROCUREMENT (cont'd)

*\$ in Millions*

<b>Line</b>	<b>By OP-32 Inflation Category Code</b>	<b>FY 2012<sup>1</sup></b>	<b>Change</b>	<b>FY 2013<sup>2</sup></b>	<b>Change</b>	<b>FY 2014<sup>2</sup></b>
		<b>Actual</b>		<b>Estimate</b>		<b>Estimate</b>
964	Subsistence Contracts	34	0	34	-34	0
	<b>Total 25.8- Subsistence and Support of Persons</b>	<b>34</b>	<b>0</b>	<b>34</b>	<b>-34</b>	<b>0</b>
	<b>Total</b>	<b>7,405</b>	<b>-4,106</b>	<b>3,299</b>	<b>-522</b>	<b>2,777</b>
	<b>Total Contractor Full-Time Equivalentents (FTEs)</b>	<b>8,921</b>		<b>7,471</b>		<b>6,040</b>
Source: Program Resources Collection Process (PRCP) as of 29 March 2013		Numbers may not add due to rounding				
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding.						
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.						
Excludes Other Government Purchases 25.3xx						

CONTRACT SERVICES



# CONTRACT SERVICES

## MILITARY PERSONNEL

*\$ in Millions*

<u>Line</u>	<u>By OP-32 Inflation Category Code</u>	<u>FY 2012<sup>1</sup></u> <u>Actual</u>	<u>Change</u>	<u>FY 2013<sup>2</sup></u> <u>Estimate</u>	<u>Change</u>	<u>FY 2014<sup>3</sup></u> <u>Estimate</u>
922	Equipment Maintenance - Contract	154	-13	141	-8	133
	<b>Total 25.7 - Operation and Maintenance of Equipment</b>	<b>154</b>	<b>-13</b>	<b>141</b>	<b>-8</b>	<b>133</b>
964	Subsistence Contracts	38	-38	0	35	35
	<b>Total 25.8- Subsistence and Support of Persons</b>	<b>38</b>	<b>-38</b>	<b>0</b>	<b>35</b>	<b>35</b>
	<b>Total</b>	<b>192</b>	<b>-51</b>	<b>141</b>	<b>27</b>	<b>168</b>
	<b>Total Contractor Full-Time Equivalentents (FTEs)</b>	<b>293</b>		<b>88</b>		<b>187</b>
Source: Program Resources Collection Process (PRCP) as of 29 March 2013 <span style="float: right;">Numbers may not add due to rounding</span>						
<sup>1</sup> FY 2012 includes Overseas Contingency Operations (OCO) funding.						
<sup>2</sup> FY 2013 and FY 2014 exclude OCO funding.						
Excludes Other Government Purchases 25.3xx						

CONTRACT SERVICES

## CONTRACT SERVICES

**Description of Services Financed:** In accordance with the Federal Acquisition Regulation 37.101, contract services are contracts that directly engage the time and effort of a contractor whose primary purpose is to perform an identifiable task rather than to furnish an end item of supply. Contract services are a viable source of labor for commercial work that is not inherently governmental or otherwise exempted from the private sector. In accordance with 10 U.S. Code 235 (as modified by the National Defense Authorization Act for Fiscal Year 2010, Section 803), this exhibit provides a summary of services contracted within all DoD appropriations except Military Construction; Research, Development, Test and Evaluation; and Revolving Funds.

**Reporting Limitations:** The Department of Defense will continue to work on processes and system improvements required to accurately and consistently report budget requests for contract services (to include funding and contractor FTEs). Modifications are required to the following systems and processes: budget and manpower systems, contracting procedures, the Federal Procurement Data System – Next Generation, and the Inventory of Contracts for Services.

**Summary of Increases:** In this era of decreasing reliance upon contractor support services, decreases in contract services exist in all appropriations reported except Military Personnel. The 4.6 percent (\$2.715 billion) decrease in contract services is predominately in operation and maintenance appropriation (\$2.136 billion).

- **Operation and Maintenance**
  - 25.1 – Advisory and Assistance Services (\$+117 million price growth and \$+75 million program growth)
  - 25.2 – Other Services (\$+249 million price growth and \$-1,000 million program decrease)
  - 25.4 – Operation and Maintenance of Facilities (\$+138 million price growth and \$-2,510 million program decrease)
  - 25.7 – Operations and Maintenance of Equipment (\$+616 million price growth and \$+28 million program growth)
  - 25.8 – Subsistence and Support of Persons (\$+6 million price growth and +149 million program growth)
- **Advisory and Assistance (\$+75 million)** The net increase is the result of the Army increase to base operations support; Air Force increase in combat enhancement forces, global C3I and early warning, other combat operations support programs, professional development education, other servicewide activities and classified purposes; Navy increases support air operations and safety support, combat support forces, combatant commanders core operations, field logistics, Naval Investigative Service, operational forces, and other weapon systems support; and Defense-Wide increase is for classified purposes.
- **Other Services (\$-1 billion)** Net decrease is a result of the Air Force decrease in air operations training, base support, combat

## CONTRACT SERVICES

## CONTRACT SERVICES

enhanced forces, global C3I and early warning, logistics operations, off-duty and voluntary education, specialized skill training and classified purposes; Navy decreasing administration, air system support, civilian education and training, civilian manpower and personnel management, combat support forces, COCOMs support, enterprise information, ship depot operations support and classified purposes; and Defense-Wide decreases are reflected in the Defense Acquisition Workforce Development Fund, Defense Health Program, Defense Logistics Agency, Former Soviet Union FSU Threat Reduction, Office of the Secretary of Defense and classified purposes.

- **Operation and Maintenance of Facilities (\$-2.5 billion)** The net decrease is within the Army decreasing base operations support, civilian education and training, echelons above brigade, facilities sustainment restoration and maintenance (FSRM), force readiness operations support, land forces depot maintenance, land forces operations support, maneuver units, and professional development education; Air Force decrease includes combat enhancement forces, facilities sustainment restoration and maintenance (FSRM), and primary combat forces; Navy decreasing base operating support, combat communications, enterprise information, and facilities sustainment restoration and maintenance (FSRM); and Defense-Wide decreases reflected in Defense Health Program and Office of Economic Adjustment.
- **Operation and Maintenance of Equipment (\$+28 million)** Net increase is within the Army increasing force readiness operations support; and Air Force increase air operations training, and depot maintenance.
- **Subsistence and Support of Person (\$+149 million)** Net increase is in the Air Force base support; Navy recruiting and advertising; and Defense-Wide for classified purposes.

## CONTRACT SERVICES

# PRISONER OF WAR AND MISSING PERSONNEL AFFAIRS (POW/MPA) PROGRAMS

*\$ in Millions*

## FINANCIAL SUMMARY

<b>Requirements*</b>	<b>FY 2012 Actual</b>	<b>FY 2013 Estimate</b>	<b>FY 2014 Estimate</b>	<b>FY 2015 Estimate</b>	<b>FY 2016 Estimate</b>	<b>FY 2017 Estimate</b>	<b>FY 2018 Estimate</b>
Defense POW/MIA Office (DPMO)	23.1	22.5	21.6	22.3	22.7	23.0	23.6
Joint POW/MIA Accounting Command (JPAC)	126.5	182.7	192.0	205.0	206.3	206.4	206.4
Armed Forces DNA Identification Laboratory (AFDIL)	10.7	11.0	11.3	20.9	20.9	20.9	20.9
Life Sciences Equipment Laboratory (LSEL)	1.0	1.0	1.0	1.1	1.2	1.2	1.2
<b>Total</b>	161.2	217.2	225.9	249.3	251.1	251.4	252.1
<b>Budgets</b>							
Defense POW/MIA Office (DPMO)	19.8	22.4	21.6	22.3	22.7	23.0	23.6
Joint POW/MIA Accounting Command (JPAC)	131.6	182.7	175.5	175.9	173.1	174.0	173.8
Armed Forces DNA Identification Laboratory (AFDIL)	10.7	11.0	11.3	13.7	16.5	18.3	19.7
Life Sciences Equipment Laboratory (LSEL)	0.2	0.2	0.3	0.3	0.3	0.3	0.3
<b>Total</b>	162.3	216.4	208.6	212.2	212.6	215.6	217.4
<b>Percentage of Budget to Requirements</b>							
Defense POW/MIA Office (DPMO)	86%	100%	100%	100%	100%	100%	100%
Joint POW/MIA Accounting Command (JPAC)	104%	100%	91%	86%	84%	84%	84%
Armed Forces DNA Identification Laboratory (AFDIL)	100%	100%	100%	65%	79%	88%	94%
Life Sciences Equipment Laboratory (LSEL)	25%	25%	25%	29%	29%	28%	28%
<b>Total</b>	101%	100%	92%	85%	85%	86%	86%
* POW/MPA program requirements are estimates of all current validated projected investigations. The FY 2012 and FY 2013 JPAC requirements include estimates for investigations and recovery operations in the Democratic People's Republic of Korea.							

## PRISONER OF WAR AND MISSING PERSONNEL AFFAIRS (POW/MPA) PROGRAMS

## **PRISONER OF WAR AND MISSING PERSONNEL AFFAIRS** **(POW/MPA) PROGRAMS**

The Department of Defense supports a multifaceted effort to recover and account for missing personnel from previous and current military operations. Policy control and oversight is provided by the Defense Prisoner of War/Missing Personnel Office (DPMO) within the Secretary of Defense's office. Research, field investigations, and recovery efforts are directed by the Joint POW/MIA Accounting Command (JPAC), under the Commander, Pacific Command, and funded through the Navy. Assistance in providing identification of remains is provided by the Armed Forces DNA Identification Laboratory (AFDIL), managed by the Army, and the Air Force Life Sciences Equipment Laboratory (LSEL), funded by the Air Force.

This exhibit is a summary of POW/MPA programs contained in the following component budgets:

- Operation and Maintenance, Defense-Wide (OMDW), Budget Activity 4, Defense Prisoner of War Missing Personnel Office (DPMO) funds DPMO's mission that includes the Vietnam War, World War II, the Korean War, and the Cold War. Specifically, funding will be used for personnel, office space, travel, computers, and technology refreshes and support.
- Operation and Maintenance, Navy (OMN), Budget Activity 1, Combatant Commander's Direct Mission Support (includes Joint POW/MIA Accounting Command (JPAC)). FY 2012 through FY 2018 requirement and budget estimates reflect increased capacity required to meet the 2010 National Defense Authorization Act (NDAA) direction to complete 200 personnel identifications per year by FY 2015.
- Operation and Maintenance, Army (OMA), Budget Activity 4, Other Personnel Support (includes Armed Forces DNA Identification Laboratory (AFDIL)). Specifically, funding will be used for DNA sample testing and related personnel and equipment replacement costs.
- Operation and Maintenance, Air Force (OMAF), Budget Activity 4, Logistics Operations (includes USAF LSEL). Specifically, funding will be used for scientific analysis of aircraft and military life support equipment in support of aircraft mishaps and National Accountability Mission operations.

This exhibit complies with Section 563 of the John Warner National Defense Authorization Act for Fiscal Year 2007, *Annual Budget Display of Funds for POW/MIA Activities of the Department of Defense*, as codified in Section 234 of Chapter 9 of Title 10 of the United States Code.

## CIVILIAN PERSONNEL

### *Full-Time Equivalent*

<u>By Department/Defense-Wide</u>	<b>FY 2012</b>		<b>FY 2013</b>		<b>FY 2014</b>
	<u>Actuals</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Army	274,891	-2,013	272,878	-9,026	263,852
Navy	212,557	37	212,594	1,812	214,406
Air Force	181,986	6,487	188,473	-3052	185,421
Defense-Wide	<u>130,256</u>	<u>6,912</u>	<u>137,168</u>	<u>-263</u>	<u>136,905</u>
<b>DoD Total</b>	<b>799,690</b>	<b>11,423</b>	<b>811,113</b>	<b>-10,529</b>	<b>800,584</b>
<u>By Type of Hire</u>					
U.S. Direct Hire	753,111	11,288	764,399	-12371	752,028
Foreign National Direct Hire	12,053	699	12,752	262	13,014
Total – Direct Hire	765,164	11,987	777,151	-12,109	765,042
Foreign National Indirect Hire	<u>34,526</u>	<u>-564</u>	<u>33,962</u>	<u>1,580</u>	<u>35,542</u>
<b>DoD Total</b>	<b>799,690</b>	<b>11,423</b>	<b>811,113</b>	<b>-10,529</b>	<b>800,584</b>
<u>By Appropriation Categories</u>					
Operation and Maintenance, Active & Defense-Wide	472,851	9,037	481,888	-3,594	478,294
Operation and Maintenance, Reserve	24,071	3,186	27,257	-155	27,102
Operation and Maintenance, National Guard	51,084	2,496	53,580	-720	52,860
Research, Development, Test, and Evaluation	36,542	-393	36,149	-2719	33,430
Military Construction	7,630	-734	6,896	-1257	5,639
Family Housing	1,275	34	1,309	43	1,352
Defense Working Capital Funds	196,077	-2,438	193,639	-1,810	191,829
Defense Health Program	5,780	133	5,913	16	5,929
Defense Acquisition Workforce Development Fund	3,812	252	4,064	-785	3,279
Joint Improvised Explosive Device Defeat Fund	227	-227	0	454	454
Foreign Military Assistance	<u>341</u>	<u>77</u>	<u>418</u>	<u>-2</u>	<u>416</u>
<b>DoD Total</b>	<b>799,690</b>	<b>11,423</b>	<b>811,113</b>	<b>-10,529</b>	<b>800,584</b>

CIVILIAN PERSONNEL

# CIVILIAN PERSONNEL

*Full-Time Equivalent*

ARMY					
	<b>FY 2012</b>		<b>FY 2013</b>		<b>FY 2014</b>
<u>Direct Hires by Appropriation</u>	<u>Actuals</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Operation and Maintenance, Army</u>					
U. S. Direct Hire	158,953	-929	158,024	-4,324	153,700
Foreign National Direct Hire	<u>5,821</u>	<u>579</u>	<u>6,400</u>	<u>187</u>	<u>6,587</u>
Total Direct Hire	164,774	-350	164,424	-4,137	160,287
<u>Operation and Maintenance, Army Reserve</u>					
U. S. Direct Hire	9,938	1,930	11,868	13	11,881
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	9,938	1,930	11,868	13	11,881
<u>Operation and Maintenance, Army National Guard</u>					
U. S. Direct Hire	27,536	1,574	29,110	253	29,363
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	27,536	1,574	29,110	253	29,363
<u>Research, Development, Test &amp; Evaluation, Army</u>					
U. S. Direct Hire	22,223	-1,508	20,715	-3010	17,705
Foreign National Direct Hire	<u>64</u>	<u>73</u>	<u>137</u>	<u>-1</u>	<u>136</u>
Total Direct Hire	22,287	-1,435	20,852	-3011	17,841
<u>Military Construction, Army</u>					
U. S. Direct Hire	7,114	-766	6,348	-1219	5,129
Foreign National Direct Hire	<u>251</u>	<u>31</u>	<u>282</u>	<u>-31</u>	<u>251</u>
Total Direct Hire	7,365	-735	6,630	-1250	5,380

**CIVILIAN PERSONNEL**

# CIVILIAN PERSONNEL

*Full-Time Equivalent*

ARMY					
	FY 2012 Actuals	Change	FY 2013 Estimate	Change	FY 2014 Estimate
<b>Indirect Hires by Appropriation</b>					
Operation and Maintenance, Army	13,369	-413	12,956	245	13,201
Operation and Maintenance, Army Reserve	0	0	0	0	0
Military Construction, Army	265	1	266	-7	259
Family Housing, Army	183	-58	125	28	153
Working Capital Fund, Army	179	-179	0	0	0
<b>Total Indirect Hire</b>	<b>13,996</b>	<b>-649</b>	<b>13,347</b>	<b>266</b>	<b>13,613</b>
<b>Army Total</b>					
<b>Total Direct Hire</b>	<b>260,895</b>	<b>-1,364</b>	<b>259,531</b>	<b>-9,292</b>	<b>250,239</b>
<b>Total Indirect Hire</b>	<b>13,996</b>	<b>-649</b>	<b>13,347</b>	<b>266</b>	<b>13,613</b>
<b>Total Army Civilians</b>	<b>274,891</b>	<b>-2,013</b>	<b>272,878</b>	<b>-9,026</b>	<b>263,852</b>
NAVY					
<b>Direct Hires by Appropriation</b>					
<u>Operation and Maintenance, Navy</u>					
U. S. Direct Hire	102,223	-219	102,004	395	102,399
Foreign National Direct Hire	1,618	-33	1,585	65	1,650
Total Direct Hire	103,841	-252	103,589	460	104,049
<u>Operation and Maintenance, Marine Corps</u>					
U. S. Direct Hire	16,639	1,209	17,848	151	17,999
Foreign National Direct Hire	53	-19	34	0	34
Total Direct Hire	16,692	1,190	17,882	151	18,033

CIVILIAN PERSONNEL



# CIVILIAN PERSONNEL

*Full-Time Equivalent*

NAVY					
	FY 2012 Actuals	Change	FY 2013 Estimate	Change	FY 2014 Estimate
<b>Direct Hires by Appropriation</b>					
<u>Operation and Maintenance, Navy Reserve</u>					
U. S. Direct Hire	870	27	897	0	897
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	870	27	897	0	897
<u>Operation and Maintenance, Marine Corps Reserve</u>					
U. S. Direct Hire	260	62	322	-26	296
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	260	62	322	-26	296
<u>Research, Development, Test &amp; Evaluation, Navy</u>					
U. S. Direct Hire	786	256	1,042	-33	1,009
Foreign National Direct Hire	<u>108</u>	<u>176</u>	<u>284</u>	<u>0</u>	<u>284</u>
Total Direct Hire	894	432	1,326	-33	1,293
<u>Military Construction, Navy</u>					
U. S. Direct Hire	0	0	0	0	0
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	0	0	0	0	0
<u>Working Capital Fund, Navy</u>					
U. S. Direct Hire	77,770	-1,703	76,067	1266	77,333
Foreign National Direct Hire	<u>468</u>	<u>-1</u>	<u>467</u>	<u>-13</u>	<u>454</u>
Total Direct Hire	78,238	-1704	76,534	1253	77,787

CIVILIAN PERSONNEL

# CIVILIAN PERSONNEL

*Full-Time Equivalent*

NAVY					
	<b>FY 2011 Actuals</b>	<b>Change</b>	<b>FY 2012 Estimate</b>	<b>Change</b>	<b>FY 2013 Estimate</b>
<b><u>Direct Hires by Appropriation</u></b>					
<u>Operation and Maintenance, Navy Reserve</u>					
U. S. Direct Hire	957	-55	902	-5	897
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	957	-55	902	-5	897
<u>Operation and Maintenance, Marine Corps Reserve</u>					
U. S. Direct Hire	252	64	316	1	317
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	252	64	316	1	317
<u>Research, Development, Test &amp; Evaluation, Navy</u>					
U. S. Direct Hire	928	111	1,039	3	1,042
Foreign National Direct Hire	<u>237</u>	<u>47</u>	<u>284</u>	<u>0</u>	<u>284</u>
Total Direct Hire	1,165	158	1,323	3	1,326
<u>Military Construction, Navy</u>					
U. S. Direct Hire	0	0	0	0	0
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	0	0	0	0	0
<u>Working Capital Fund, Navy</u>					
U. S. Direct Hire	76,541	112	76,653	-586	76,067
Foreign National Direct Hire	<u>460</u>	<u>7</u>	<u>467</u>	<u>0</u>	<u>467</u>
Total Direct Hire	77,001	119	77,120	-586	76,534

CIVILIAN PERSONNEL

## CIVILIAN PERSONNEL

*Full-Time Equivalent*

NAVY					
	FY 2012 Actuals	Change	FY 2013 Estimate	Change	FY 2014 Estimate
<b>Direct Hires by Appropriation</b>					
<u>Family Housing, Navy</u>					
U. S. Direct Hire	466	33	499	-9	490
Foreign National Direct Hire	<u>100</u>	<u>-1</u>	<u>99</u>	<u>3</u>	<u>102</u>
<b>Total Direct Hire</b>	<b>566</b>	<b>32</b>	<b>598</b>	<b>-6</b>	<b>592</b>
<u>Foreign Military Financing, Navy</u>					
U. S. Direct Hire	0	0	0	0	0
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Direct Hire</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>Navy Total</u></b>					
U. S. Direct Hire	182,115	-1,606	180,509	1,619	182,128
Foreign National Direct Hire	<u>2,294</u>	<u>141</u>	<u>2,435</u>	<u>55</u>	<u>2,490</u>
<b>Total Direct Hire</b>	<b>184,409</b>	<b>-1,465</b>	<b>182,944</b>	<b>1,674</b>	<b>184,618</b>
<b><u>Marine Corps Total</u></b>					
U. S. Direct Hire	16,899	1,271	18,170	125	18,295
Foreign National Direct Hire	<u>53</u>	<u>-19</u>	<u>34</u>	<u>0</u>	<u>34</u>
<b>Total Direct Hire</b>	<b>16,952</b>	<b>1,252</b>	<b>18,204</b>	<b>125</b>	<b>18,329</b>
<b><u>Department of Navy Total</u></b>					
U. S. Direct Hire	<b>199,014</b>	<b>-335</b>	<b>198,679</b>	<b>1,744</b>	<b>200,423</b>
Foreign National Direct Hire	<u>2,347</u>	<u>122</u>	<u>2,469</u>	<u>55</u>	<u>2,524</u>
<b>Total Direct Hire</b>	<b>201,361</b>	<b>-213</b>	<b>201,148</b>	<b>1,799</b>	<b>202,947</b>

CIVILIAN PERSONNEL

## CIVILIAN PERSONNEL

*Full-Time Equivalent*

NAVY					
	<b>FY 2012</b>		<b>FY 2013</b>		<b>FY 2014</b>
<b>Indirect Hires by Appropriation</b>	<b>Actuals</b>	<b>Change</b>	<b>Estimate</b>	<b>Change</b>	<b>Estimate</b>
Operation and Maintenance, Navy	5,326	-18	5,308	-4	5,304
Operation and Maintenance, Marine Corps	3053	358	3411	54	3465
Research, Development, Test & Evaluation, Navy	123	-121	2	0	2
Military Construction, Navy	0	0	0	0	0
Working Capital Fund, Navy	2572	25	2597	-32	2565
Family Housing, Navy	122	6	128	-5	123
Foreign Military Financing, Navy	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Indirect Hire</b>	<b>11,196</b>	<b>250</b>	<b>11,446</b>	<b>13</b>	<b>11,459</b>
<b>Department of Navy Total</b>					
<b>Total Direct Hire</b>	<b>201,361</b>	<b>-213</b>	<b>201,148</b>	<b>1,799</b>	<b>202,947</b>
<b>Total Indirect Hire</b>	<b>11,196</b>	<b>250</b>	<b>11,446</b>	<b>13</b>	<b>11,459</b>
<b>Total Navy Civilians</b>	<b>212,557</b>	<b>37</b>	<b>212,594</b>	<b>1,812</b>	<b>214,406</b>
<b>AIR FORCE</b>					
<b>Direct Hires by Appropriation</b>					
<b>Operation and Maintenance, Air Force</b>					
U. S. Direct Hire	95,777	4,473	100,250	-2081	98,169
Foreign National Direct Hire	<u>2025</u>	<u>-131</u>	<u>1894</u>	<u>119</u>	<u>2013</u>
<b>Total Direct Hire</b>	<b>97,802</b>	<b>4,342</b>	<b>102,144</b>	<b>-1962</b>	<b>100,182</b>
<b>Operation and Maintenance, Air Force Reserve</b>					
U. S. Direct Hire	13,003	1,167	14,170	-142	14,028
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Direct Hire</b>	<b>13,003</b>	<b>1,167</b>	<b>14,170</b>	<b>-142</b>	<b>14,028</b>

CIVILIAN PERSONNEL

# CIVILIAN PERSONNEL

*Full-Time Equivalent*

<b>AIR FORCE</b>					
	<b>FY 2012</b>		<b>FY 2013</b>		<b>FY 2014</b>
<b>Direct Hires by Appropriation</b>	<b>Actuals</b>	<b>Change</b>	<b>Estimate</b>	<b>Change</b>	<b>Estimate</b>
<u>Operation and Maintenance, Air National Guard</u>					
U. S. Direct Hire	23,548	922	24,470	-973	23,497
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	23,548	922	24,470	-973	23,497
<u>Research, Development, Test &amp; Evaluation, Air</u>					
U. S. Direct Hire	9,833	530	10,363	69	10,432
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	9,833	530	10,363	69	10,432
<u>Working Capital Fund, Air Force</u>					
U. S. Direct Hire	30,882	-234	30,648	-1381	29,267
Foreign National Direct Hire	<u>204</u>	<u>2</u>	<u>206</u>	<u>0</u>	<u>206</u>
Total Direct Hire	31,086	-232	30,854	-1381	29,473
<b><u>Air Force Total</u></b>					
<b>U. S. Direct Hire</b>	<b>173,043</b>	<b>6,858</b>	<b>179,901</b>	<b>-4,508</b>	<b>175,393</b>
<b>Foreign National Direct Hire</b>	<b><u>2,229</u></b>	<b><u>-129</u></b>	<b><u>2,100</u></b>	<b><u>119</u></b>	<b><u>2,219</u></b>
<b>Total Direct Hire</b>	<b>175,272</b>	<b>6,729</b>	<b>182,001</b>	<b>-4,389</b>	<b>177,612</b>
<b><u>Indirect Hires by Appropriation</u></b>					
Operation and Maintenance, Air Force	6,302	-249	6,053	1336	7,389
Research, Development, Test & Evaluation, Air	2	0	2	0	2
Working Capital Fund, Air Force	<u>410</u>	<u>7</u>	<u>417</u>	<u>1</u>	<u>418</u>
<b>Total Indirect Hire</b>	<b>6,714</b>	<b>-242</b>	<b>6,472</b>	<b>1,337</b>	<b>7,809</b>

CIVILIAN PERSONNEL

# CIVILIAN PERSONNEL

*Full-Time Equivalent*

AIR FORCE					
	FY 2012 Actuals	Change	FY 2013 Estimate	Change	FY 2014 Estimate
<b><u>Air Force Total</u></b>					
<b>Total Direct Hire</b>	175,272	6,729	182,001	-4,389	177,612
<b>Total Indirect Hire</b>	6,714	-242	6,472	1,337	7,809
<b>Total Air Force Civilians</b>	181,986	6,487	188,473	-3,052	185,421
<b>DEFENSE-WIDE ACTIVITIES</b>					
<b><u>Direct Hires by Appropriation</u></b>					
<u>Operation and Maintenance, Defense Wide</u>					
U. S. Direct Hire	57,428	4,164	61,592	231	61,823
Foreign National Direct Hire	458	-6	452	6	458
Total Direct Hire	57,886	4,158	62,044	237	62,281
<u>Research, Development, Test &amp; Evaluation, Defense</u>					
U. S. Direct Hire	3,403	201	3,604	256	3,860
Foreign National Direct Hire	0	0	0	0	0
Total Direct Hire	3,403	201	3,604	256	3,860
<u>Working Capital Fund</u>					
U. S. Direct Hire	52,148	1,661	53,809	102	53,911
Foreign National Direct Hire	785	75	860	-77	783
Total Direct Hire	52,933	1,736	54,669	25	54,694
<u>Pentagon Reservation Fund</u>					
U. S. Direct Hire	1,676	118	1,794	20	1,814

**CIVILIAN PERSONNEL**

# CIVILIAN PERSONNEL

*Full-Time Equivalent*

<b>DEFENSE-WIDE ACTIVITIES</b>	<b>FY 2012 Actuals</b>	<b>Change</b>	<b>FY 2013 Estimate</b>	<b>Change</b>	<b>FY 2014 Estimate</b>
<b>Direct Hires by Appropriation</b>					
<u>National Defense Stockpile</u>					
U. S. Direct Hire	79	11	90	-2	88
<u>Building Maintenance Fund</u>					
U. S. Direct Hire	155	48	203	26	229
<u>Defense Health Program</u>					
U. S. Direct Hire	5,775	133	5,908	16	5,924
<u>U. S. Court of Appeals for the Armed Forces</u>					
U. S. Direct Hire	59	0	59	0	59
<u>Office of the Inspector General</u>					
U. S. Direct Hire	1,532	99	1,631	-18	1,613
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	1,532	99	1,631	-18	1,613
<u>Office of the Inspector General (RA)</u>					
U. S. Direct Hire	0	0	0	0	0
<u>Foreign Military Sales</u>					
U. S. Direct Hire	326	79	405	-2	403
<u>Defense Acquisition Workforce Development Fund</u>					
U. S. Direct Hire	3,812	252	4,064	-785	3,279

**CIVILIAN PERSONNEL**

## CIVILIAN PERSONNEL

*Full-Time Equivalent*

<b>DEFENSE-WIDE ACTIVITIES</b>					
	<b>FY 2012</b>		<b>FY 2013</b>		<b>FY 2014</b>
<b>Defense-Wide Activities Total</b>	<b>Actuals</b>	<b>Change</b>	<b>Estimate</b>	<b>Change</b>	<b>Estimate</b>
<b>U. S. Direct Hire</b>	<b>126,393</b>	<b>6,766</b>	<b>133,159</b>	<b>-156</b>	<b>133,003</b>
<b>Foreign National Direct Hire</b>	<b><u>1,243</u></b>	<b><u>69</u></b>	<b><u>1,312</u></b>	<b><u>-71</u></b>	<b><u>1,241</u></b>
<b>Total Direct Hire</b>	<b>127,636</b>	<b>6,835</b>	<b>134,471</b>	<b>-227</b>	<b>134,244</b>
<b>Indirect Hires by Appropriation</b>					
Operation and Maintenance, Defense-Wide	304	-5	299	0	299
Office of the Inspector General	1	0	1	0	1
Defense Health Program	5	0	5	0	5
Working Capital Fund	<u>2310</u>	<u>82</u>	<u>2392</u>	<u>-36</u>	<u>2356</u>
<b>Total Indirect Hire</b>	<b>2,620</b>	<b>77</b>	<b>2,697</b>	<b>-36</b>	<b>2,661</b>
<b>Defense Wide Activities Total</b>					
<b>Total Direct Hire</b>	<b>127,636</b>	<b>6,835</b>	<b>134,471</b>	<b>-227</b>	<b>134,244</b>
<b>Total Indirect Hire</b>	<b><u>2,620</u></b>	<b><u>77</u></b>	<b><u>2,697</u></b>	<b><u>-36</u></b>	<b><u>2,661</u></b>
<b>Total Defense-Wide Civilians</b>	<b>130,256</b>	<b>6,912</b>	<b>137,168</b>	<b>-263</b>	<b>136,905</b>

CIVILIAN PERSONNEL



## ACTIVE FORCE MILITARY PERSONNEL

### Active Force Personnel

#### *End Strength*

	FY 2012/ <sup>1,2</sup>		FY 2013 <sup>2,3</sup>		FY 2014 <sup>4</sup>
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<b><u>DoD Total by Type</u></b>	<b><u>1,399,622</u></b>	<b><u>1,938</u></b>	<b><u>1,401,560</u></b>	<b><u>-40,160</u></b>	<b><u>1,361,400</u></b>
Officer	238,074	-796	237,278	137	237,415
Enlisted	1,148,481	2,811	1,151,292	-40,055	1,111,237
Cadets	13,067	-77	12,990	-242	12,748
<b><u>DoD Total by Service</u></b>	<b><u>1,399,622</u></b>	<b><u>1,938</u></b>	<b><u>1,401,560</u></b>	<b><u>-40,160</u></b>	<b><u>1,361,400</u></b>
Army	550,064	2,036	552,100	-32,100	520,000
Navy	318,406	4,294	322,700	900	323,600
Marine Corps	198,193	-893	197,300	-7,100	190,200
Air Force	332,959	-3,499	329,460	-1,860	327,600
<sup>1</sup> Includes end strength funded from the Department of Defense Appropriations Act, 2012 (P.L. 112-74).					
<sup>2</sup> Reserve Component members called to active duty are excluded in the active force end strength, but are included in the average strength figures.					
<sup>3</sup> FY 2013 column reflects the authorized end strength levels in the NDAA 2013 (P.L. 112-239), which includes 49,700 Army and 15,200 Marine Corps end strength requested in the FY 2013 OCO request.					
<sup>4</sup> Includes 30,000 Army and 8,100 Marine Corps non-enduring end strength anticipated to be requested in the FY 2014 OCO request.					

## ACTIVE FORCE MILITARY PERSONNEL

# ACTIVE FORCE MILITARY PERSONNEL

## *End Strength*

<u>End Strength by Service</u>	FY 2012 <sup>1,2</sup> <u>Actual</u>	<u>Change</u>	FY 2013 <sup>2,3</sup> <u>Estimate</u>	<u>Change</u>	FY 2014 <sup>4</sup> <u>Estimate</u>
<b><u>Army</u></b>	<b><u>550,064</u></b>	<b><u>2,036</u></b>	<b><u>552,100</u></b>	<b><u>-32,100</u></b>	<b><u>520,000</u></b>
Officer	98,423	1,401	99,824	-1,953	97,871
Enlisted	447,075	701	447,776	-30,073	417,703
Cadets	4,566	-66	4,500	-74	4,426
<b><u>Navy</u></b>	<b><u>318,406</u></b>	<b><u>4,294</u></b>	<b><u>322,700</u></b>	<b><u>900</u></b>	<b><u>323,600</u></b>
Officer	52,855	-1,557	51,298	2,102	53,400
Enlisted	261,072	5,840	266,912	-1,034	265,878
Cadets	4,479	11	4,490	-168	4,322
<b><u>Marine Corps</u></b>	<b><u>198,193</u></b>	<b><u>-893</u></b>	<b><u>197,300</u></b>	<b><u>-7,100</u></b>	<b><u>190,200</u></b>
Officer	21,776	-619	21,157	310	21,467
Enlisted	176,417	-274	176,143	-7,410	168,733
<b><u>Air Force</u></b>	<b><u>332,959</u></b>	<b><u>-3,499</u></b>	<b><u>329,460</u></b>	<b><u>-1,860</u></b>	<b><u>327,600</u></b>
Officer	65,020	-21	64,999	-322	64,677
Enlisted	263,917	-3,456	260,461	-1,538	258,923
Cadets	4,022	-22	4,000	0	4,000
<b><u>DoD Total</u></b>	<b><u>1,399,622</u></b>	<b><u>1,938</u></b>	<b><u>1,401,560</u></b>	<b><u>-40,160</u></b>	<b><u>1,361,400</u></b>
Officer	238,074	-796	237,278	137	237,415
Enlisted	1,148,481	2,811	1,151,292	-40,055	1,111,237
Cadets	13,067	-77	12,990	-242	12,748
<sup>1</sup> Includes end strength funded from the Department of Defense Appropriations Act, 2012 (P.L. 112-74).					
<sup>2</sup> Reserve Component members called to active duty are excluded in the active force end strength, but are included in the average strength figures					
<sup>3</sup> FY 2013 column reflects the authorized end strength levels in the NDAA 2013 (P.L. 112-239), which includes 49,700 Army and 15,200 Marine Corps end strength requested in the FY 2013 OCO request.					
<sup>4</sup> Includes 30,000 Army and 8,100 Marine Corps non-enduring end strength anticipated to be requested in the FY 2014 OCO request.					

## ACTIVE FORCE MILITARY PERSONNEL

## ACTIVE FORCE MILITARY PERSONNEL

### *Average Strength*

<b><u>Average Strength by Service</u></b>	<b>FY 2012<sup>1</sup> Actual</b>	<b>Change</b>	<b>FY 2013<sup>2</sup> Estimate</b>	<b>Change</b>	<b>FY 2014<sup>3</sup> Estimate</b>
<b>Army</b>	<b>618,614</b>	<b>-19,083</b>	<b>599,531</b>	<b>-73,489</b>	<b>526,042</b>
Officer	110,067	-2,884	107,183	-8,219	98,964
Enlisted	504,168	-16,216	487,952	-65,225	422,727
Cadets	4,379	17	4,396	-45	4,351
<b>Navy</b>	<b>327,900</b>	<b>806</b>	<b>328,706</b>	<b>-4,553</b>	<b>324,153</b>
Officer	54,754	358	55,112	-1,412	53,700
Enlisted	268,766	532	269,298	-3,106	266,192
Cadets	4,380	-84	4,296	-35	4,261
<b>Marine Corps</b>	<b>203,353</b>	<b>394</b>	<b>203,747</b>	<b>-11,711</b>	<b>192,036</b>
Officer	22,879	-559	22,320	-384	21,936
Enlisted	180,474	953	181,427	-11,327	170,100
<b>Air Force</b>	<b>347,368</b>	<b>-150</b>	<b>347,218</b>	<b>-15,162</b>	<b>332,056</b>
Officer	67,963	1,326	69,289	-2,984	66,305
Enlisted	275,279	-1,265	274,014	-12,207	261,807
Cadets	4,126	-211	3,915	29	3,944
<b>DoD Total</b>	<b>1,497,235</b>	<b>-18,033</b>	<b>1,479,202</b>	<b>-104,915</b>	<b>1,374,287</b>
Officer	255,663	-1,759	253,904	-12,999	240,905
Enlisted	1,228,687	-15,996	1,212,691	-91,865	1,120,826
Cadets	12,885	-278	12,607	-51	12,556

<sup>1</sup> Includes average strength associated with reserve mobilization and active duty overstrength funded from the Department of Defense Appropriations Act, 2012 (P.L. 112-74).

<sup>3</sup> Includes average strength for reserve mobilization and 55,795 Army and 17,679 Marine Corps active duty non-enduring strength requested in the FY 2013 OCO request.

<sup>3</sup> Includes 33,885 Army and 9,787 Marine Corps active duty non-enduring strength but excludes average strength for reserve mobilization anticipated to be requested in the FY 2014 OCO request.

# ACTIVE FORCE MILITARY PERSONNEL

## U.S. SPECIAL OPERATIONS COMMAND (USSOCOM) SUPPORT

*End Strength*

	<b>FY 2012 Actual</b>	<b>Change</b>	<b>FY 2013 Estimate</b>	<b>Change</b>	<b>FY 2014 Estimate</b>
<b>Army</b>	<b><u>27,331</u></b>	<b><u>1,223</u></b>	<b><u>28,554</u></b>	<b><u>1,669</u></b>	<b><u>30,223</u></b>
Officer	5,162	55	5,217	201	5,418
Enlisted	22,169	1,168	23,337	1,468	24,805
<b>Navy</b>	<b><u>8,021</u></b>	<b><u>444</u></b>	<b><u>8,465</u></b>	<b><u>337</u></b>	<b><u>8,802</u></b>
Officer	1,394	60	1,454	14	1,468
Enlisted	6,627	384	7,011	323	7,334
<b>Marine Corps</b>	<b><u>2,529</u></b>	<b><u>454</u></b>	<b><u>2,983</u></b>	<b><u>194</u></b>	<b><u>3,177</u></b>
Officer	464	43	507	5	512
Enlisted	2,065	411	2,476	189	2,665
<b>Air Force</b>	<b><u>11,459</u></b>	<b><u>1,809</u></b>	<b><u>13,268</u></b>	<b><u>656</u></b>	<b><u>13,924</u></b>
Officer	2,548	583	3,131	140	3,271
Enlisted	8,911	1,226	10,137	516	10,653
<b>DoD Total</b>	<b><u>49,340</u></b>	<b><u>3,930</u></b>	<b><u>53,270</u></b>	<b><u>2,856</u></b>	<b><u>56,126</u></b>
Officer	9,568	741	10,309	360	10,669
Enlisted	39,772	3,189	42,961	2,496	45,457

ACTIVE FORCE MILITARY PERSONNEL

**SELECTED RESERVE, NATIONAL GUARD, AND  
RESERVE SUPPORT PERSONNEL**

*Military End Strength/Civilian Full-Time Equivalent*

	<b><u>FY 2012 Actual</u></b>	<b><u>Change</u></b>	<b><u>FY 2013* Estimate</u></b>	<b><u>Change</u></b>	<b><u>FY 2014 Estimate</u></b>
<b>Total Selected Reserve</b>	<b>840,320</b>	<b>1,560</b>	<b>841,880</b>	<b>-8,180</b>	<b>833,700</b>
Trained in Units	700,567	-1,462	699,105	-9,220	689,885
Individual Mobilization Augmentees (IMAs)	13,693	3,136	16,829	-1,252	15,577
Training Pipeline	49,343	-1,762	47,581	2,271	49,852
Full-time Duty	76,717	1,648	78,365	21	78,386
<b>Active Military Support to Reserves</b>	<b>6,995</b>	<b>-103</b>	<b>6,892</b>	<b>-360</b>	<b>6,532</b>
<b>Civilian FTEs For Reserves/National Guard</b>	<b>75,155</b>	<b>4,718</b>	<b>79,873</b>	<b>89</b>	<b>79,962</b>
(Technicians Included Above)	65,160	3,262	68,422	917	69,339
<b>Selected Reserve By Service</b>	<b>840,320</b>	<b>1,560</b>	<b>841,880</b>	<b>-8,180</b>	<b>833,700</b>
Army Reserve	201,166	3,834	205,000	--	205,000
Navy Reserve	64,715	-2,215	62,500	-3,400	59,100
Marine Corps Reserve	39,544	+56	39,600	--	39,600
Air Force Reserve	71,428	-548	70,880	-480	70,400
Army National Guard	358,078	122	358,200	-4,000	354,200
Air National Guard	105,389	311	105,700	-300	105,400
* FY 2013 column reflects the authorized end strength levels in the National Defense Authorization Act for FY 2013 (P.L. 112-239).					

**SELECTED RESERVE, NATIONAL GUARD, AND RESERVE SUPPORT PERSONNEL**

## SELECTED RESERVE, NATIONAL GUARD, AND RESERVE SUPPORT PERSONNEL

*Military End Strength/Civilian Full-Time Equivalents*

	<b>FY 2012 <u>Actual</u></b>	<b><u>Change</u></b>	<b>FY 2013* <u>Estimate</u></b>	<b><u>Change</u></b>	<b>FY 2014 <u>Estimate</u></b>
<b>Army Reserve (AR)</b>	<b>201,166</b>	<b>3,834</b>	<b>205,000</b>	<b>--</b>	<b>205,000</b>
Trained in Units	172,454	2,813	175,267	845	176,112
Individual Mobilization Augmentees (IMAs)	2,702	1,298	4,000	--	4,000
Training Pipeline	9,725	-269	9,456	-829	8,627
Full-time Duty	16,285	-8	16,277	-16	16,261
<b>Active Military Support to AR</b>	<b>72</b>	<b>+2</b>	<b>74</b>	<b>-6</b>	<b>68</b>
<b>Civilian FTE for AR</b>	<b>9,938</b>	<b>1,930</b>	<b>11,868</b>	<b>+13</b>	<b>11,881</b>
(Technicians Included Above)	6,865	1,997	8,862	-51	8,811
<b>Navy Reserve (NR)</b>	<b>64,715</b>	<b>-2,215</b>	<b>62,500</b>	<b>-3,400</b>	<b>59,100</b>
Trained in Units	52,583	-1,905	50,678	-3,493	47,185
Individual Mobilization Augmentees (IMAs)	250	+14	264	-2	262
Training Pipeline	1,492	-48	1,444	+50	1,494
Full-time Duty	10,390	-276	10,114	+45	10,159
<b>Active Military Support to NR</b>	<b>2,242</b>	<b>-46</b>	<b>2,196</b>	<b>-364</b>	<b>1,832</b>
<b>Civilian FTEs for NR</b>	<b>870</b>	<b>27</b>	<b>897</b>	<b>--</b>	<b>897</b>
(Technicians Included Above)	--	--	--	--	--
<b>Marine Corps Reserve (MCR)</b>	<b>39,544</b>	<b>56</b>	<b>39,600</b>	<b>0</b>	<b>39,600</b>
Trained in Units	31,249	-1,074	30,175	+1,026	31,201
Individual Mobilization Augmentees (IMAs)	3,054	432	3,486	-674	2,812
Training Pipeline	3,020	658	3,678	-352	3,326
Full-time Duty	2,221	40	2,261	--	2,261
<b>Active Military Support to MCR</b>	<b>3,778</b>	<b>--</b>	<b>3,778</b>	<b>--</b>	<b>3,778</b>
<b>Civilian FTEs for MCR</b>	<b>260</b>	<b>57</b>	<b>317</b>	<b>-21</b>	<b>296</b>
(Technicians Included Above)	--	--	--	--	--

\* FY 2013 column reflects the authorized end strength levels in the National Defense Authorization Act for FY 2013 (P.L. 112-239).

**SELECTED RESERVE, NATIONAL GUARD, AND RESERVE SUPPORT PERSONNEL**

## SELECTED RESERVE, NATIONAL GUARD, AND RESERVE SUPPORT PERSONNEL

*Military End Strength/Civilian Full-Time Equivalents*

	<b>FY 2012 Actual</b>	<b>Change</b>	<b>FY 2013* Estimate</b>	<b>Change</b>	<b>FY 2014 Estimate</b>
<b>Air Force Reserve (AFR)</b>	<b>71,428</b>	<b>-548</b>	<b>70,880</b>	<b>-480</b>	<b>70,400</b>
Trained in Units	56,822	-104	56,718	+73	56,791
Individual Mobilization Augmentees (IMAs)	7,687	+1,392	9,079	-576	8,503
Training Pipeline	4,186	-1,991	2,195	--	2,195
Full-time Duty	2,733	+155	2,888	+23	2,911
<b>Active Military Support for AFR</b>	<b>511</b>	<b>-59</b>	<b>452</b>	<b>+10</b>	<b>462</b>
<b>Civilian FTEs for AFR</b>	<b>13,003</b>	<b>+1,167</b>	<b>14,170</b>	<b>-142</b>	<b>14,028</b>
(Technicians Included Above)	9,446	+703	10,149	-56	10,093
<b>Army National Guard (ARNG)</b>	<b>358,078</b>	<b>+122</b>	<b>358,200</b>	<b>-4,000</b>	<b>354,200</b>
Trained in Units	301,475	-2,370	299,105	-7,402	291,703
Individual Mobilization Augmentees (IMAs)	--	--	--	--	--
Training Pipeline	26,249	+786	27,035	+3,402	30,437
Full-time Duty	30,354	+1,706	32,060	--	32,060
<b>Active Military Support to ARNG</b>	<b>184</b>	<b>--</b>	<b>184</b>	<b>--</b>	<b>184</b>
<b>Civilian FTEs for ARNG</b>	<b>27,536</b>	<b>+1,574</b>	<b>29,110</b>	<b>+253</b>	<b>29,363</b>
(Technicians Included Above)	26,610	+1,350	27,960	+250	28,210
<b>Air National Guard (ANG)</b>	<b>105,389</b>	<b>+311</b>	<b>105,700</b>	<b>-300</b>	<b>105,400</b>
Trained in Units	85,984	+1,178	87,162	-269	86,893
Individual Mobilization Augmentees (IMAs)	--	--	--	--	--
Training Pipeline	4,671	-898	3,773	--	3,773
Full-time Duty	14,734	+31	14,765	-31	14,734
<b>Active Military Support for ANG</b>	<b>208</b>	<b>--</b>	<b>208</b>	<b>--</b>	<b>208</b>
<b>Civilian FTEs for ANG</b>	<b>23,548</b>	<b>-37</b>	<b>23,511</b>	<b>-14</b>	<b>23,497</b>
(Technicians Included Above)	22,239	-788	21,451	+774	22,225

\* FY 2013 column reflects the authorized end strength levels in the National Defense Authorization Act for FY 2013 (P.L. 112-239).

**SELECTED RESERVE, NATIONAL GUARD, AND RESERVE SUPPORT PERSONNEL**

## **DOD CUSTOMER FUEL PRICES**

The Department of Defense (DoD) procures an array of refined fuel products. The fuel standard selling prices identified in the following table include the cost of crude oil, refined products, inventory control, transportation, storage, and operating costs.

The DoD makes refined fuel purchases in a two-step process involving both the Defense Logistics Agency (DLA) and the individual Service or agency customers. DLA Energy operating under the Defense Working Capital Fund (DWCF) purchases the fuel and subsequently sells it primarily to DoD customers. This allows the DoD to take advantage of large quantity purchase pricing and in most years provides the DoD customer a stabilized standard fuel price per gallon during that fiscal year.

In FY 2012 the Department experienced a high level of market volatility requiring four year-of-execution price adjustments. The FY 2012 President's budget assumed refined fuel products would average around \$115.49 per 42 gallon barrel. The first single price adjustment occurred at the beginning of the fiscal year--October 1, 2011 rates increased to \$165.90; additional price changes were implemented on January 1, 2012--decreasing costs to \$160.44; on June 1, 2012 the price again declined to \$151.20; the price finally settled at \$97.02 on July 1, 2012. The average standard price was \$144.65 per barrel (bbl) based on monthly usage compared to an average FY 2012 cost to the DLA of \$165.81/bbl. After applying \$1.0 billion in cash transfers into the Defense Working Capital Fund (12-17PA), the resulting DoD customer fuel budget shortfall for FY 2012 of \$0.8 billion was addressed in the Omnibus Reprogramming Action.

On October 1, 2012, the Department implemented the President's Budget 2013 price of \$156.66/bbl. DoD customer budget estimates were constructed utilizing this price per barrel.

The FY 2014 budget submission assumes a standard composite fuel selling price of \$152.04 per barrel. DoD customer budget estimates were constructed utilizing this price per barrel.

The following table reflects the average FY 2012 prices charged to DoD fuel customers; the composite fuel price DoD customers expect to pay during FY 2013; and the prices (by fuel product) DoD customers are budgeted to pay for fuel in FY 2014.

## **DOD CUSTOMER FUEL PRICES**



## DOD CUSTOMER FUEL PRICES

(Rates in U.S. Dollars)	FY 2012		FY 2013		FY 2014	
<u>Product Type</u>	<u>Gallon</u>	<u>Barrel</u>	<u>Gallon</u>	<u>Barrel</u>	<u>Gallon</u>	<u>Barrel</u>
AVGAS (CONUS) – 130	\$3.91	\$164.01	\$4.26	\$178.92	\$4.13	\$173.46
AVGAS (OCONUS) – LL	\$15.31	\$643.02	\$16.70	\$701.40	\$16.21	\$680.82
<u>Diesel Fuel:</u>						
Distillates – F76	\$3.41	\$143.22	\$3.72	\$156.24	\$3.61	\$151.62
High Sulfur – DF1	\$3.42	\$143.43	\$3.73	\$156.66	\$3.62	\$152.04
Generic (High Sulfur) – DF2	\$3.07	\$128.94	\$3.35	\$140.70	\$3.25	\$136.50
Ultra Low Sulfur – DS1	\$3.42	\$143.64	\$3.73	\$156.66	\$3.62	\$152.04
Ultra Low Sulfur – DS2	\$3.30	\$138.71	\$3.60	\$151.20	\$3.49	\$146.58
Burner Grade – FS1	\$3.34	\$140.39	\$3.64	\$152.88	\$3.53	\$148.26
Burner Grade – FS2	\$2.94	\$123.27	\$3.20	\$134.40	\$3.11	\$130.62
Biodiesel – BDI	\$3.30	\$138.71	\$3.60	\$151.20	\$3.49	\$146.58
<u>Jet Fuel:</u>						
JP8 & JA1	\$3.42	\$143.64	\$3.73	\$156.66	\$3.62	\$152.04
JAA	\$3.40	\$142.80	\$3.71	\$155.82	\$3.60	\$151.20
JP5	\$3.44	\$144.48	\$3.75	\$157.50	\$3.64	\$152.88
JTS	\$6.45	\$270.90	\$6.45	\$270.90	\$6.45	\$270.90
Kerosene – KS1	\$3.38	\$141.75	\$3.68	\$154.56	\$3.57	\$149.94
<u>Motor Gasoline:</u>						
Regular, Unleaded – MUR	\$3.34	\$140.39	\$3.64	\$152.88	\$3.53	\$148.26
Midgrade, Unleaded – MUM	\$3.53	\$148.05	\$3.85	\$161.70	\$3.74	\$157.08
Premium, Unleaded – MUP	\$3.95	\$165.90	\$4.31	\$181.02	\$4.18	\$175.56
Gasohol – GUM	\$3.53	\$148.05	\$3.85	\$161.70	\$3.74	\$157.08
Ethanol – E85	\$3.34	\$140.39	\$3.64	\$152.88	\$3.53	\$148.26
<u>Residual:</u>						
Burner Grade – FS4	\$2.17	\$90.93	\$2.36	\$99.12	\$2.29	\$96.18
Residual (Burner Grade) – FS6	\$1.71	\$71.93	\$1.87	\$78.54	\$1.81	\$76.02
Fuel Oil, Reclaimed – FOR	\$1.05	\$44.10	\$1.05	\$44.10	\$1.05	\$44.10

## DOD CUSTOMER FUEL PRICES

## **DOD CUSTOMER FUEL PRICES**

<b>(Rates in U.S. Dollars)</b>	<b>FY 2012</b>		<b>FY 2013</b>		<b>FY 2014</b>	
<b><u>Product Type</u></b>	<b><u>Gallon</u></b>	<b><u>Barrel</u></b>	<b><u>Gallon</u></b>	<b><u>Barrel</u></b>	<b><u>Gallon</u></b>	<b><u>Barrel</u></b>
Bunkers – Marine – MGO	\$3.49	\$146.58	\$3.80	\$159.60	\$3.69	\$154.98
Bunkers – Intermediate Grade – 180,380	\$2.57	\$107.84	\$2.80	\$117.60	\$2.72	\$114.24
Intoplane – Jet Fuel – IA1, IAA, IAB, IP8	\$3.91	\$164.01	\$4.26	\$178.92	\$4.13	\$173.46
Local Purchase Jet Fuel – NA1, NAA	\$4.33	\$181.97	\$4.57	\$191.94	\$4.44	\$186.48
Local Purchase Ground Fuel – NLS, NMU	\$3.56	\$149.63	\$3.92	\$164.64	\$3.80	\$159.60
<b>Composite Standard Price</b>	<b>\$3.44</b>	<b>\$144.56</b>	<b>\$3.73</b>	<b>\$156.66</b>	<b>\$3.62</b>	<b>\$152.04</b>

**DOD CUSTOMER FUEL PRICES**

## **OVERSEAS COST SUMMARY**

The Fiscal Year 2014 overseas costs identifies the amounts necessary for payment of all personnel, operations, maintenance, facilities, and support costs for all DoD overseas military units and the costs of supporting all dependents who accompany DoD personnel outside of the United States. The United States includes all 50 states, the District of Columbia, the Commonwealth of Puerto Rico, and the territories and possessions of the United States including Guam, U.S. Virgin Islands, and the Northern Mariana Islands. Overseas cost includes the following appropriations:

Overseas costs include the appropriated support (Military Personnel; Operation and Maintenance; Family Housing Operation and Maintenance; Family Housing Construction; and Military Construction) of all DoD activities located outside the United States that are being performed on a permanent basis at U.S. military bases and other locations (U.S. Embassy, U.S. Consulates, U.S. Mission, etc.). Overseas costs also include the cost of transporting personnel, material, and equipment to and from overseas locations. The overseas amounts do not include incremental costs associated with contingency operations.

Funding for DoD activities in the United States in support of overseas are excluded. For example, overseas amounts exclude the funding of depot maintenance performed in the United States on components/aircraft used by an overseas unit. Similarly, training that is conducted in the United States is excluded.

## OVERSEAS COST SUMMARY

FY 2012 APPROPRIATIONS						
<i>\$ in Millions</i>						
<b>COUNTRY</b>	<b>Military Personnel</b>	<b>Operation and Maintenance</b>	<b>Family Housing, Operations</b>	<b>Family Housing, Construction</b>	<b>Military Construction</b>	<b>Country Total</b>
<b>Afghanistan</b>	-	-	-	-	42.7	<b>42.7</b>
<b>Antigua</b>	0.2	9.8	--	--		<b>10.0</b>
<b>Australia</b>	4.5	-	--	--		<b>4.5</b>
<b>Bahrain</b>	204.2	91.7	0.9	--	63.2	<b>360.0</b>
<b>Belgium</b>	107.2	88.9	8.5	-	24.1	<b>228.7</b>
<b>Canada</b>	0.7	5.5	--	--		<b>6.2</b>
<b>Cuba</b>	44.8	69.5	12.8	5.1		<b>132.2</b>
<b>Denmark</b>			0.2			
<b>Diego Garcia</b>	28.6	49.8	--	--	35.4	<b>113.8</b>
<b>Djibouti</b>	-	0.8	--	--	60.0	<b>60.8</b>
<b>Egypt</b>	23.5	25.8	-	--		<b>49.3</b>
<b>France</b>			0.6			
<b>Germany</b>	4,091.6	2,919.4	346.0	169.0	459.8	<b>7,985.8</b>
<b>Greece</b>	33.0	30.3	1.0	--		<b>64.3</b>
<b>Greenland</b>	10.0	123.1	--	--	28.0	<b>161.1</b>
<b>Honduras</b>	12.7		--	--		<b>12.7</b>
<b>Italy</b>	812.8	838.2	103.1	--	56.9	<b>1,811.0</b>
<b>Japan</b>	2,958.8	1,527.5	130.6	139.9	61.8	<b>4,818.6</b>
<b>Kuwait</b>	-	61.0	--	--		<b>61.0</b>
<b>Netherlands</b>	44.9	56.3	5.0	--		<b>106.2</b>
<b>Norway</b>			0.2			
<b>Oman</b>	1.4	16.8	0.1	-		<b>18.3</b>
<b>Phillipines</b>	1.4		-	-		<b>1.4</b>
<b>Portugal</b>	46.3	37.1	5.0	--		<b>88.4</b>
<b>Qatar</b>	3.6		1.0	--		<b>4.6</b>
<b>Romania</b>			-	-		<b>-</b>
<b>Saudi Arabia</b>	29.5		--	--		<b>29.5</b>
<b>Singapore</b>	14.1	23.5	5.7	--		<b>43.3</b>
<b>South Korea</b>	2,291.1	1,077.9	41.0	--	112.0	<b>3,522.0</b>
<b>Spain</b>	112.1	119.5	17.8	12.7		<b>262.1</b>
<b>Turkey</b>	102.0	124.9	-	--		<b>226.9</b>
<b>United Arab Emir:</b>	3.3	4.0	0.4	--		<b>7.7</b>
<b>United Kingdom</b>	704.3	580.6	44.7	0.0	103.6	<b>1,433.2</b>
<b>Other*</b>	775.0	268.8	2.9	--		<b>1,046.7</b>
<b>Total</b>	<b>12,461.6</b>	<b>8,150.7</b>	<b>727.5</b>	<b>326.7</b>	<b>1,047.6</b>	<b>22,670.4</b>

\* Other includes countries with costs less than \$5 million or unspecified overseas locations. Other includes Albania, Algeria, Angola, Argentina, Bangladesh, Brazil, Burma (Republic of the Union of Myanmar), Cambodia, Cameroon, China, Croatia, Cyprus, Ecuador, Ethiopia, France, Georgia, Ghana, Guatemala, Hong Kong, Hungary, India, Indonesia, Ireland, Israel, Jordan, Kenya, Laos, Latvia, Libya, Madagascar, Mali, Mauritania, Mexico, Mongolia, Montenegro, Morocco, Nepal, Panama, Paraguay, Poland, Romania, Russia, Rwanda, Senegal, Sierra Leone, Slovenia, South Africa, Sri Lanka, Sweden, Syria, Tajikistan, Tanzania, Thailand, Uganda, Ukraine, Uzbekistan, Venezuela, Yemen, Zambia, Zimbabwe.

## OVERSEAS COST SUMMARY

# OVERSEAS COST SUMMARY

FY 2013 APPROPRIATIONS						
<i>\$ in Millions</i>						
<b>COUNTRY</b>	<b>Military Personnel</b>	<b>Operation and Maintenance</b>	<b>Family Housing, Operations</b>	<b>Family Housing, Construction</b>	<b>Military Construction</b>	<b>Country Total</b>
<b>Afghanistan</b>	-	-	-	-		-
<b>Antigua</b>	0.2	9.7	--	--		<b>9.9</b>
<b>Australia</b>	4.2	-	--	--		<b>4.2</b>
<b>Bahrain</b>	210.9	128.1	0.8	--	51.3	<b>391.1</b>
<b>Belgium</b>	105.5	82.5	8.4	--	27.0	<b>223.4</b>
<b>Canada</b>	0.6	5.7	--	--		<b>6.3</b>
<b>Cuba</b>	46.0	71.1	16.1	--	40.2	<b>173.4</b>
<b>Denmark</b>			0.2			
<b>Diego Garcia</b>	29.5	50.8	--	--	1.7	<b>82.0</b>
<b>Djibouti</b>		0.8	--	--	99.4	<b>100.2</b>
<b>Egypt</b>	23.4	-	-	--		<b>23.4</b>
<b>France</b>			0.6			
<b>Germany</b>	3,351.4	2,999.2	376.7	-	243.0	<b>6,970.3</b>
<b>Greece</b>	33.1	30.0	0.9	--	25.1	<b>89.1</b>
<b>Greenland</b>	9.8	122.5	--	--	24.5	<b>156.8</b>
<b>Honduras</b>	11.0	-	--	--		<b>11.0</b>
<b>Italy</b>	816.8	798.6	105.5	--	77.4	<b>1,798.3</b>
<b>Japan</b>	2,312.0	1,752.6	154.5	125.1	388.9	<b>4,733.1</b>
<b>Kuwait</b>		-	--	--		-
<b>Netherlands</b>	43.9	55.5	5.0	--		<b>104.4</b>
<b>Norway</b>			0.2			
<b>Oman</b>	1.5	16.8	0.3	-		<b>18.6</b>
<b>Phillipines</b>	1.4	-	-	-		<b>1.4</b>
<b>Portugal</b>	44.1	37.7	5.9	--	2.0	<b>89.7</b>
<b>Qatar</b>	4.2		3.0	--		<b>7.2</b>
<b>Romania</b>	-		-	-	203.1	<b>203.1</b>
<b>Saudi Arabia</b>	27.9		--	--		<b>27.9</b>
<b>Singapore</b>	14.4	24.0	6.4	--		<b>44.8</b>
<b>South Korea</b>	2,025.3	919.8	42.6	-	135.3	<b>3,123.0</b>
<b>Spain</b>	116.0	110.8	14.8	-	17.2	<b>258.8</b>
<b>Turkey</b>	97.9	127.2	-	--		<b>225.1</b>
<b>United Arab Emirates</b>	3.2	4.0	0.1			<b>7.3</b>
<b>United Kingdom</b>	687.1	600.8	44.8	-	87.6	<b>1,420.3</b>
<b>Other*</b>	726.9	182.1	3.0	--	66.7	<b>978.7</b>
<b>Total</b>	<b>10,748.2</b>	<b>8,130.3</b>	<b>789.8</b>	<b>125.1</b>	<b>1,490.5</b>	<b>21,282.9</b>

\* Other includes countries with costs less than \$5 million or unspecified overseas locations. Other includes Albania, Algeria, Angola, Argentina, Bangladesh, Brazil, Burma (Republic of the Union of Myanmar), Cambodia, Cameroon, China, Croatia, Cyprus, Ecuador, Ethiopia, France, Georgia, Ghana, Guatemala, Hong Kong, Hungary, India, Indonesia, Ireland, Israel, Jordan, Kenya, Laos, Latvia, Libya, Madagascar, Mali, Mauritania, Mexico, Mongolia, Montenegro, Morocco, Nepal, Panama, Paraguay, Poland, Romania, Russia, Rwanda, Senegal, Sierra Leone, Slovenia, South Africa, Sri Lanka, Sweden, Syria, Tajikistan, Tanzania, Thailand, Uganda, Ukraine, Uzbekistan, Venezuela, Yemen, Zambia, Zimbabwe.

## OVERSEAS COST SUMMARY

## OVERSEAS COST SUMMARY

<b>FY 2014 APPROPRIATIONS</b>						
<i>\$ in Millions</i>						
<b>COUNTRY</b>	<b>Military Personnel</b>	<b>Operation and Maintenance</b>	<b>Family Housing, Operations</b>	<b>Family Housing, Construction</b>	<b>Military Construction</b>	<b>Country Total</b>
<b>Afghanistan</b>	-	-				-
<b>Antigua</b>	0.2	9.7				<b>9.9</b>
<b>Australia</b>	4.2	-				<b>4.2</b>
<b>Bahrain</b>	210.9	128.1	0.9		45.4	<b>385.3</b>
<b>Belgium</b>	105.5	82.5	8.1		67.6	<b>263.7</b>
<b>Canada</b>	0.6	5.7				<b>6.3</b>
<b>Cuba</b>	46.0	71.1	15.1			<b>132.2</b>
<b>Denmark</b>			0.2			<b>0.2</b>
<b>Diego Garcia</b>	29.5	50.8				<b>80.3</b>
<b>Djibouti</b>		0.8			29.0	<b>29.8</b>
<b>Egypt</b>	2.4	-				<b>2.4</b>
<b>France</b>			0.6			
<b>Germany</b>	3,312.2	2,999.2	366.3	16.6	409.9	<b>7,104.2</b>
<b>Greece</b>	33.1	30.0	1.2			<b>64.3</b>
<b>Greenland</b>	9.8	122.5			43.9	<b>176.2</b>
<b>Honduras</b>	11.0	-				<b>11.0</b>
<b>Italy</b>	816.8	798.6	103.5			<b>1,718.9</b>
<b>Japan</b>	2,334.5	1,687.2	169.3	122.2	172.3	<b>4,485.5</b>
<b>Kwajalein</b>					63.0	<b>63.0</b>
<b>Kuwait</b>	43.9	-				<b>43.9</b>
<b>Netherlands</b>	43.9	55.5	4.8			<b>104.2</b>
<b>Norway</b>			0.2			<b>0.2</b>
<b>Oman</b>	1.5	16.8	0.3			<b>18.6</b>
<b>Phillipines</b>	1.4	-				<b>1.4</b>
<b>Portugal</b>	44.1	37.7	6.0			<b>87.8</b>
<b>Qatar</b>	4.2		3.0			<b>7.2</b>
<b>Romania</b>	-				85.0	<b>85.0</b>
<b>Saudi Arabia</b>	27.9					<b>27.9</b>
<b>Singapore</b>	14.4	24.0	6.5			<b>44.9</b>
<b>South Korea</b>	2,025.3	919.8	41.5		52.2	<b>3,038.8</b>
<b>Spain</b>	116.0	110.8	17.3			<b>244.1</b>
<b>Turkey</b>	97.9	127.2				<b>225.1</b>
<b>United Arab Emirates</b>	3.2	4.0	-			<b>7.2</b>
<b>United Kingdom</b>	687.1	600.8	44.8		188.3	<b>1,521.0</b>
<b>Other*</b>	726.9	182.1	3.0		48.0	<b>960.0</b>
<b>Total</b>	<b>10,754.4</b>	<b>8,064.9</b>	<b>792.6</b>	<b>138.8</b>	<b>1,204.6</b>	<b>20,954.7</b>

\* Other includes countries with costs less than \$5 million or unspecified overseas locations. Other includes Albania, Algeria, Angola, Argentina, Bangladesh, Brazil, Burma (Republic of the Union of Myanmar), Cambodia, Cameroon, China, Croatia, Cyprus, Ecuador, Ethiopia, France, Georgia, Ghana, Guatemala, Hong Kong, Hungary, India, Indonesia, Ireland, Israel, Jordan, Kenya, Laos, Latvia, Libya, Madagascar, Mali, Mauritania, Mexico, Mongolia, Montenegro, Morocco, Nepal, Panama, Paraguay, Poland, Romania, Russia, Rwanda, Senegal, Sierra Leone, Slovenia, South Africa, Sri Lanka, Sweden, Syria, Tajikistan, Tanzania, Thailand, Uganda, Ukraine, Uzbekistan, Venezuela, Yemen, Zambia, Zimbabwe.

## OVERSEAS COST SUMMARY

## FOREIGN CURRENCY FLUCTUATION RATES

### FOREIGN CURRENCY FLUCTUATIONS, DEFENSE

The Foreign Currency Fluctuations, Defense (FCF,D) appropriation was established in FY 1979 to enable execution of budgeted programs despite adverse variations in foreign currency exchange rates. This centralized account is managed by the Under Secretary of Defense (Comptroller). Funds are transferred from this appropriation to DoD Components' Operation and Maintenance and Military Personnel appropriations to offset net losses in purchasing power because of unfavorable fluctuations in the foreign currency exchange rates of specified currencies. If a net gain results, the asset is transferred from the gaining appropriation to the FCF,D appropriation to replenish the fund. Unobligated balances from the prior two years for Operation and Maintenance and Military Personnel appropriations can be transferred to the FCF,D to further replenish the fund. The specified currencies are shown below as well as the rates used to formulate the budget. The Department will use these rates to measure foreign currency fluctuation during execution. These rates are expressed in terms of units of foreign currency that can be purchased with one (1) U.S. dollar.

#### Foreign Currency Exchange Rates

*Units of Foreign Currency per One U.S. Dollar*

		<u>Budget Rates</u>		<u>President's Budget Rates</u>
<u>Country</u>	<u>Monetary Unit</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
Denmark	Krone	5.5819	5.3956	5.4074
European Community	Euro	0.7491	0.7241	0.7259
Iceland	Krona	105.2688	106.8909	114.5787
Japan	Yen	91.2524	82.4035	81.7098
Norway	Krone	6.0905	5.9362	5.8662
Singapore	Dollar	1.4246	1.3313	1.3155
South Korea	Won	1,099.5183	1,095.1635	1,140.7859
Turkey	Lira	1.4139	1.4508	1.6091
United Kingdom	Pound	0.5917	0.5943	0.6177

## FOREIGN CURRENCY FLUCTUATION RATES

# **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

## **OVERVIEW**

In continuation of the reform agenda advanced in the previous four budgets, the Department reviewed all budgetary areas for potential savings in its “More Disciplined Use of Resources” (MDUR) campaign. Strategies to realize savings include reductions tied to more effective use of funds (including better business practices); reductions tied to the termination or restructuring of weapons programs; reductions tied to restructuring or delay in Military Construction programs; and long-term savings associated with infrastructure consolidation. This submission includes results of a four-month Department-wide civilian workload analysis that sought to right-size the civilian workforce to complement military force draw-downs. Congressional support and authority to conduct a base realignment and closure (BRAC) in 2015 is critical to achieving total projected savings associated with initiatives that are geared to meeting key needs with few personnel. A continued pause in the military construction program will be directed at specific functional programs, such as schools and medical treatment facilities, as the drawdown of the entire workforce materializes and we examine ways to better utilize facilities. Substantial savings are also tied to lower prices for private-sector care.

The Department will continue to utilize a well-rehearsed governance structure to monitor implementation of these initiatives, with senior leadership focused on those initiatives with the highest program or milestone risk assessment. As a result of these efforts, the FY 2014 budget request reflects a \$5.0 billion reduction to the FY 2014 program and a reduction of about \$34 billion over the period of FY 2014 through FY 2018 (Future Years Defense Program (FYDP)) from the FY 2013 budget request.

*\$ Savings in Millions*

<b>Summary by Organization</b>	<b>FY 2014</b>	<b>FY 2014 - FY 2018</b>
Department of Army	1,272	5,703
Department of Navy	615	7,067
Department of Air Force	1,265	7,887
Defense-Wide	2,362	13,777
Total DoD	5,514	34,434

Numbers may not add due to rounding.



## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

The specific efficiency initiatives for the Department of Defense are summarized as follows. Infrastructure consolidation savings will be realized in years beyond the current FYDP; initial upfront costs associated with BRAC planning and implementation will overshadow the near-term savings:

<b>Summary of Initiative Bin</b>	<i>\$ Savings in Millions</i>	
	<b>FY 2014</b>	<b>FY 2014 - FY 2018</b>
More Effective Use of Resources	3,239	18,951
Weapons Programs Terminations and Restructuring	2,264	13,699
Military Construction Restructuring and Delays	11	4,135
Infrastructure Consolidations	-	(2,350)
Total Initiatives	5,514	34,435

Numbers may not add due to rounding.

# **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

## **DEPARTMENT OF DEFENSE INITIATIVES**

The Department conducted a thorough review of bureaucratic structures, business practices, modernization programs, civilian and military personnel levels, and associated overhead costs. This resulted in projected savings that totaled \$34 billion over 5 years. The specific savings by public law title are:

<b>Summary by Title</b>	<b><i>\$ Savings in Millions</i></b>	
	<b>FY 2014</b>	<b>FY 2014 - FY 2018</b>
Military Personnel	178	1,091
Operation and Maintenance	2,501	15,202
Procurement	1,990	10,546
Research, Development, Test and Evaluation	819	5,724
Military Construction	-16	1,525
Family Housing	32	277
Revolving and Management Funds	10	70
Total Initiatives	5,514	34,435

Numbers may not add due to rounding.

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

**More Effective Use of Resources (FY 2014, \$-3.2 billion; FYDP, \$-19 billion)** includes cutbacks in service contracts while still meeting the most important requirements, more efficient or effective use of manpower, more efficient acquisition of goods or services and business process improvements.

- Reduction to the Army's Balkans mission resulted in a 10% reduction to all travel, supplies and contracts; site visits across the Balkans area; 50 percent less communication services; and reduced the number of intelligence analysts from 18 to 10. (FY 2014, \$-.1 billion; FYDP, \$-0.6 billion).
- Army logistics support program reductions result in better business practices by tightening personnel costs for command and control functions under the Headquarters, Army Material Command (AMC) and associated Major Subordinate Commands (MSCs). (FY 2014, \$-0 million; FYDP, \$-1 million).
- Due to current economic conditions and increased propensity to enlist, the Army reduced its recruiting funds and investments. Reductions in the recruiting program impacts bonuses, incentives and marketing programs. In the event the economy improves, the Army will need to reinvest into its recruiting program. (FY 2014, \$-0.2 billion; FYDP, \$-1.2 billion).
- The number of Army banking services located overseas was reduced due to forces realignment. (FY 2014, \$-1 million; FYDP, \$-5.0 million).
- Reductions to the chemical weapon stockpile and material storage resulted in tightening personnel costs at Army chemical weapon de-militarization facilities that have already completed demilitarization and are currently in their closure phase. (FY 2014, \$-0 million; FYDP, \$-3 million).
- The Army recognized sustainment efficiencies by not purchasing the spider apla remote control program. (FY 2014, \$-12 million; FYDP, \$-56 million)
- The Department of the Navy (DoN) generated savings by using multi-year procurement contracts for the MH-60R/S cockpit and airframe purchases. (FY 2014, \$-0.2 billion; FYDP, \$-0.4 billion).
- Fact-of-life cost savings were identified when the Department of Navy negotiated the FY 2012 contract for the solid rocket motors. (FY 2014, \$-32 million; FYDP, \$-0.1 billion).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The Department of the Navy harnessed additional multi-year procurement savings from the previous contract execution of DDG-51 class destroyers. (FY 2014, \$-67 million; FYDP, \$-0.5 billion).
- Excessive Non-Appropriated Fund (NAF) cash balances were reduced within the DoN. (FY 2014, \$-57 million; FYDP, \$-57 million).
- The Department of Navy conducted a detailed review of below par operation and maintenance performers; adoption of better business practices allowed them to address historical execution issues and manage their programs in a more informed manner. (FY 2014, \$-0.2 billion; FYDP, \$-0.8 billion).
- The Navy's Smart Voyage Planning Decision Aid (SVPDA) program will provide real-time information to deployed Navy ships, to avoid inclement weather where excess fuel would be consumed to maintain prescribed course to stabilize the ship as well as other cost-saving identifiers. Savings from the successful implementation of the SVPDA program were calculated using the programmed fuel barrels for the identified transits and the predicted 8 percent savings. (FY 2014, \$-0 million; FYDP, \$-17 million).
- The Air Force Evolved Expendable Launch Vehicle (EELV) program savings accrue largely from the planned use of the less expensive Atlas (vice Delta) boosters for a number of launches as the launch manifest is made clear. (FY 2014, \$-0.1 billion; FYDP, \$-1.1 billion).
- The Air Force will correct inconsistencies within similar fleets in the mobility Air Force operation and maintenance flying hour program by leveling programmed flying hours to 85/91/100 percent among Air Mobility Command, Air Force Reserve Command, Air National Guard, Pacific Air Force, and US Air Forces Europe. (FY 2014, \$-47 million; FYDP, \$-0.4 billion).
- The decrease in F-35 program unit costs, created by increased foreign military sales and multi-year contracts, allows the Air Force to save procurement funds in FYs 2017 and 2018. (FY 2014, \$-0 million; FYDP, \$-0.2 billion).
- Reduced funding for the Defense Information System Network (DISN) service subscriptions funding paid to the Defense Information Service Agency (DISA) were enabled by the Air Force's intention to consolidate base long-haul circuits and reduce the Air Force defense red switch network by 75 percent. This will reduce the number of red switch networks from 52 to 13 locations and consolidate existing DISN circuits. (FY 2014, \$-40 million; FYDP, \$-0.2 billion).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The Air Force will initiate a business system reset for its logistics and supply information systems in FY 2014 and FY 2015. (FY2014, \$-0.1 billion; FYDP, \$-0.2 billion).
- The Air Force achieved savings by balancing Air Mobility Command (AMC) infrastructure. This initiative reduces AMC's operation and maintenance base support funding (e.g., facilities operation, environmental quality, logistics, and information technology). Reductions are not expected to affect the Air Force's ability to meet joint base common output standard levels (COLS) at AMC joint bases. (FY 2014, \$-27 million; FYDP, \$-0.1 billion).
- The Air Force removed excess program management administration (PMA) funding from 44 additional acquisition programs. This is a commensurate reduction to a 15 percent PMA reduction taken across other Air Force acquisition programs. PMA baselines are set at 85 percent of requirement with the objective of maintaining program cost, schedule, and delivery while reducing funding for acquisition program-level contracted administrative support. (FY 2014, \$-20 million; FYDP, \$-67 million).
- The US Air Force Academy reduced operation and maintenance funding for non-mission essential travel, supply purchases and equipment purchases across the entire institution. (FY 2014, \$-9 million; FYDP, \$-45 million)
- The availability of FY 2011 and FY 2012 investment funding allows acceleration of seven Air Force acquisition programs/activities originally programmed in FY 2014- FY 2016. (FY 2014, \$-24 million; FYDP, \$-44 million).
- The Air Force accelerated procurement of 96 P5 combat training systems increment I with lower L band wireless systems in FY 2014 to deliver advanced capability with improved security to operational bases. Increment II funds remain in FY 2018. (FY 2014, \$+13 million; FYDP, \$-37 million).
- The Air Force is reducing the recruiting service operation and maintenance funding for television marketing and production. (FY 2014, \$-7 million; FYDP, \$-36 million).
- In accordance with Office of Secretary of Defense policy, the Air Force is stabilizing Junior Reserve Officer Training Corps (JROTC) detachments at 870 units, allowing capture of savings in contracted instructor services. (FY 2014, \$-9 million; FYDP, \$-29 million).
- All non-core temporary duty travel, supply and equipment cost category requirements for the Air Force's undergraduate flying training programs were reduced. (FY 2014, \$-5 million; FYDP, \$-27 million).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- Leveraging the Missile Defense Agency contract and using current year funding reprioritizations reduces the Air Force's upgrade costs for Upgrading Early Warning Radar (EWR) at the Cape Code radar site. (FY 2014, \$-112 million; FYDP, \$-171 million).
- Reductions were applied to funding growth in advisory services, facilities maintenance, and personnel support for the Defense Agencies' management support contracts to ensure compliance with Executive Orders #13576, Defining an Efficient, Effective and Accountable Government and #13589, Promoting Efficient Spending to Support Agency Operations. (FY 2014, \$-45 million; FYDP, \$-0.2 billion).
- Utilizing the most recent execution data, the Office of the Assistant Secretary of Defense (Health Affairs) re-baselined the Private Sector Care program. The new baseline incorporates slower growth trends, updated estimates for federal ceiling price refunds from the retail pharmacy program, and the impact of aligning out-patient payments with Medicare. These estimates also revaluation of medical facilities to improve the efficiency and effectiveness of these facilities. (FY 2014, \$-1.4 billion; FYDP, \$-8.9 billion).
- The Department conducted a workload analysis review in FY 2012/FY 2013 to shape a properly sized and highly capable civilian workforce that complements and delivers support to the military; is aligned to mission and workload; and provides sufficient oversight and management of the contract support elements of the Total Force. Achieving civilian reductions is contingent upon congressional support for the Department's Base Realignment and Closure (BRAC) and the Military Health System restructure proposals; workload reductions driven by the end of the Afghan war and declining investment resources; and implementation of other management efficiencies. (FY 2014, \$-3.9 million; FYDP, \$-2.8 billion).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

**Weapons Programs Terminations and Restructuring (FY 2014, \$-2.3 billion; FYDP, \$-13.7 billion)** include terminations where the most important capabilities can be met by other means, and restructurings or delays that still permit the DoD to meet the most important strategic needs.

- The Army terminated development of a non-lethal capability for a long-range hailing and warning device capable of producing highly directional sound beams to project warning tones and intelligible voice commands to distances of 300 meters. (FY 2014, \$-0; FYDP, \$-42 million).
- Additional new builds for the Army's AH-64 Apache Block IIIB were delayed until FY 2019. (FY 2014, \$-0.5 billion; FYDP, \$-1.3 billion).
- The Army terminated the development of a vehicular-mounted acoustic sensor system that provides user/operator with real-time shot detection by detecting, locating and reporting (azimuth, range and elevation) the origin of incoming small arms fire via an audible and visual shooter location. (FY 2014, \$-24 million; FYDP, \$-0.2 billion).
- Procurement of the Army's Light Utility Helicopter (LUH) was terminated at 315 of the 345 helicopters. (FY 2014, \$-0.2 billion; FYDP, \$-0.4 billion).
- The Army will not develop a lightweight variant of the .50 caliber machine gun due to a lack in technological improvement. The user community withdrew the requirement as this version did not provide added benefit over current capability. (FY 2014, \$-36 million; FYDP, \$-0.1 billion).
- The Army reduced the requirement to field Mid-tier Networking Vehicular Radio (MNVR) capability sets from 8 to 4 brigade sets throughout the FYDP. (FY 2014, \$-19 million; FYDP, \$-0.2 billion).
- Army force structure changes allowed reduction of procurement of fuel storage and distribution system consisting of 14 each 2,500 gallon T and rack modules and 2 each pump rack modules. (FY 2014, \$-6 million; FYDP, \$-60 million).
- The Army will not develop a hand-held sensor that allows the dismounted Soldier the ability to locate personnel and targets through walls. (FY 2014, \$-0 million; FYDP, \$-15 million).
- The Army terminated procurement of obscuration devices intended to replace smoke pots that are carcinogenic. (FY 2014, \$-4 million; FYDP, \$-51 million).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The Army terminated the development and procurement of an anti-vehicular alternative variant of hand-emplaced, recoverable, networked ammunition (man-in-the-loop) within the spider apla remote control unit program. (FY 2014, \$- 0 million; FYDP, \$-32 million).
- The Army revised the acquisition strategy for an organic, unmanned, aerial system at division level that conducts reconnaissance, surveillance and target attacks. (FY 2014, \$-0.2 billion; FYDP, \$-0.3 billion).
- The Army terminated the development of the rotary-wing unmanned, Vertical Take-off and Landing (VTOL) aircraft system not conducive to standard airfields but forward-deployable to support extended operations in austere environments. (FY 2014, \$-51 million; FYDP, \$-0.5 billion).
- Procurement of the Army's tactical communication system (WIN-T Increment 2 spares) that provides Soldiers with high-speed, high-capacity voice, data and video communications on-the-move was delayed. (FY 2014, \$-0 million; FYDP, \$-24 million).
- Funding was eliminated for the Navy's Organic Airborne and Surface Influence Sweep (OASIS) procurement in FY 2014 by eliminating three minesweeping systems. MH-60S helicopter towing missions were also terminated. The OASIS was terminated in favor of a more capable system, the Unmanned Influence Sweep System (UISS), which increases time on station and has a greater clearance rate than OASIS. (FY 2014, \$-18 million; FYDP, \$-87 million).
- The Department of Navy re-phased the SM-6 procurement ramp for affordability and to align with installation of ACB-12 and higher Aegis platforms. (FY 2014, \$-58 million; FYDP, \$-0.7 billion).
- The funding profile for the Navy UCLASS was adjusted to attain initial operating capability (IOC) by 2020. (FY 2014, \$+18 million; FYDP, \$-0.3 billion).
- Funding reductions in the Navy's F-18 power and propulsion program targeted near term reliability and long term redesign efforts. (FY 2014, \$-1 million; FYDP, \$-0.1 billion).
- Reductions to the Navy's FA-18 legacy hornet service life extension program (SLEP) were based on a change from SLEP to high flight hour inspections. (FY 2014, \$-48 million; FYDP, \$-0.6 billion)
- The Navy reduced the quantity of MQ-8 unmanned helicopters it expected to purchase (FY 2014, \$-0 million; FYDP, \$-0.4 billion).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**



## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The Navy cancelled two Fast Combat Support Ships (T-AOE) markups. (FY 2014, \$-10 million; FYDP, \$-71 million).
- The Navy inactivated two T-AOE ammunition supply ships - one in FY 2014 and another in FY 2015. (FY 2014, \$-22 million; FYDP, \$-0.2 billion).
- Support cost growth for the joint strike fighter (JSF) carrier variant was deemed excessive to the revised program requirements supporting squadron and site standup as provided by the JSF Joint Program Office in June, 2012. (FY 2014, \$-8 million; FYDP, \$-0.7 billion).
- Marine Corps ammunition requirements were reduced in consonance with the reduction of the 3rd Maritime Prepositioning Ship Squadron (MPSRON). Current operation/forward presence requirements and the strategic readiness requirement (FY 2014, \$-0.2 billion; FYDP, \$-0.6 billion).
- The Air Force terminated the future Space Based Surveillance Satellite (SBSS) block 10 follow-on program, thereby relying on SBSS follow-on replacement and reverting space surveillance to previous year levels for an interim period of time. (FY 2014, \$-8 million; FYDP, \$-0.5 billion).
- In anticipation of an Operation Enduring Freedom (OEF) drawdown, the Air Force is consolidating war readiness reserve (WRM) storage facility contract support and slowing basic expeditionary airfield resources (BEAR) modernization. (FY 2014, \$-10 million; FYDP, \$-59 million)
- The Air Force reduced funds programmed for storage of the defense meteorological satellite program (DMSP) in anticipation of the DMSP-19 launch no earlier than FY 2014. The program will continue to fund the service life extension program (SLEP) and storage for DMSP-20. (FY 2014, \$-0 million; FYDP, \$-54 million).
- Funds were reduced from the Air Force's restructured Joint Surveillance Target Attack Radar System (JSTARS) prime mission equipment program. Procurement funding was accelerated into FYs 2014/2015/2016 to allow fielding of upgrades three years ahead of schedule. (FY 2014, \$+15 million; FYDP, \$-53 million).
- The Air Force generated savings by terminating the Wide Area Airborne Surveillance (WAAS) program in FY 2012. (FY 2014, \$-5 million; FYDP, \$-47 million)

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The Information Warfare Planning Cape (IWPC) was intended to be a suite of tools for the Joint/Combined Force Air Component Commander (J/CFACC) for strategy development and planning. Instead, the Air force terminated sustainment and RDT&E funding for the IWPC and will rely on project Suter, which meets several of the key performance parameters of IWPC, and the current capability of telescope network nodal analysis application. (FY 2014, \$-5 million; FYDP, \$-24 million).
- The monthly military personnel appropriation stipend for all cadets enrolled in the Air Force ROTC was reduced from current levels to the authorized minimum of \$250 (freshmen), \$300 (sophomores), and \$400 for juniors and seniors. (FY 2014, \$-5 million; FYDP, \$-24 million).
- The operations and maintenance enhancement funding in the Language and Culture program for textbooks within the Air Force JROTC detachments was reduced to historical need. (FY 2014, \$-0 million; FYDP, \$-21 million).
- The Air Force reduced RDT&E funds related to C-17 production efficiencies, lower costs for many modifications, excess Weapon System Trainer funding, and ending the fuel efficiency research efforts. (FY 2014, \$-0.1 billion; FYDP, \$-0.2 billion).
- The Air Force will delay Intercontinental ballistic missile (ICBM) fuse modernization by one year; procurement of Mk21 arming and fusing assemblies will begin in FY 2019 with full rate production planned in FY 2021. (FY 2014, \$-0 million; FYDP, \$-0.2 billion).
- The Air Force cancelled the upgrade to the integrated correlation and display system (ICADS 7) but retains funds to fly-out current constellation with technological refresh for ground stations. (FY 2014, \$-5 million; FYDP, \$-0.2 billion).
- The Air Force terminated funding for a portion of Distributed Command and Control Nodes (DC2Ns). (FY 2014, \$-2 million; FYDP, \$-63 million).
- The Air Force combined C-130J upgrades for block 7.0 and 8.1 modifications and begins installation in FY 2018, thus delaying requirements for procurement funding and allowing adequate time to ensure systems operate at designed capability. (FY 2014, \$-52 million; FYDP, \$-0.1 billion).
- The Air Force reduced RDT&E and Procurement funding for Communication Navigation Surveillance/Air Traffic Management (CNS/ATM) upgrades through FY 2018 and maintains funding for 8.33 Khz radios and enhanced mode-S on the remaining 184 mobility air force C-130H aircraft. (FY 2014, \$-27 million; FYDP, \$-0.2 billion).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The Air Force reduced operational funding for MQ-9 contracted organizational level aircraft and ground control station maintenance and contracted flight training unit operational support in FY 2015 - FY 2018. (FY 2014, \$-0 million; FYDP, \$-0.1 billion)
- The Air Force froze Gorgon Stare (GS) at increment II, thereby terminating funding for upgrading six existing gorgon stare increment II pod sets. Procurement funds for spares and for six Increment II pod sets for 2 GS-equipped MQ-9 CAPs will be retained. (FY 2014, \$-99 million; FYDP, \$-0.1 billion)
- Air National Guard bonuses were reduced. (FY 2014, \$-25 million; FYDP, \$-0.1 billion).
- The development of Joint Precision Approach and Landing System (JPALS) increment 2 (land-based) was terminated since no Air Force platforms state a need for JPALS ILS and deployed-ILS projected capabilities. JPALS Increment 2 lead is transferred to the Navy with an associated \$163 million Navy RDT&E plus-up included in the reported Air Force net savings. (FY 2014, \$+23 million; FYDP, \$-0.1 billion).
- The Dynamic Time Critical Warfighter Capability (DTCWC) within the distributed common ground station (DCGS) program was terminated. This reduction is offset by redundancies that exist in other Air Force systems, but the trade-off included no reduction to the kill-chain time. (FY 2014, \$-15 million; FYDP, \$-80 million).
- The Air Force will optimize F-35A procurement by deferring 6 Conventional Takeoff and Landing (CTOL) systems in FY 2015-FY2016 to smooth the procurement ramp. Funds were added to procure six additional CTOLS in FY 2018. These changes avoid concurrency on limited rate in production (LRIP) 9-10 phases. (FY 2014, \$-24 million; FYDP, \$-69 million).
- The procurement funding to replace approximately 110 medium tactical vehicles was reduced, necessitating a longer life expectancy for the remaining Air Force Air Combat Command and Air Force Central Command vehicles. Tactical vehicles include combat communication flights, air support operations squadrons, EOD units, and other tactical directed AF mission support units. (FY 2014, \$-2 million; FYDP, \$-21 million).
- The Air Force divested the operation and maintenance funding for the unmanned aerial vehicle battle lab in FY 2014 to coincide with the stand-down of the Joint Unmanned Aircraft Systems Center of Excellence. (FY 2014, \$-4 million; FYDP, \$-20 million).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The procurement of 513 eligible replacement vehicles, across five Air Force mission program areas, was reduced in FY 2014. (FY 2014, \$-17 million; FYDP, \$-17 million).
- The Air Force reduced procurement of approximately 155 replacement-eligible assets in Air Education and Training Command across the FYDP in the areas of passenger carrying, medium tactical use, and runway snow removal. (FY 2014, \$-2 million; FYDP, \$-8 million).
- Due to enhancements made in ground mobility programs that provide greater efficiency and reduced costs while meeting current enduring and future requirements, the Special Operations Command (SOCOM) ground mobility vehicle fleet was reduced from 1,297 to 1,106. Non-standard commercial vehicle funding was reduced to remain consistent with historical demand. Procurement of individual vehicles (all-terrain vehicles, motorcycles and snowmobiles) will be decentralized to allow units to purchase commercial off-the-shelf vehicles on an as needed basis for mission requirements, eliminating the need for a standing fleet. Other efficiencies will be realized through manufacturing advances, reduced procurement costs, reduced logistic support, and use of a lean supply chain. (FY 2014, \$-41 million; FYDP, \$-0.2 billion).
- To improve warfighter capabilities, the SOCOM non-standard aviation (NSAv), aviation foreign internal defense (AvFID) and U-28 programs have been restructured to increase the capacity of the U-28 manned ISR program while maintaining AvFID and NSAv capability. Improvements in manned ISR capacity fill an immediate need to win the current fight while posturing to meet global organic special operations forces ISR requirements beyond Afghanistan. Adjustments begun in FY 2012 are programmed to be complete this FYDP. Ten of the existing M-8 NSAv aircraft become dual mission platforms fulfilling both NSAv and AvFID missions. Ten existing PC-12 light NSAv aircraft are converted to U-28 manned ISR aircraft. The existing 17 Do-328 medium NSAv aircraft remain dedicated to the NSAv program. (FY 2014, \$-61 million; FYDP, \$-0.2 billion).
- Missile Defense Agency (MDA) terminated the precision tracking space system (PTSS) because of high technical risk and greater than anticipated cost. (FY 2014, \$-0.3 billion; FYDP \$-1.7 billion)
- MDA elected to restructure the next generation Aegis missile (SM-3, block IIB) program based on decision to invest in other technologies. (FY 2014, \$-0.2 billion; FYDP \$-2.1 billion)

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

**Military Construction Restructuring and Delays (FY 2014, \$-.0 billion; FYDP, \$-4.4 billion)** provides funding of the most critical facility requirements and allows for the rebalancing of resources to higher DoD priorities such as readiness. Delays other construction projects to ensure that new construction only supports enduring requirements after infrastructure consolidations.

- The Department of Army applied a programmatic reduction to military construction programs across the FYDP. (FY 2014, \$-0 million; FYDP, \$-0.4 billion).
- The Department of Navy made adjustments to multiple military construction projects, to include adjustments resulting from changes to requirements. Highlights include a deferred requirement to construct a nuclear aircraft carrier (CVN) capable berth in Apra Harbor, Guam and prior year experience of significant bid savings. (FY 2014, \$+0.3 billion; FYDP, \$-1.5 billion)
- The Air Force reduced new and current mission military construction projects across active, National Guard, Air Force Reserve and Combatant Commands to historical funding levels. (FY 2014, \$-0.3 billion; FYDP, \$-2.2 billion).

**Infrastructure Consolidation (FY 2014, \$-.0 million; FYDP, \$+2.4 billion)** changes can only be accomplished with Base Realignment and Closure (BRAC) authority. Short-term costs are necessitated to generate long-term savings that extend beyond the current FYDP. (FY 2014, \$-0 million; FYDP, \$+2.3 billion).

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The specific savings by Component, title and bin are:

*\$ in Millions*

	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY14-18
<b>Department of Army</b>	-1,271.6	-1,506.5	-1,110.4	-1,244.8	-570.1	-5,703.5
<b>Military Personnel</b>						
More Effective Use of Dollars	-148.0	-206.4	-218.9	-209.4	-159.7	-942.4
<b>Operation and Maintenance</b>						
More Effective Use of Dollars	-173.8	-178.9	-179.6	-181.2	-186.7	-900.2
<b>Procurement</b>						
Weapons Programs Terminations and Restructuring	-875.3	-798.1	-512.9	-725.0	-141.2	-3,052.6
More Effective Use of Dollars	-12.1	-14.6	-6.7	-6.9	-15.9	-56.2
Total	-887.4	-812.8	-519.6	-731.9	-157.1	-3,108.8
<b>Research Development Test and Evaluation</b>						
Weapons Programs Terminations and Restructuring	-55.3	-127.7	-65.8	-60.7	-11.0	-320.4
<b>Military Construction</b>						
Military Construction Restructuring and Delays	-7.2	-180.8	-126.5	-61.6	-55.6	-431.6

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

*\$ in Millions*

	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY14-18
<b><u>Department of Navy</u></b>	-614.9	-1,719.2	-1,152.1	-1,607.2	-1,973.7	-7,067.2
<b>Operation and Maintenance</b>						
More Effective Use of Dollars	-250.6	-163.3	-149.1	-149.0	-150.3	-862.4
Weapons Programs Terminations and Restructuring	-24.1	-41.9	-48.5	-34.7	-46.5	-195.6
<b>Total</b>	-274.7	-205.1	-197.6	-183.7	-196.8	-1,058.0
<b>Procurement</b>						
More Effective Use of Dollars	-183.0	-137.9	-228.6	-33.7	-8.3	-591.5
Weapons Programs Terminations and Restructuring	-354.4	-724.9	-514.6	-733.6	-815.0	-3,142.4
<b>Total</b>	-537.3	-862.7	-743.3	-767.3	-823.3	-3,733.9
<b>Research Development Test and Evaluation</b>						
More Effective Use of Dollars	-67.0	-49.8	111.8	-114.4	-355.0	-474.3
Weapons Programs Terminations and Restructuring	13.4	-153.8	-124.9	11.7	-2.5	-256.2
<b>Total</b>	-53.6	-203.6	-13.1	-102.8	-357.5	-730.5
<b>Military Construction</b>						
Military Construction Restructuring and Delays	296.1	-407.2	-167.3	-551.9	-597.2	-1,427.5
<b>Family Housing Construction</b>						
Military Construction Restructuring and Delays	-35.3	-7.4	-3.4	-1.5	1.1	-46.5
<b>Revolving and Management Funds</b>						
Weapons Programs Terminations and Restructuring	-10.0	-33.2	-27.5	0.0	0.0	-70.7

**DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

## DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES

*\$ in Millions*

	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY14-18
<b>Department of Air Force</b>	-1,265.5	-1,483.3	-2,528.3	-1,485.3	-1,124.6	-7,886.9
<b>Military Personnel</b>						
Weapons Programs Terminations and Restructuring	-29.7	-25.0	-30.5	-31.4	-32.2	-148.8
<b>Operation and Maintenance</b>						
More Effective Use of Dollars	-161.9	-85.9	-82.6	-176.0	-337.2	-843.6
Weapons Programs Terminations and Restructuring	-25.8	-80.5	-80.0	-85.6	-83.2	-355.0
<b>Total</b>	-187.6	-166.4	-162.5	-261.6	-420.4	-1,198.7
<b>Procurement</b>						
More Effective Use of Dollars	-349.1	-350.9	-440.0	-588.5	-472.1	-2,200.5
Weapons Programs Terminations and Restructuring	-250.8	-395.4	-572.3	-182.9	256.8	-1,144.5
<b>Total</b>	-599.9	-746.2	-1,012.2	-771.4	-215.3	-3,345.0
<b>Research Development Test and Evaluation</b>						
More Effective Use of Dollars	-118.8	-44.8	-15.6	0.0	0.0	-179.3
Weapons Programs Terminations and Restructuring	-64.4	-182.4	-144.9	-196.1	-198.4	-786.0
<b>Total</b>	-183.2	-227.2	-160.5	-196.1	-198.4	-965.3
<b>Military Construction</b>						
Military Construction Restructuring and Delays	-265.7	-318.5	-1,162.5	-224.8	-258.3	-2,229.7
<b>Family Housing Construction</b>						
Military Construction Restructuring and Delays	0.6	0.0	0.0	0.0	0.0	0.6

**DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**



# DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES

*\$ in Millions*

	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY14-18
<b><u>Defense-Wide</u></b>	-2,362.3	-3,407.6	-2,532.4	-2,323.0	-3,151.9	-13,771.7
<b>Operation and Maintenance</b>						
Infrastructure Consolidation	5.0	4.0	674.6	1,187.7	489.8	2,355.6
More Effective Use of Dollars	-1,764.0	-2,478.4	-2,170.4	-2,521.2	-2,631.9	-11,554.9
Weapons Programs Terminations and Restructuring	-101.8	-113.0	-89.7	-67.7	-73.2	-445.5
<b>Total</b>	-1,860.8	-2,587.4	-1,585.6	-1,401.2	-2,215.3	-9,644.8
<b>Procurement</b>						
More Effective Use of Dollars	34.6	-15.4	-15.2	-15.3	-15.2	-26.6
<b>Research Development Test and Evaluation</b>						
More Effective Use of Dollars	-41.5	-30.1	-38.8	-64.5	-82.8	-257.7
Weapons Programs Terminations and Restructuring	-485.8	-762.0	-879.8	-828.8	-824.7	-3,781.1
<b>Total</b>	-527.3	-792.1	-918.6	-893.3	-907.5	-4,038.8
<b>Military Construction</b>	0.0	0.0	0.0	0.0	0.0	0.0
<b>Family Housing</b>						
More Effective Use of Dollars	2.4	-0.9	-0.9	-1.0	-1.5	-1.9
<b>Revolving and Management Funds</b>						
More Effective Use of Dollars	-11.1	-11.9	-12.1	-12.2	-12.4	-59.7
<b>Grand Total</b>	<b>-5,514.3</b>	<b>-8,116.7</b>	<b>-7,323.2</b>	<b>-6,660.3</b>	<b>-6,820.2</b>	<b>-34,434.7</b>

**DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

- The savings by initiative within bin are:

	<i>\$ in Millions</i>					
<b><u>More Effective Use of Dollars</u></b>	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY14-18
Accelerate P5 CTS Procurement	13.5	-12.8	-17.7	-19.7	0.0	-36.8
Adjust JROTC Instructor Funding	-9.1	-5.4	-3.8	-4.7	-5.6	-28.6
Balance Air Mobility Command (AMC) Infrastructure	-26.6	-26.4	-26.8	-27.0	-27.5	-134.4
Balkans Mission Reduction	-106.4	-121.2	-124.7	-133.7	-139.2	-625.2
C-130J Multi-Year Procurement	-82.6	-138.5	-37.9	-55.6	-211.6	-526.2
Civilian Pay Raise	-346.1	-459.5	-463.3	-466.8	-473.8	-2,209.5
Consolidate Base Long Haul Circuits and Reduce DISA DISN Circuits	-39.8	-40.7	-41.4	-42.1	-42.8	-206.8
Contract Services	-21.7	-22.1	-22.5	-22.9	-23.3	-112.5
DDG 51 MYP Additional Savings	-67.0	-76.0	84.0	-114.4	-355.0	-528.4
Evolved Expendable Launch Vehicle	-106.2	-94.3	-366.1	-361.3	-167.0	-1,094.9
EWR Upgrade--Cape Cod Savings	-111.6	-53.3	-6.0	0.0	0.0	-170.9
Exercises, Pay, (Off & Enl),Ret Pay Acc	0.0	0.0	0.0	0.0	0.0	-0.1
Fuel efficiency savings initiative	0.0	-2.4	-4.8	-4.9	-4.9	-17.0
Initiate Logistics IT Reset	-125.1	-54.0	0.0	0.0	0.0	-179.1
Level MAF FHP to 85/91/100%	-47.1	5.3	9.7	-82.9	-242.2	-357.2
Logistics Support	-0.1	-0.1	-0.1	-0.1	-0.1	-0.6
Marine Corps TACAIR under execution	-85.5	-51.2	-32.8	-31.2	-29.7	-230.4
MH-60R/S multi-year procurement Airframe Savings	-103.2	-63.8	-138.3	0.0	0.0	-305.3
MH-60R/S MYP Cockpit Savings	-47.8	-28.3	-29.4	0.0	0.0	-105.5
NET-DET Pay, Travel & Per Diem (Off&Enl)	0.0	-0.8	-0.8	-0.8	-0.4	-2.8
OMMC Reduction due to historical unobligated balances	-21.3	-21.6	-22.0	-22.4	-22.8	-110.1
Operational Training - Retired Pay Accrual (Off & Enl)	-0.2	-0.3	-0.3	-0.3	-0.1	-1.2
Recruiting and Retention	-213.4	-261.2	-270.9	-254.0	-204.9	-1,204.4
Reduce AF TV Recruit Marketing	-7.0	-7.2	-7.2	-7.2	-7.2	-35.8

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

<b><u>More Effective Use of Dollars</u></b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Reduce F-15 ADCP-II RDT&E	-30.0	0.0	0.0	0.0	0.0	-30.0
Reduce NAF Cash Balances	-57.4	0.0	0.0	0.0	0.0	-57.4
Reduce overseas presence	-1.1	-1.1	-1.0	-1.0	-1.1	-5.3
Reduce Program Office Program Management Administration (PMA)	-19.8	-22.7	-24.8	0.0	0.0	-67.2
Reduce UFT TDY, Supplies and Equipment	-5.1	-5.2	-5.3	-5.5	-5.6	-26.7
Reduce USAFA TDY, Supplies and Equipment	-9.0	-9.0	-9.0	-9.0	-9.0	-45.0
Reductions in Health Care Cost Growth	-1,374.5	-2,013.0	-1,673.8	-1,956.8	-1,885.6	-8,903.6
Remove Excess F-35 Procurement Funds	0.0	0.0	0.0	-149.5	-90.7	-240.2
Solid Rocket Motor Savings	-32.0	-19.5	-33.1	-33.7	-8.3	-126.6
Special Pay and Allowances (Officer, Enlisted) Operational	-0.2	-0.1	-0.1	-0.1	0.0	-0.4
SPIDER APLA Remote Control Unit	-12.1	-14.6	-6.7	-6.9	-15.9	-56.2
Toxic Chemical Demilitarization Storage	-0.5	-0.5	-0.6	-0.6	-0.6	-2.8
Travel	-22.9	-23.2	-23.6	-24.0	-24.4	-118.2
Unobligated Growth in Environmental Restoration Account, Navy	-0.1	-0.1	-0.1	-0.1	-0.1	-0.6
Unobligated Growth in Operation and Maintenance, Navy account	-86.4	-87.9	-89.4	-90.4	-92.8	-446.8
USAF FY 2014 POM Acquisition buy down	-24.2	-17.4	-1.9	0.0	0.0	-43.6
Workload Analysis	-9.5	-14.7	-52.2	-143.8	-336.7	-556.9

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

	<i>\$ in Millions</i>					
<b>Weapons Programs Terminations and Restructuring</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Acoustic Hailing Device (AHD)	0.0	-6.1	-1.4	-34.3	0.0	-41.8
Advanced Payload Develop & Support (MIP)	0.0	0.0	-4.5	0.0	-5.0	-9.5
AH-64 Apache Block IIIB New Build	-475.2	-385.1	-95.6	-391.9	0.0	-1,347.9
Cancel two T-AOE MARUPS	-10.0	-33.2	-27.5	0.0	0.0	-70.7
Cancel Upgrade to ICADS 7	-4.7	-27.7	-46.4	-53.0	-38.1	-170.0
Combine C-130J Block Upgrades	-51.9	-61.1	-34.0	0.0	0.0	-147.0
Consolidate War Readiness Reserve (WRM) Storage and Slow Basic Expeditionary Airfield Resources (BEAR) Modernization	-10.0	-10.8	-11.7	-12.6	-13.6	-58.7
Delay ICBM Fuse Modernization	0.0	0.0	0.0	0.0	-172.2	-172.2
Divest UAV Battle lab in FY14	-4.0	-4.2	-4.2	-4.0	-4.1	-20.5
Dual-Role Aircraft	-61.3	-48.9	-49.7	-42.2	-45.4	-247.5
F/A-18 A-D SLEP Reduction	-48.0	-124.0	-219.0	-189.0	-18.0	-598.0
F-18 Power and Propulsion Reduction	-1.0	-30.0	-70.0	-20.6	-20.9	-142.5
Family of Tactical Obscuration Devices	0.0	-0.2	-5.4	-5.2	-24.5	-35.2
Freeze Gorgon Stare at Increment II	-99.2	-26.4	0.0	0.0	0.0	-125.6
Gunshot Detection System (GDS)	-24.2	-27.0	-73.7	-53.4	0.0	-178.3
Helicopter, Light Utility (LUH)	-163.3	-98.5	-85.6	0.0	-50.4	-397.8
Inactivate two T-AOEs	-21.9	-39.0	-45.2	-31.4	-43.1	-180.5
Joint Strike Fighter CV Excessive Support Cost Growth	-7.9	-159.3	251.9	-205.1	-562.7	-683.1
Lightweight .50 Caliber Machine Gun	-36.4	-33.7	-32.2	-32.8	-8.0	-143.1
Marine Corps Ammunition Requirements Total	-228.5	-184.8	-144.5	-29.2	-6.0	-593.0
Mid-Tier Networking Vehicular Radio (MNVR)	-18.8	-16.1	-77.3	-86.8	0.0	-199.0
Minimize C-130 CNS/ATM	-26.9	21.2	-18.8	-78.9	-55.9	-159.3
Modular Fuel System (MFS)	-5.7	-30.4	-10.6	-13.6	0.0	-60.3
MQ-1 Payload - UAS	-151.7	-186.0	0.0	0.0	-26.5	-364.2

**DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

## **DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**

<b>Weapons Programs Terminations and Restructuring (con't)</b>	<i>\$ in Millions</i>					
	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
MQ-18	0.0	0.0	-107.2	-107.1	0.0	-214.3
OASIS eliminate funding	-17.7	-24.7	-20.3	-11.9	-12.0	-86.5
Optimize F-35A Procurement Ramp	-24.3	-240.2	-351.1	0.0	546.6	-68.9
Properly Price UCLASS	17.6	-151.3	-124.9	11.7	-2.5	-249.5
Reduce ACC Vehicle Replacement	-1.8	-3.5	-5.1	-4.8	-5.6	-20.8
Reduce AETC Vehicle and Support Equipment	-1.6	-1.5	-1.6	-1.7	-1.7	-8.1
Reduce ANG Bonus Funding	-25.0	-20.2	-25.8	-26.7	-27.4	-125.1
Reduce C-17 Post Production Funding	-101.9	-63.6	-45.0	-23.0	0.0	-233.5
Reduce DMSP Storage	0.0	-11.0	-22.0	-21.0	0.0	-54.0
Reduce JROTC Text Book Funding	-0.2	-4.0	-5.1	-6.0	-6.0	-21.2
Reduce MQ8 Quantity	0.0	-42.0	-124.1	-103.5	-107.4	-377.0
Reduce MQ-9 Contract Support in FY15-18	0.0	-34.5	-29.5	-31.7	-32.1	-127.8
Reduce ROTC Stipend	-4.7	-4.7	-4.7	-4.7	-4.8	-23.7
Reduce SM-6 procurement	-57.7	-165.3	-192.0	-177.7	-91.4	-684.1
Reduced Ground Mobility Platforms	-40.5	-64.2	-40.0	-25.5	-27.8	-198.0
Restructure JSTARS PME/DMS Program	14.6	5.9	-22.9	-24.5	-25.7	-52.6
Restructuring Next Generation Aegis Missile (SM3-IIB)	-216.1	-412.8	-502.5	-441.9	-484.2	-2,057.5
Sense Through The Wall (STTW)	0.0	-15.0	0.0	0.0	0.0	-15.0
Smoke/Obscurant System	-4.3	-5.2	-0.2	0.0	-6.0	-15.6
SPIDER networked munitions	0.0	0.0	0.0	0.0	-31.8	-31.8
Terminate DTCWC	-15.3	-15.6	-16.0	-16.4	-16.5	-79.8
Terminate Info Warfare Planning Cape	-4.6	-4.6	-4.7	-5.0	-5.1	-24.0
Terminate JPALS Land-based Segment	23.4	-92.1	-34.1	-3.7	-13.3	-119.8
Terminate Portion of DC2N	-2.4	-14.0	-15.3	-15.6	-15.9	-63.2
Terminate Precision Tracking System (PTSS)	-269.7	-349.2	-377.3	-386.9	-340.5	-1,723.6

## DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES

<b>Weapons Programs Terminations and Restructuring (con't)</b>							<i>\$ in Millions</i>					
	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>						
Terminate SBSS Block 10 F/O	-8.0	-60.3	-119.3	-152.0	-154.7	-494.3						
Terminate WAAS Program	-5.2	-10.2	-10.4	-10.7	-10.9	-47.5						
Vehicle Procurement	-17.0	0.0	0.0	0.0	0.0	-17.0						
VTOL MODS/PIP	-51.0	-122.5	-61.1	-60.7	0.0	-295.3						
WIN-T INCREMENT 2 Spares	0.0	0.0	-23.9	0.0	0.0	-23.9						
<b>Total</b>	<b>-2,263.9</b>	<b>-3,437.7</b>	<b>-3,091.4</b>	<b>-2,934.8</b>	<b>-1,971.1</b>	<b>-13,698.9</b>						

<b>Military Construction Restructuring and Delays</b>							<i>\$ in Millions</i>					
	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>						
Department of Army MILCON Adjustments	-7.2	-180.8	-126.5	-61.6	-55.6	-431.6						
Department of Navy MILCON Adjustments	260.8	-414.6	-170.6	-553.4	-596.1	-1,474.0						
Department of Air Force MILCON Adjustments	-265.1	-318.5	-1,162.5	-224.8	-258.3	-2,229.1						
<b>Total</b>	<b>-11.5</b>	<b>-913.9</b>	<b>-1,459.6</b>	<b>-839.8</b>	<b>-910.0</b>	<b>-4,134.8</b>						

<b>Infrastructure Consolidations</b>							<i>\$ in Millions</i>					
	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>						
Base Realignment and Closure 2015	0.0	0.0	672.6	1,187.7	489.8	2,350.1						
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>672.6</b>	<b>1,187.7</b>	<b>489.8</b>	<b>2,350.1</b>						

<b>Grand Total</b>	<b>-5,514.3</b>	<b>-8,116.7</b>	<b>-7,323.2</b>	<b>-6,660.3</b>	<b>-6,820.2</b>	<b>-34,434.7</b>					
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## DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES

- The savings by appropriation within title are:

<i>\$ in Millions</i>						
<b>Military Personnel</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Military Personnel, Air Force	-4.7	-4.7	-4.7	-4.7	-4.8	-23.7
National Guard Personnel, Air Force	-25.0	-20.2	-25.8	-26.7	-27.4	-125.1
National Guard Personnel, Army	-106.3	-124.6	-137.5	-129.7	-124.6	-622.7
Reserve Personnel, Army	-41.7	-81.8	-81.4	-79.7	-35.1	-319.7
<b>Total</b>	<b>-177.7</b>	<b>-231.3</b>	<b>-249.5</b>	<b>-240.8</b>	<b>-191.9</b>	<b>-1,091.2</b>

<i>\$ in Millions</i>						
<b>Operation and Maintenance</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Court of Appeals	0.0	-0.1	-0.1	-0.1	-0.1	-0.3
Defense Health Program	-1,405.8	-2,054.6	-1,715.7	-1,999.0	-1,928.5	-9,103.5
DoD Acquisition Workforce Development Fund	-11.2	-12.0	-12.2	-12.4	-12.6	-60.4
Drug Interdiction & Counter-Drug Activities, Defense	-5.9	-6.3	-6.4	-6.5	-6.6	-31.9
Environmental Restoration Fund, Air Force	-0.1	-0.1	-0.1	-0.1	-0.1	-0.6
Office of the Inspector General	-1.3	-1.8	-1.8	-1.8	-1.8	-8.5
Operation and Maintenance, Army Reserve National Guard	-20.5	-23.2	-23.5	-23.7	-23.6	-114.5
Operation and Maintenance, Defense-Wide	-171.1	-202.4	-212.4	-246.9	-343.6	-1,176.5
Operation and Maintenance, Marine Corps	-30.6	-32.8	-33.6	-34.1	-37.2	-168.3
Operation and Maintenance, Marine Corps Reserve	-0.5	-0.6	-0.6	-0.6	-0.6	-2.9
Operation and Maintenance, Air Force	-223.2	-200.9	-205.2	-220.7	-221.1	-1,071.1
Operation and Maintenance, Air Force Reserve	-36.0	-82.1	-68.3	-159.7	-319.7	-665.7
Operation and Maintenance, Air National Guard	-17.9	-2.2	-8.7	-1.8	-2.1	-32.7
Operation and Maintenance, Army	-174.5	-199.0	-198.9	-202.8	-209.4	-984.6
Operation and Maintenance, Army Reserve	-48.9	-48.5	-49.7	-47.8	-48.3	-243.0

## DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES

## DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES

	<i>\$ in Millions</i>					
<b>Operation and Maintenance (con't)</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Operation and Maintenance, Navy	-351.6	-276.2	-269.3	-268.4	-363.5	-1,529.1
Operation and Maintenance, Navy Reserve	-2.1	-1.2	-1.2	-1.3	-2.9	-8.6
<b>Total</b>	<b>-2,501.2</b>	<b>-3,143.9</b>	<b>-2,807.6</b>	<b>-3,227.8</b>	<b>-3,521.6</b>	<b>-15,202.1</b>

	<i>\$ in Millions</i>					
<b>Procurement</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Aircraft Procurement, Air Force	-332.1	-516.8	-578.2	-342.3	183.1	-1,586.3
Aircraft Procurement, Army	-790.2	-669.7	-288.4	-499.0	-76.9	-2,324.2
Aircraft Procurement, Navy	-217.2	-490.1	-383.1	-522.6	-713.3	-2,326.3
Missile Procurement, Air Force	-108.7	-107.4	-389.9	-384.7	-342.0	-1,332.7
Other Procurement, Air Force	-175.3	-112.3	-34.1	-34.9	-32.5	-389.1
Other Procurement, Army	-60.8	-109.4	-199.0	-200.1	-40.4	-609.6
Other Procurement, Navy	51.0	-24.4	-21.9	-13.5	-13.6	-22.4
Procurement of Ammo, Navy and Marine Corps	-232.8	-174.7	-124.4	-31.1	-7.9	-570.8
Procurement of Ammunition, Air Force	-0.4	-0.4	-0.4	0.0	0.0	-1.2
Procurement of Ammunition, Army	0.0	0.0	0.0	0.0	-31.8	-31.8
Procurement of Weapons and Tracked Combat Vehicles, Army	-36.4	-33.7	-32.2	-32.8	-8.0	-143.1
Procurement, Defense-Wide	-0.1	-0.1	-0.1	-0.1	-0.1	-0.4
Procurement, Marine Corps	-0.4	-0.2	-0.2	-0.2	-0.2	-1.2
Procurement, Navy	16.6	-9.3	-9.7	-9.5	-23.9	-35.8
Shipbuilding & Conversion, Navy	0.0	0.0	116.0	-114.4	-333.0	-331.4
Shipbuilding and Conversion, Navy	-6.5	-2.5	-2.5	-2.5	-2.5	-16.5
Weapons Procurement, Navy	-96.8	-186.1	-226.4	-212.7	-101.0	-823.0
<b>Total</b>	<b>-1,990.0</b>	<b>-2,437.1</b>	<b>-2,174.3</b>	<b>-2,400.3</b>	<b>-1,543.9</b>	<b>-10,545.7</b>

**DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES**



## DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES

<i>\$ in Millions</i>						
<b>Research, Development, Test and Evaluation</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Research Development Test and Evaluation, Air Force	-231.0	-278.4	-197.5	-229.5	-223.0	-1,159.4
Research Development Test and Evaluation, Army	-61.8	-136.3	-74.5	-69.5	-19.9	-361.9
Research Development Test and Evaluation, Defense-Wide	-489.3	-766.5	-893.0	-867.4	-879.4	-3,895.7
Research Development Test and Evaluation, Navy	-37.2	-169.2	-109.0	28.0	-19.1	-306.6
<b>Total</b>	<b>-819.4</b>	<b>-1,350.5</b>	<b>-1,274.0</b>	<b>-1,138.5</b>	<b>-1,141.3</b>	<b>-5,723.7</b>

<i>\$ in Millions</i>						
<b>Military Construction</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Base Realignment and Closure, Air Force	-2.5	-2.0	-1.0	0.0	0.0	-5.5
FY 2005 Base Realignment and Closure - Army	-2.5	-2.0	-1.0	0.0	0.0	-5.5
FY 2005 Base Realignment and Closure - Navy	-2.0	-2.0	-0.5	0.0	0.0	-4.5
FY 2015 Base Realignment and Closure - Defense-Wide	0.0	0.0	672.6	1,187.7	489.8	2,350.1
Military Construction, Air Force	-203.0	-265.2	-999.1	-195.5	-224.4	-1,887.3
Military Construction, Air Force Reserve	-16.2	-24.1	-49.5	-7.6	-10.3	-107.7
Military Construction, Air National Guard	-46.5	-29.2	-113.8	-21.7	-23.6	-234.7
Military Construction, Army	-7.1	-180.7	-126.4	5.0	106.5	-202.8
Military Construction, Navy	299.6	-389.5	-168.9	-548.1	-596.2	-1,403.0
Military Construction, Navy Reserve	-3.5	-17.8	1.7	-3.9	-1.0	-24.5
<b>Total</b>	<b>16.3</b>	<b>-912.5</b>	<b>-786.0</b>	<b>415.9</b>	<b>-259.2</b>	<b>-1,525.4</b>

## DEPARTMENT OF DEFENSE MORE DISCIPLINED USE OF RESOURCES

<i>\$ in Millions</i>						
<b>Family Housing</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
Family Housing Construction, Air Force	0.6	0.0	0.0	0.0	0.0	0.6
Family Housing Construction, Army	0.0	-0.1	0.0	-66.6	-162.1	-228.8
Family Housing Construction, Navy & Marine Corps	-35.3	-7.4	-3.4	-1.5	1.1	-46.5
Family Housing Operation and Maintenance, Navy & Marine Corps	2.6	-0.6	-0.6	-0.7	-1.2	-0.4
Family Housing Operation and Maintenance, Army	-0.2	-0.3	-0.3	-0.3	-0.3	-1.4
<b>Total</b>	<b>-32.4</b>	<b>-8.3</b>	<b>-4.3</b>	<b>-69.1</b>	<b>-162.5</b>	<b>-276.6</b>

<i>\$ in Millions</i>						
<b>Revolving and Management Funds</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY14-18</b>
National Defense Sealift Fund	-9.949	-33.033	-27.337	0.164	0.161	-69.994
<b>Total</b>	<b>-9.949</b>	<b>-33.033</b>	<b>-27.337</b>	<b>0.164</b>	<b>0.161</b>	<b>-69.994</b>

WORLD WIDE WEB ADDRESS

**The Operation and Maintenance Overview is available on the  
World Wide Web at:**

<http://comptroller.defense.gov/budget2014.html>

WORLD WIDE WEB ADDRESS

# MILITARY PERSONNEL (M-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit M-1 FY 2014 President's Budget  
 Total Obligational Authority  
 (Dollars in Thousands)

Military Personnel, Army	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
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<b>Budget Activity 01: Pay and Allowances of Officers</b>							
2010A 5 Basic Pay	7,658,148	6,046,542	1,569,045		7,615,587	6,751,445	U
2010A 10 Retired Pay Accrual	2,543,078	1,936,899	460,708		2,397,607	2,182,873	U
2010A 25 Basic Allowance for Housing	2,332,616	1,852,895	463,305		2,316,200	2,110,476	U
2010A 30 Basic Allowance for Subsistence	311,613	252,272	63,244		315,516	281,099	U
2010A 35 Incentive Pays	97,708	102,530	4,660		107,190	89,669	U
2010A 40 Special Pays	468,063	340,023	45,672		385,695	374,353	U
2010A 45 Allowances	264,287	232,696	21,361		254,057	225,840	U
2010A 50 Separation Pay	89,865	90,679	6,332		97,011	107,216	U
2010A 55 Social Security Tax	581,831	460,046	118,601		578,647	513,274	U
Total Budget Activity 01	14,347,209	11,314,582	2,752,928		14,067,510	12,636,245	
<b>Budget Activity 02: Pay and Allowances of Enlisted</b>							
2010A 60 Basic Pay	15,640,497	13,198,604	2,414,145		15,612,749	12,761,868	U
2010A 65 Retired Pay Accrual	5,211,208	4,233,149	686,605		4,919,754	4,130,751	U
2010A 80 Basic Allowance for Housing	5,622,209	4,735,765	943,334		5,679,099	4,653,429	U
2010A 85 Incentive Pays	108,392	114,035	3,614		117,649	95,637	U
2010A 90 Special Pays	1,181,592	699,801	224,329		924,130	507,912	U
2010A 95 Allowances	1,085,306	880,308	131,845		1,012,153	915,101	U
2010A 100 Separation Pay	405,584	378,455	20,915		399,370	287,133	U
2010A 105 Social Security Tax	1,190,208	1,009,678	183,570		1,193,248	976,224	U
Total Budget Activity 02	30,444,996	25,249,795	4,608,357		29,858,152	24,328,055	
<b>Budget Activity 03: Pay And Allowances Of Cadets</b>							
2010A 110 Academy Cadets	76,314	77,680			77,680	77,959	U
Total Budget Activity 03	76,314	77,680			77,680	77,959	
<b>Budget Activity 04: Subsistence of Enlisted Personnel</b>							
2010A 115 Basic Allowance for Subsistence	1,691,010	1,357,570	287,016		1,644,586	1,252,752	U
2010A 120 Subsistence-In-Kind	1,505,540	753,551	862,270		1,615,821	707,647	U
2010A 121 Family Subsistence Supplemental Allowance	1,533	1,911			1,911	2,121	U
Total Budget Activity 04	3,198,083	2,113,032	1,149,286		3,262,318	1,962,520	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## MILITARY PERSONNEL (M-1)

# MILITARY PERSONNEL (M-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit M-1 FY 2014 President's Budget  
 Total Obligational Authority  
 (Dollars in Thousands)

Military Personnel, Army	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
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Budget Activity 05: Permanent Change of Station Travel							
2010A 125 Accession Travel	182,192	163,294	16,933		180,227	169,697	U
2010A 130 Training Travel	159,417	167,995	16,772		184,767	126,908	U
2010A 135 Operational Travel	409,347	495,917	90,749		586,666	524,098	U
2010A 140 Rotational Travel	873,700	677,396	72,592		749,988	693,315	U
2010A 145 Separation Travel	225,296	193,262	40,634		233,896	222,146	U
2010A 150 Travel of Organized Units	15,044	12,150	1,204		13,354	9,887	U
2010A 155 Non-Temporary Storage	18,514	9,726			9,726	10,160	U
2010A 160 Temporary Lodging Expense	57,665	67,841			67,841	40,238	U
Total Budget Activity 05	1,941,175	1,787,581	238,884		2,026,465	1,796,449	
Budget Activity 06: Other Military Personnel Costs							
2010A 170 Apprehension of Military Deserters	840	1,434			1,434	960	U
2010A 175 Interest on Uniformed Services Savings	9,536	687	4,589		5,276	725	U
2010A 180 Death Gratuities	81,650	62,800	10,800		73,600	61,900	U
2010A 185 Unemployment Benefits	517,923	264,874	248,903		513,777	282,863	U
2010A 195 Education Benefits	12,688	698			698		U
2010A 200 Adoption Expenses	538	494			494	636	U
2010A 210 Transportation Subsidy	4,022	7,436			7,436	4,326	U
2010A 212 Reserve Income Replacement Program	82		207		207		U
2010A 215 Partial Dislocation Allowance	255	428			428	326	U
2010A 216 SGLI Extra Hazard Payments	105,471		113,317		113,317		U
2010A 217 Reserve Officers Training Corps (ROTC)	116,487	107,370			107,370	117,559	U
2010A 218 Junior ROTC	39,642	42,845			42,845	42,407	U
2010A 219 Traumatic Injury Protection Coverage (T-SGLI)	46,394		37,811		37,811		U
2010A 221 Stop-Loss Retroactive Payments	3,749						U
2010A 228 Preventive Health Allowance Demonstration Project	51						U
Total Budget Activity 06	939,328	489,066	415,627		904,693	511,702	
Budget Activity 20: Undistributed							
2010A CR1 Adj to Match Continuing Resolution		2,785,551			2,785,551		U
Total Budget Activity 20		2,785,551			2,785,551		
Total Military Personnel, Army	50,947,105	43,817,287	9,165,082		52,982,369	41,312,930	
Less Reimbursables	265,251	253,892			253,892	275,140	
Total Direct - Military Personnel, Army	50,681,854	43,563,395	9,165,082		52,728,477	41,037,790	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level

## MILITARY PERSONNEL (M-1)

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 (Dollars in Thousands)

Military Personnel, Army	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts 1004A 300 Military Personnel, Army	3,146,969	2,227,814	206,243		2,434,057	1,824,098	U
Total Active Army Military Personnel Costs	53,828,823	45,791,209	9,371,325		55,162,534	42,861,888	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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 (Dollars in Thousands)

Reserve Personnel, Army	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
Reserve Component Training and Support							
2070A 10 Pay Group A Training (15 Days & Drills 24/48)	1,405,062	1,447,614	32,401		1,480,015	1,578,274	U
2070A 20 Pay Group B Training (Backfill For Active Duty)	34,026	38,868			38,868	39,508	U
2070A 30 Pay Group F Training (Recruits)	226,818	275,318			275,318	276,721	U
2070A 40 Pay Group P Training (Pipeline Recruits)	14,044	12,665			12,665	13,225	U
2070A 60 Mobilization Training	6,720	7,473			7,473	7,629	U
2070A 70 School Training	223,085	216,544	15,365		231,909	206,138	U
2070A 80 Special Training	372,173	283,620	109,127		392,747	261,954	U
2070A 90 Administration and Support	2,034,420	2,060,896			2,060,896	2,034,705	U
2070A 100 Education Benefits	28,176	41,063			41,063	22,687	U
2070A 120 Health Profession Scholarship	64,640	66,834			66,834	63,459	U
2070A 130 Other Programs (Admin & Support)	55,523	62,858			62,858	60,961	U
2070A CR1 Adj to Match Continuing Resolution		-198,095			-198,095		U
Total Budget Activity 01	4,464,687	4,513,753	156,893		4,670,646	4,565,261	
Total Budget Activity 20		-198,095			-198,095		
Total Direct - Reserve Personnel, Army	4,464,687	4,315,658	156,893		4,472,551	4,565,261	
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts							
1005A 300 Reserve Personnel, Army	704,167	521,916			521,916	426,728	U
Total Reserve Army Military Personnel Costs	5,168,854	4,837,574	156,893		4,994,467	4,991,989	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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National Guard Personnel, Army	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
Reserve Component Training and Support							
2060A 10 Pay Group A Training (15 Days & Drills 24/48)	2,263,999	2,446,262	132,368		2,578,630	2,400,466	U
2060A 30 Pay Group F Training (Recruits)	492,474	623,345			623,345	557,753	U
2060A 40 Pay Group P Training (Pipeline Recruits)	39,456	29,528			29,528	35,718	U
2060A 70 School Training	558,803	500,423	21,461		521,884	576,399	U
2060A 80 Special Training	1,215,164	536,856	369,858		906,714	665,242	U
2060A 90 Administration and Support	3,653,917	3,855,110	60,117		3,915,227	3,779,017	U
2060A 100 Education Benefits	56,677	111,683			111,683	26,673	U
2060A CR1 Adj to Match Continuing Resolution		-471,138			-471,138		U
Total Budget Activity 01	8,280,490	8,103,207	583,804		8,687,011	8,041,268	
Total Budget Activity 20		-471,138			-471,138		
Total Direct - National Guard Personnel, Army	8,280,490	7,632,069	583,804		8,215,873	8,041,268	
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts							
1006A 300 National Guard Personnel, Army	1,234,220	909,473			909,473	741,919	U
Total National Guard Army Military Personnel Costs	9,514,710	8,541,542	583,804		9,125,346	8,783,187	
Total Direct - Army Military Appropriations	63,427,031	55,511,122	9,905,779		65,416,901	53,644,319	
Total Direct - Army MERHFC Accounts	5,085,356	3,659,203	206,243		3,865,446	2,992,745	
Grand Total Direct - Army Military Personnel Costs	68,512,387	59,170,325	10,112,022		69,282,347	56,637,064	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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Military Personnel, Navy	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
<b>Budget Activity 01: Pay and Allowances of Officers</b>							
1453N 5 Basic Pay	3,940,675	3,949,301	126,814		4,076,115	3,934,736	U
1453N 10 Retired Pay Accrual	1,337,928	1,266,753	30,943		1,297,696	1,273,217	U
1453N 25 Basic Allowance for Housing	1,363,501	1,381,431	40,210		1,421,641	1,413,796	U
1453N 30 Basic Allowance for Subsistence	154,888	158,373	4,367		162,740	160,319	U
1453N 35 Incentive Pays	135,083	135,303	3,886		139,189	131,293	U
1453N 40 Special Pays	419,725	423,059	22,340		445,399	432,843	U
1453N 45 Allowances	145,163	108,203	12,967		121,170	127,172	U
1453N 50 Separation Pay	38,881	33,001	9		33,010	39,244	U
1453N 55 Social Security Tax	298,456	300,287	9,701		309,988	299,218	U
Total Budget Activity 01	7,834,300	7,755,711	251,237		8,006,948	7,811,838	
<b>Budget Activity 02: Pay And Allowances Of Enlisted Personnel</b>							
1453N 60 Basic Pay	8,366,944	8,439,026	162,655		8,601,681	8,610,541	U
1453N 65 Retired Pay Accrual	2,862,761	2,708,787	39,688		2,748,475	2,789,555	U
1453N 80 Basic Allowance for Housing	3,725,051	3,864,310	75,673		3,939,983	3,977,998	U
1453N 85 Incentive Pays	97,709	101,491	566		102,057	103,672	U
1453N 90 Special Pays	774,667	699,482	89,027		788,509	877,215	U
1453N 95 Allowances	646,275	515,163	30,207		545,370	590,803	U
1453N 100 Separation Pay	326,021	229,632	410		230,042	255,663	U
1453N 105 Social Security Tax	637,358	645,586	12,443		658,029	658,707	U
Total Budget Activity 02	17,436,786	17,203,477	410,669		17,614,146	17,864,154	
<b>Budget Activity 03: Pay And Allowances Of Cadets</b>							
1453N 110 Midshipmen	77,477	76,628			76,628	77,592	U
Total Budget Activity 03	77,477	76,628			76,628	77,592	
<b>Budget Activity 04: Subsistence of Enlisted Personnel</b>							
1453N 115 Basic Allowance for Subsistence	727,306	751,528	19,223		770,751	764,626	U
1453N 120 Subsistence-In-Kind	421,439	429,247	25,647		454,894	439,545	U
1453N 121 Family Subsistence Supplemental Allowance	12	13			13	12	U
Total Budget Activity 04	1,148,757	1,180,788	44,870		1,225,658	1,204,183	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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(Dollars in Thousands)

Military Personnel, Navy	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
<b>Budget Activity 05: Permanent Change of Station Travel</b>							
1453N 125 Accession Travel	102,667	90,302	4,092		94,394	102,042	U
1453N 130 Training Travel	101,731	119,663			119,663	96,869	U
1453N 135 Operational Travel	247,176	271,324	21,807		293,131	272,379	U
1453N 140 Rotational Travel	343,889	313,309	27,897		341,206	301,392	U
1453N 145 Separation Travel	150,429	138,273	3,168		141,441	133,977	U
1453N 150 Travel of Organized Units	7,986	24,342			24,342	36,790	U
1453N 155 Non-Temporary Storage	1,165	5,700			5,700	1,212	U
1453N 160 Temporary Lodging Expense	8,214	6,426			6,426	8,545	U
1453N 165 Other	3,377	5,622			5,622	3,514	U
Total Budget Activity 05	966,634	974,961	56,964		1,031,925	956,720	
<b>Budget Activity 06: Other Military Personnel Costs</b>							
1453N 170 Apprehension of Military Deserters	152	262			262	199	U
1453N 175 Interest on Uniformed Services Savings	1,516	2,464			2,464	1,660	U
1453N 180 Death Gratuities	21,099	16,100	900		17,000	17,400	U
1453N 185 Unemployment Benefits	183,430	103,735	55,522		159,257	124,716	U
1453N 195 Education Benefits	20,574	23,758			23,758	18,809	U
1453N 200 Adoption Expenses	201	275			275	210	U
1453N 210 Transportation Subsidy	5,101	6,254			6,254	5,750	U
1453N 212 Reserve Income Replacement Program	16						U
1453N 215 Partial Dislocation Allowance	89	57			57	92	U
1453N 216 SGLI Extra Hazard Payments	66,956		54,463		54,463		U
1453N 217 Reserve Officers Training Corps (ROTC)	20,932	22,945			22,945	21,271	U
1453N 218 Junior ROTC	14,061	12,784			12,784	14,069	U
1453N 221 Stop-Loss Retroactive Payments	38						U
1453N 228 Preventive Health Allowance Demonstration Project	43						U
1453N 240 Cancelled Account Payment	170						U
Total Budget Activity 06	334,378	188,634	110,885		299,519	204,176	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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Military Personnel, Navy	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
Budget Activity 20: Undistributed							
1453N CR1 Adj to Match Continuing Resolution		-123,523			-123,523		U
Total Budget Activity 20		-123,523			-123,523		
Total Military Personnel, Navy	27,798,332	27,256,676	874,625		28,131,301	28,118,663	
Less Reimbursables	311,165	289,306			289,306	294,219	
Total Direct - Military Personnel, Navy	27,487,167	26,967,370	874,625		27,841,995	27,824,444	
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts							
1000N 300 Navy	1,806,358	1,397,183			1,397,183	1,197,551	U
Total Active Navy Military Personnel Costs	29,293,525	28,364,553	874,625		29,239,178	29,021,995	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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 (Dollars in Thousands)

Military Personnel, Marine Corps	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
<b>Budget Activity 01: Pay and Allowances of Officers</b>							
1105N 5 Basic Pay	1,568,032	1,331,519	206,978		1,538,497	1,458,728	U
1105N 10 Retired Pay Accrual	531,453	427,088	61,932		489,020	472,134	U
1105N 25 Basic Allowance for Housing	502,895	446,183	70,235		516,418	479,739	U
1105N 30 Basic Allowance for Subsistence	63,775	57,318	8,590		65,908	61,565	U
1105N 35 Incentive Pays	46,095	52,549			52,549	40,634	U
1105N 40 Special Pays	19,932	21,356	7,960		29,316	12,746	U
1105N 45 Allowances	56,378	35,637	5,099		40,736	43,866	U
1105N 50 Separation Pay	19,180	15,056	1,896		16,952	16,856	U
1105N 55 Social Security Tax	119,443	100,832	15,834		116,666	110,942	U
Total Budget Activity 01	2,927,183	2,487,538	378,524		2,866,062	2,697,210	
<b>Budget Activity 02: Pay And Allowances Of Enlisted Personnel</b>							
1105N 60 Basic Pay	5,091,714	4,617,777	542,667		5,160,444	4,746,121	U
1105N 65 Retired Pay Accrual	1,727,838	1,478,142	166,183		1,644,325	1,533,530	U
1105N 80 Basic Allowance for Housing	1,749,834	1,639,289	194,800		1,834,089	1,652,636	U
1105N 85 Incentive Pays	10,409	9,832			9,832	9,832	U
1105N 90 Special Pays	232,473	165,326	56,287		221,613	154,862	U
1105N 95 Allowances	382,898	302,682	22,729		325,411	335,728	U
1105N 100 Separation Pay	125,568	71,143	4,004		75,147	73,213	U
1105N 105 Social Security Tax	386,752	352,300	41,514		393,814	362,126	U
Total Budget Activity 02	9,707,486	8,636,491	1,028,184		9,664,675	8,868,048	
<b>Budget Activity 04: Subsistence of Enlisted Personnel</b>							
1105N 115 Basic Allowance for Subsistence	492,832	421,262	77,753		499,015	438,034	U
1105N 120 Subsistence-In-Kind	284,619	315,470			315,470	296,986	U
1105N 121 Family Subsistence Supplemental Allowance		50			50	10	U
Total Budget Activity 04	777,451	736,782	77,753		814,535	735,030	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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 (Dollars in Thousands)

Military Personnel, Marine Corps	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c -
Budget Activity 05: Permanent Change of Station Travel							
1105N 125 Accession Travel	48,300	65,546			65,546	57,933	U
1105N 130 Training Travel	17,980	13,060			13,060	23,061	U
1105N 135 Operational Travel	227,107	222,404			222,404	209,371	U
1105N 140 Rotational Travel	131,941	104,397	51,816		156,213	101,809	U
1105N 145 Separation Travel	106,232	84,374			84,374	93,399	U
1105N 150 Travel of Organized Units	29	768			768	784	U
1105N 155 Non-Temporary Storage	3,394	6,600			6,600	6,888	U
1105N 160 Temporary Lodging Expense		14,621			14,621	14,918	U
1105N 165 Other	2,370	3,387			3,387	3,312	U
Total Budget Activity 05	537,353	515,157	51,816		566,973	511,475	
Budget Activity 06: Other Military Personnel Costs							
1105N 170 Apprehension of Military Deserters	722	968			968	751	U
1105N 175 Interest on Uniformed Services Savings	996	19	930		949	20	U
1105N 180 Death Gratuities	20,481	10,100	12,000		22,100	10,100	U
1105N 185 Unemployment Benefits	160,857	104,060	37,733		141,793	96,264	U
1105N 195 Education Benefits	5,002	4,105			4,105	2,375	U
1105N 200 Adoption Expenses	72	73			73	72	U
1105N 210 Transportation Subsidy	1,888	3,048			3,048	3,085	U
1105N 215 Partial Dislocation Allowance	100	159			159	102	U
1105N 216 SGLI Extra Hazard Payments	37,545		34,416		34,416		U
1105N 218 Junior ROTC	6,152	5,911			5,911	5,035	U
1105N 221 Stop-Loss Retroactive Payments	43						U
1105N 228 Preventive Health Allowance Demonstration Project	35						U
Total Budget Activity 06	233,893	128,443	85,079		213,522	117,804	
Budget Activity 20: Undistributed							
1105N CR1 Adj to Match Continuing Resolution		1,237,533			1,237,533		U
Total Budget Activity 20		1,237,533			1,237,533		
Total Military Personnel, Marine Corps	14,183,366	13,741,944	1,621,356		15,363,300	12,929,567	
Less Reimbursables	26,316	23,361			23,361	24,351	
Total Direct - Military Personnel, Marine Corps	14,157,050	13,718,583	1,621,356		15,339,939	12,905,216	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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 (Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
Military Personnel, Marine Corps							
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts 1001N 300 Marine Corps	1,126,083	810,384	65,430		875,814	683,968	U
Total Active Marine Corps Military Personnel Costs	15,283,133	14,528,967	1,686,786		16,215,753	13,589,184	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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 (Dollars in Thousands)

Reserve Personnel, Navy	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
<b>Reserve Component Training and Support</b>							
1405N 10 Pay Group A Training (15 Days & Drills 24/48)	608,682	607,595			607,595	602,319	U
1405N 20 Pay Group B Training (Backfill For Active Duty)	7,559	9,459			9,459	9,489	U
1405N 30 Pay Group F Training (Recruits)	54,102	51,028			51,028	50,501	U
1405N 60 Mobilization Training	7,943	9,037			9,037	8,986	U
1405N 70 School Training	60,781	53,791	3,966		57,757	55,326	U
1405N 80 Special Training	177,579	96,138	33,813		129,951	101,870	U
1405N 90 Administration and Support	979,287	1,009,599	1,556		1,011,155	1,006,454	U
1405N 100 Education Benefits	1,452	1,377			1,377	104	U
1405N 120 Health Profession Scholarship	50,912	60,644			60,644	56,887	U
1405N CR1 Adj to Match Continuing Resolution		48,722			48,722		U
Total Budget Activity 01	1,948,297	1,898,668	39,335		1,938,003	1,891,936	
Total Budget Activity 20		48,722			48,722		
<b>Total Direct - Reserve Personnel, Navy</b>	<b>1,948,297</b>	<b>1,947,390</b>	<b>39,335</b>		<b>1,986,725</b>	<b>1,891,936</b>	
<b>Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts</b>							
1002N 300 Reserve Personnel, Navy	236,044	169,342			169,342	134,566	U
<b>Total Reserve Navy Military Personnel Costs</b>	<b>2,184,341</b>	<b>2,116,732</b>	<b>39,335</b>		<b>2,156,067</b>	<b>2,026,502</b>	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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Reserve Personnel, Marine Corps	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
Reserve Component Training and Support							
1108N 10 Pay Group A Training (15 Days & Drills 24/48)	220,792	222,952			222,952	233,722	U
1108N 20 Pay Group B Training (Backfill For Active Duty)	32,257	32,908			32,908	30,555	U
1108N 30 Pay Group F Training (Recruits)	111,885	124,226			124,226	135,088	U
1108N 60 Mobilization Training	3,532	2,239			2,239	3,677	U
1108N 70 School Training	12,199	11,164	4,437		15,601	19,448	U
1108N 80 Special Training	42,531	19,927	19,912		39,839	18,968	U
1108N 90 Administration and Support	216,162	233,056	373		233,429	227,453	U
1108N 95 Platoon Leader Class	8,093	11,759			11,759	7,770	U
1108N 100 Education Benefits	10,860	6,410			6,410	818	U
1108N CR1 Adj to Match Continuing Resolution		-15,973			-15,973		U
Total Budget Activity 01	658,311	664,641	24,722		689,363	677,499	
Total Budget Activity 20		-15,973			-15,973		
Total Direct - Reserve Personnel, Marine Corps	658,311	648,668	24,722		673,390	677,499	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## MILITARY PERSONNEL (M-1)



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Reserve Personnel, Marine Corps	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts							
1003N 300 Reserve Personnel, Marine Corps	134,710	98,428			98,428	80,674	U
Total Reserve Marine Corps Military Personnel Costs	793,021	747,096	24,722		771,818	758,173	
Total Direct - Navy Military Appropriations	29,435,464	28,914,760	913,960		29,828,720	29,716,380	
Total Direct - Navy MERHFC Accounts	2,042,402	1,566,525			1,566,525	1,332,117	
Grand Total Direct - Navy Military Personnel Costs	31,477,866	30,481,285	913,960		31,395,245	31,048,497	
Total Direct - Marine Corps Military Appropriations	14,815,361	14,367,251	1,646,078		16,013,329	13,582,715	
Total Direct - Marine Corps MERHFC Accounts	1,260,793	908,812	65,430		974,242	764,642	
Grand Total Direct - Marine Corps Military Personnel Costs	16,076,154	15,276,063	1,711,508		16,987,571	14,347,357	
Total Direct - DoN Military Appropriations	44,250,825	43,282,011	2,560,038		45,842,049	43,299,095	
Total Direct - DoN MERHFC Accounts	3,303,195	2,475,337	65,430		2,540,767	2,096,759	
Grand Total Direct - DoN Military Personnel Costs	47,554,020	45,757,348	2,625,468		48,382,816	45,395,854	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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Military Personnel, Air Force	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
<b>Budget Activity 01: Pay and Allowances of Officers</b>							
3500F 5 Basic Pay	4,934,927	4,879,598	220,573		5,100,171	4,896,132	U
3500F 10 Retired Pay Accrual	1,683,988	1,558,889	53,829		1,612,718	1,577,877	U
3500F 25 Basic Allowance for Housing	1,420,332	1,398,746	68,601		1,467,347	1,498,352	U
3500F 30 Basic Allowance for Subsistence	192,452	196,731	7,873		204,604	197,950	U
3500F 35 Incentive Pays	226,716	218,362			218,362	206,177	U
3500F 40 Special Pays	328,657	303,583	23,638		327,221	303,634	U
3500F 45 Allowances	148,613	142,100	10,097		152,197	134,661	U
3500F 50 Separation Pay	117,328	61,644			61,644	122,844	U
3500F 55 Social Security Tax	374,824	371,372	16,877		388,249	372,960	U
Total Budget Activity 01	9,427,837	9,131,025	401,488		9,532,513	9,310,587	
<b>Budget Activity 02: Pay and Allowances of Enlisted</b>							
3500F 60 Basic Pay	8,952,896	8,715,826	332,878		9,048,704	8,764,297	U
3500F 65 Retired Pay Accrual	3,062,758	2,789,838	81,235		2,871,073	2,831,706	U
3500F 80 Basic Allowance for Housing	3,395,680	3,361,407	145,832		3,507,239	3,610,470	U
3500F 85 Incentive Pays	42,362	40,899			40,899	42,599	U
3500F 90 Special Pays	480,633	363,794	75,965		439,759	341,821	U
3500F 95 Allowances	640,653	590,662	29,568		620,230	590,403	U
3500F 100 Separation Pay	150,915	137,532			137,532	176,663	U
3500F 105 Social Security Tax	684,897	666,760	25,468		692,228	670,467	U
Total Budget Activity 02	17,410,794	16,666,718	690,946		17,357,664	17,028,426	
<b>Budget Activity 03: Pay And Allowances Of Cadets</b>							
3500F 110 Academy Cadets	71,935	70,369			70,369	69,612	U
Total Budget Activity 03	71,935	70,369			70,369	69,612	
<b>Budget Activity 04: Subsistence of Enlisted Personnel</b>							
3500F 115 Basic Allowance for Subsistence	974,985	1,008,796	36,263		1,045,059	977,880	U
3500F 120 Subsistence-In-Kind	250,571	146,157	60,537		206,694	156,439	U
3500F 121 Family Subsistence Supplemental Allowance	34	34			34	33	U
Total Budget Activity 04	1,225,590	1,154,987	96,800		1,251,787	1,134,352	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## MILITARY PERSONNEL (M-1)

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Military Personnel, Air Force	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
Budget Activity 05: Permanent Change of Station Travel							
3500F 125 Accession Travel	87,267	87,255			87,255	86,485	U
3500F 130 Training Travel	70,213	75,236			75,236	79,127	U
3500F 135 Operational Travel	315,239	320,117	5,243		325,360	327,304	U
3500F 140 Rotational Travel	484,493	530,984			530,984	512,982	U
3500F 145 Separation Travel	164,589	187,760			187,760	169,760	U
3500F 150 Travel of Organized Units	13,210	15,779			15,779	16,123	U
3500F 155 Non-Temporary Storage	39,156	42,843			42,843	41,132	U
3500F 160 Temporary Lodging Expense	28,532	30,281			30,281	30,183	U
Total Budget Activity 05	1,202,699	1,290,255	5,243		1,295,498	1,263,096	
Budget Activity 06: Other Military Personnel Costs							
3500F 170 Apprehension of Military Deserters	119	149			149	124	U
3500F 175 Interest on Uniformed Services Savings	3,306	2,514			2,514	3,440	U
3500F 180 Death Gratuities	18,500	16,000	2,000		18,000	16,500	U
3500F 185 Unemployment Benefits	108,866	71,683	23,174		94,857	65,562	U
3500F 190 Survivor Benefits	1,955						U
3500F 195 Education Benefits	340	340			340	209	U
3500F 200 Adoption Expenses	603	519			519	628	U
3500F 210 Transportation Subsidy	6,116	5,326			5,326	5,900	U
3500F 215 Partial Dislocation Allowance	1,854	1,975			1,975	1,930	U
3500F 216 SGLI Extra Hazard Payments	65,839		67,132		67,132		U
3500F 217 Reserve Officers Training Corps (ROTC)	33,096	37,228			37,228	29,849	U
3500F 218 Junior ROTC	15,268	16,565			16,565	16,373	U
3500F 221 Stop-Loss Retroactive Payments	299						U
3500F 228 Preventive Health Allowance Demonstration Project	140						U
Total Budget Activity 06	256,301	152,299	92,306		244,605	140,515	
Budget Activity 20: Undistributed							
3500F CR1 Adj to Match Continuing Resolution		220,121			220,121		U
Total Budget Activity 20		220,121			220,121		
Total Military Personnel, Air Force	29,595,156	28,685,774	1,286,783		29,972,557	28,946,588	
Less Reimbursables	394,790	417,114			417,114	426,711	
Total Direct - Military Personnel, Air Force	29,200,366	28,268,660	1,286,783		29,555,443	28,519,877	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level

## MILITARY PERSONNEL (M-1)

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Department of Defense  
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 (Dollars in Thousands)

Military Personnel, Air Force	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts 1007F 300 Air Force	1,839,603	1,441,808			1,441,808	1,217,958	U
Total Active Air Force Military Personnel Costs	31,039,969	29,710,468	1,286,783		30,997,251	29,737,835	

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## MILITARY PERSONNEL (M-1)

# MILITARY PERSONNEL (M-1)

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 (Dollars in Thousands)

Reserve Personnel, Air Force	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
Reserve Component Training and Support							
3700F 10 Pay Group A Training (15 Days & Drills 24/48)	639,486	698,550			698,550	672,181	U
3700F 20 Pay Group B Training (Backfill For Active Duty)	93,249	103,514			103,514	104,818	U
3700F 30 Pay Group F Training (Recruits)	79,752	64,919			64,919	73,281	U
3700F 40 Pay Group P Training (Pipeline Recruits)	1,909	50			50	755	U
3700F 60 Mobilization Training	357	773			773	568	U
3700F 70 School Training	152,467	146,738			146,738	149,078	U
3700F 80 Special Training	338,527	277,193	25,348		302,541	295,335	U
3700F 90 Administration and Support	358,812	372,149			372,149	388,973	U
3700F 100 Education Benefits	21,792	17,512			17,512	13,507	U
3700F 120 Health Profession Scholarship	49,264	55,095			55,095	55,220	U
3700F 130 Other Programs (Admin & Support)	3,720	4,872			4,872	4,913	U
3700F CR1 Adj to Match Continuing Resolution		-18,178			-18,178		U
Total Budget Activity 01	1,739,335	1,741,365	25,348		1,766,713	1,758,629	
Total Budget Activity 20		-18,178			-18,178		
Total Direct - Reserve Personnel, Air Force	1,739,335	1,723,187	25,348		1,748,535	1,758,629	
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts							
1008F 300 Reserve Personnel, Air Force	238,794	173,927			173,927	141,337	U
Total Reserve Air Force Military Personnel Costs	1,978,129	1,897,114	25,348		1,922,462	1,899,966	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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 (Dollars in Thousands)

National Guard Personnel, Air Force	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
Reserve Component Training and Support							
3850F 10 Pay Group A Training (15 Days & Drills 24/48)	889,117	910,733			910,733	943,573	U
3850F 30 Pay Group F Training (Recruits)	98,896	122,985			122,985	111,468	U
3850F 40 Pay Group P Training (Pipeline Recruits)	6,865	4,811			4,811	5,006	U
3850F 70 School Training	225,015	245,857			245,857	250,327	U
3850F 80 Special Training	249,455	142,591	10,473		153,064	165,588	U
3850F 90 Administration and Support	1,662,121	1,648,453			1,648,453	1,684,563	U
3850F 100 Education Benefits	29,139	34,635			34,635	17,436	U
3850F CR1 Adj to Match Continuing Resolution		-2,232			-2,232		U
Total Budget Activity 01	3,160,608	3,110,065	10,473		3,120,538	3,177,961	
Total Budget Activity 20		-2,232			-2,232		
Total Direct - National Guard Personnel, Air Force	3,160,608	3,107,833	10,473		3,118,306	3,177,961	
Medicare-Eligible Retiree Health Fund Contribution (MERHFC) Accounts							
1009F 300 National Guard Personnel, Air Force	378,159	274,958			274,958	227,951	U
Total National Guard Air Force Military Personnel Costs	3,538,767	3,382,791	10,473		3,393,264	3,405,912	
Total Direct - Air Force Military Appropriations	34,100,309	33,099,680	1,322,604		34,422,284	33,456,467	
Total Direct - Air Force MERHFC Accounts	2,456,556	1,890,693			1,890,693	1,587,246	
Grand Total Direct - Air Force Military Personnel Costs	36,556,865	34,990,373	1,322,604		36,312,977	35,043,713	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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# MILITARY PERSONNEL (M-1)

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 (Dollars in Thousands)

Military Personnel, Grand Total	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
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<b>Budget Activity 01: Pay and Allowances of Officers</b>							
5 Basic Pay	18,101,782	16,206,960	2,123,410		18,330,370	17,041,041	
10 Retired Pay Accrual	6,096,447	5,189,629	607,412		5,797,041	5,506,101	
25 Basic Allowance for Housing	5,619,344	5,079,255	642,351		5,721,606	5,502,363	
30 Basic Allowance for Subsistence	722,728	664,694	84,074		748,768	700,933	
35 Incentive Pays	505,602	508,744	8,546		517,290	467,773	
40 Special Pays	1,236,377	1,088,021	99,610		1,187,631	1,123,576	
45 Allowances	614,441	518,636	49,524		568,160	531,539	
50 Separation Pay	265,254	200,380	8,237		208,617	286,160	
55 Social Security Tax	1,374,554	1,232,537	161,013		1,393,550	1,296,394	
<b>Total Budget Activity 01</b>	<b>34,536,529</b>	<b>30,688,856</b>	<b>3,784,177</b>		<b>34,473,033</b>	<b>32,455,880</b>	
<b>Budget Activity 02: Pay and Allowances of Enlisted</b>							
60 Basic Pay	38,052,051	34,971,233	3,452,345		38,423,578	34,882,827	
65 Retired Pay Accrual	12,864,565	11,209,916	973,711		12,183,627	11,285,542	
80 Basic Allowance for Housing	14,492,774	13,600,771	1,359,639		14,960,410	13,894,533	
85 Incentive Pays	258,872	266,257	4,180		270,437	251,740	
90 Special Pays	2,669,365	1,928,403	445,608		2,374,011	1,881,810	
95 Allowances	2,755,132	2,288,815	214,349		2,503,164	2,432,035	
100 Separation Pay	1,008,088	816,762	25,329		842,091	792,672	
105 Social Security Tax	2,899,215	2,674,324	262,995		2,937,319	2,667,524	
<b>Total Budget Activity 02</b>	<b>75,000,062</b>	<b>67,756,481</b>	<b>6,738,156</b>		<b>74,494,637</b>	<b>68,088,683</b>	
<b>Budget Activity 03: Pay And Allowances Of Cadets</b>							
110 Academy Cadets	225,726	224,677			224,677	225,163	
<b>Total Budget Activity 03</b>	<b>225,726</b>	<b>224,677</b>			<b>224,677</b>	<b>225,163</b>	
<b>Budget Activity 04: Subsistence of Enlisted Personnel</b>							
115 Basic Allowance for Subsistence	3,886,133	3,539,156	420,255		3,959,411	3,433,292	
120 Subsistence-In-Kind	2,462,169	1,644,425	948,454		2,592,879	1,600,617	
121 Family Subsistence Supplemental Allowance	1,579	2,008			2,008	2,176	
<b>Total Budget Activity 04</b>	<b>6,349,881</b>	<b>5,185,589</b>	<b>1,368,709</b>		<b>6,554,298</b>	<b>5,036,085</b>	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## MILITARY PERSONNEL (M-1)

# MILITARY PERSONNEL (M-1)

Department of Defense  
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Military Personnel, Grand Total	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
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<b>Budget Activity 05: Permanent Change of Station Travel</b>							
125 Accession Travel	420,426	406,397	21,025		427,422	416,157	
130 Training Travel	349,341	375,954	16,772		392,726	325,965	
135 Operational Travel	1,198,869	1,309,762	117,799		1,427,561	1,333,152	
140 Rotational Travel	1,834,023	1,626,086	152,305		1,778,391	1,609,498	
145 Separation Travel	646,546	603,669	43,802		647,471	619,282	
150 Travel of Organized Units	36,269	53,039	1,204		54,243	63,584	
155 Non-Temporary Storage	62,229	64,869			64,869	59,392	
160 Temporary Lodging Expense	94,411	119,169			119,169	93,884	
165 Other	5,747	9,009			9,009	6,826	
<b>Total Budget Activity 05</b>	<b>4,647,861</b>	<b>4,567,954</b>	<b>352,907</b>		<b>4,920,861</b>	<b>4,527,740</b>	
<b>Budget Activity 06: Other Military Personnel Costs</b>							
170 Apprehension of Military Deserters	1,833	2,813			2,813	2,034	
175 Interest on Uniformed Services Savings	15,354	5,684	5,519		11,203	5,845	
180 Death Gratuities	141,730	105,000	25,700		130,700	105,900	
185 Unemployment Benefits	971,076	544,352	365,332		909,684	569,405	
190 Survivor Benefits	1,955						
195 Education Benefits	38,604	28,901			28,901	21,393	
200 Adoption Expenses	1,414	1,361			1,361	1,546	
210 Transportation Subsidy	17,127	22,064			22,064	19,061	
212 Reserve Income Replacement Program	98			207	207		
215 Partial Dislocation Allowance	2,298	2,619			2,619	2,450	
216 SGLI Extra Hazard Payments	275,811		269,328		269,328		
217 Reserve Officers Training Corps (ROTC)	170,515	167,543			167,543	168,679	
218 Junior ROTC	75,123	78,105			78,105	77,884	
219 Traumatic Injury Protection Coverage (T-SGLI)	46,394		37,811		37,811		
221 Stop-Loss Retroactive Payments	4,129						
228 Preventive Health Allowance Demonstration Project	269						
240 Cancelled Account Payment	170						
<b>Total Budget Activity 06</b>	<b>1,763,900</b>	<b>958,442</b>	<b>703,897</b>		<b>1,662,339</b>	<b>974,197</b>	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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# MILITARY PERSONNEL (M-1)

Department of Defense  
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 (Dollars in Thousands)

Military Personnel, Grand Total	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
Budget Activity 20: Undistributed CR1 Adj to Match Continuing Resolution		4,119,682			4,119,682		
Total Budget Activity 20		4,119,682			4,119,682		
Total Military Personnel - Active	122,523,959	113,501,681	12,947,846		126,449,527	111,307,748	
Less Reimbursables	997,522	983,673			983,673	1,020,421	
Total Direct - Active	121,526,437	112,518,008	12,947,846		125,465,854	110,287,327	
300 Medicare-Eligible Retiree Health Fund Contribution	7,919,013	5,877,189	271,673		6,148,862	4,923,575	
Grand Total Direct - Active Personnel Costs	129,445,450	118,395,197	13,219,519		131,614,716	115,210,902	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

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 (Dollars in Thousands)

Reserve Personnel, Grand Total	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
10 Pay Group A Training (15 Days & Drills 24/48)	2,874,022	2,976,711	32,401		3,009,112	3,086,496	
20 Pay Group B Training (Backfill For Active Duty)	167,091	184,749			184,749	184,370	
30 Pay Group F Training (Recruits)	472,557	515,491			515,491	535,591	
40 Pay Group P Training (Pipeline Recruits)	15,953	12,715			12,715	13,980	
60 Mobilization Training	18,552	19,522			19,522	20,860	
70 School Training	448,532	428,237	23,768		452,005	429,990	
80 Special Training	930,810	676,878	188,200		865,078	678,127	
90 Administration and Support	3,588,681	3,675,700	1,929		3,677,629	3,657,585	
95 Platoon Leader Class	8,093	11,759			11,759	7,770	
100 Education Benefits	62,280	66,362			66,362	37,116	
120 Health Profession Scholarship	164,816	182,573			182,573	175,566	
130 Other Programs (Admin & Support)	59,243	67,730			67,730	65,874	
CR1 Adj to Match Continuing Resolution		-183,524			-183,524		
<b>Total Budget Activity 01</b>	<b>8,810,630</b>	<b>8,818,427</b>	<b>246,298</b>		<b>9,064,725</b>	<b>8,893,325</b>	
<b>Total Budget Activity 20</b>		<b>-183,524</b>			<b>-183,524</b>		
<b>Total Direct - Reserve</b>	<b>8,810,630</b>	<b>8,634,903</b>	<b>246,298</b>		<b>8,881,201</b>	<b>8,893,325</b>	
300 Medicare-Eligible Retiree Health Fund Contribution	1,313,715	963,613			963,613	783,305	
<b>Grand Total Direct - Reserve Personnel Costs</b>	<b>10,124,345</b>	<b>9,598,516</b>	<b>246,298</b>		<b>9,844,814</b>	<b>9,676,630</b>	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## MILITARY PERSONNEL (M-1)

# MILITARY PERSONNEL (M-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit M-1 FY 2014 President's Budget  
 Total Obligational Authority  
 (Dollars in Thousands)

National Guard Personnel, Grand Total	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
10 Pay Group A Training (15 Days & Drills 24/48)	3,153,116	3,356,995	132,368		3,489,363	3,344,039	
30 Pay Group F Training (Recruits)	591,370	746,330			746,330	669,221	
40 Pay Group P Training (Pipeline Recruits)	46,321	34,339			34,339	40,724	
70 School Training	783,818	746,280	21,461		767,741	826,726	
80 Special Training	1,464,619	679,447	380,331		1,059,778	830,830	
90 Administration and Support	5,316,038	5,503,563	60,117		5,563,680	5,463,580	
100 Education Benefits	85,816	146,318			146,318	44,109	
CR1 Adj to Match Continuing Resolution		-473,370			-473,370		
<b>Total Budget Activity 01</b>	<b>11,441,098</b>	<b>11,213,272</b>	<b>594,277</b>		<b>11,807,549</b>	<b>11,219,229</b>	
<b>Total Budget Activity 20</b>		<b>-473,370</b>			<b>-473,370</b>		
<b>Total Direct - National Guard</b>	<b>11,441,098</b>	<b>10,739,902</b>	<b>594,277</b>		<b>11,334,179</b>	<b>11,219,229</b>	
300 Medicare-Eligible Retiree Health Fund Contribution	1,612,379	1,184,431			1,184,431	969,870	
<b>Grand Total Direct - National Guard Personnel Costs</b>	<b>13,053,477</b>	<b>11,924,333</b>	<b>594,277</b>		<b>12,518,610</b>	<b>12,189,099</b>	
<b>Grand Total Direct - Military Personnel</b>	<b>152,623,272</b>	<b>139,918,046</b>	<b>14,060,094</b>		<b>153,978,140</b>	<b>137,076,631</b>	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## MILITARY PERSONNEL (M-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

Appropriation Summary	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base
<b>Department of the Army</b>						
Operation & Maintenance, Army	77,283,209	30,739,869	28,591,441	5,370	59,336,680	35,073,077
Operation & Maintenance, Army Res	3,250,720	3,090,532	154,537		3,245,069	3,095,036
Operation & Maintenance, ARNG	7,228,002	6,967,313	382,448	3,165	7,352,926	7,054,196
Afghanistan Security Forces Fund	10,200,000		5,749,167		5,749,167	
Afghanistan Infrastructure Fund	400,000		400,000		400,000	
<b>Total Department of the Army</b>	<b>98,361,931</b>	<b>40,797,714</b>	<b>35,277,593</b>	<b>8,535</b>	<b>76,083,842</b>	<b>45,222,309</b>
<b>Department of the Navy</b>						
Operation & Maintenance, Navy	46,979,773	38,354,120	5,880,395	40,015	44,274,530	39,945,237
Operation & Maintenance, Marine Corps	9,740,404	5,576,860	4,066,340		9,643,200	6,254,650
Operation & Maintenance, Navy Res	1,373,876	1,313,121	55,924		1,369,045	1,197,752
Operation & Maintenance, MC Reserve	307,179	273,104	25,477		298,581	263,317
<b>Total Department of the Navy</b>	<b>58,401,232</b>	<b>45,517,205</b>	<b>10,028,136</b>	<b>40,015</b>	<b>55,585,356</b>	<b>47,660,956</b>
<b>Department of the Air Force</b>						
Operation & Maintenance, Air Force	48,186,517	35,192,379	9,241,613	8,500	44,442,492	37,270,842
Operation & Maintenance, AF Reserve	3,381,117	3,294,398	120,618		3,415,016	3,164,607
Operation & Maintenance, ANG	6,168,226	6,136,105	19,975	5,775	6,161,855	6,566,004
<b>Total Department of the Air Force</b>	<b>57,735,860</b>	<b>44,622,882</b>	<b>9,382,206</b>	<b>14,275</b>	<b>54,019,363</b>	<b>47,001,453</b>
<b>Defense-Wide</b>						
Operation and Maintenance, Defense-Wide	39,959,297	30,631,995	7,824,579		38,456,574	32,997,693
Office of the Inspector General	336,706	349,042	10,766		359,808	312,131
US Court of Appeals for Armed Forces, Def	13,385	13,946			13,946	13,606
Defense Health Program	32,342,804	32,669,259	993,898		33,663,157	33,054,528
Overseas Humanitarian, Disaster, and Civic Aid	107,662	108,321			108,321	109,500
Cooperative Threat Reduction Account	508,219	511,329			511,329	528,455
Military Intelligence Program Transfer Fund		312,660			312,660	
DoD Acquisition Workforce Development Fund	632,466	675,694			675,694	1,052,831
<b>Total Defense-Wide</b>	<b>73,900,539</b>	<b>65,272,246</b>	<b>8,829,243</b>		<b>74,101,489</b>	<b>68,068,744</b>

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

Appropriation Summary	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base
<b>Transfer Accounts</b>						
Drug Interdiction & Ctr-Drug Activities, Def	204,869	1,217,023	469,025		1,686,048	938,545
Environmental Restoration, Army		348,149			348,149	298,815
Environmental Restoration, Navy		310,557			310,557	316,103
Environmental Restoration, Air Force		528,669			528,669	439,820
Environmental Restoration, Defense		10,782			10,782	10,757
Environmental Restoration Formerly Used Sites		328,493			328,493	237,443
Overseas Contingency Operations Transfer Fund						5,000
<b>Total Transfer Accounts</b>	<b>204,869</b>	<b>2,743,673</b>	<b>469,025</b>		<b>3,212,698</b>	<b>2,246,483</b>
<b>Miscellaneous Accounts</b>						
Support for International Sporting Competitions , Defense	2,019					
Emergency Response Fund, Defense	4,693					
<b>Total Miscellaneous Accounts</b>	<b>6,712</b>					
<b>Indefinite Accounts</b>						
Disposal of DoD Real Property	37,489	60,747			60,747	10,000
Lease of DoD Real Property	78,790	92,636			92,636	36,432
<b>Total Indefinite Accounts</b>	<b>116,279</b>	<b>153,383</b>			<b>153,383</b>	<b>46,432</b>
<b>Total Operation and Maintenance Title plus Indefinite Accounts</b>	<b>288,727,422</b>	<b>199,107,103</b>	<b>63,986,203</b>	<b>62,825</b>	<b>263,156,131</b>	<b>210,246,377</b>
<b>Total Operation and Maintenance Title</b>	<b>288,611,143</b>	<b>198,953,720</b>	<b>63,986,203</b>	<b>62,825</b>	<b>263,002,748</b>	<b>210,199,945</b>

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

2020A Operation & Maintenance, Army	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
TOTAL, BA 01: Operating Forces	55,322,105	22,436,871	23,107,822	5,355	45,550,048	21,102,108	
TOTAL, BA 02: Mobilization	541,316	607,224			607,224	559,446	
TOTAL, BA 03: Training and Recruiting	4,893,955	5,058,610		13	5,058,623	4,829,561	
TOTAL, BA 04: Admin & Srvwide Activities	16,525,833	8,505,887	5,483,619	2	13,989,508	8,581,962	
TOTAL, BA 20: Undistributed		-5,868,723			-5,868,723		
Total Operation & Maintenance, Army	77,283,209	30,739,869	28,591,441	5,370	59,336,680	35,073,077	
Details:							
Budget Activity 01: Operating Forces							
Land Forces							
2020A 010 111 Maneuver Units	791,520	1,223,087			1,223,087	888,114	U
2020A 020 112 Modular Support Brigades	64,566	80,574			80,574	72,624	U
2020A 030 113 Echelons Above Brigade	507,223	723,039			723,039	617,402	U
2020A 040 114 Theater Level Assets	3,806,140	706,974	2,758,162		3,465,136	602,262	U
2020A 050 115 Land Forces Operations Support	1,994,048	1,226,650	991,396		2,218,046	1,032,484	U
2020A 060 116 Aviation Assets	834,685	1,319,832	40,300		1,360,132	1,287,462	U
Total Land Forces	7,998,182	5,280,156	3,789,858		9,070,014	4,500,348	
Land Forces Readiness							
2020A 070 121 Force Readiness Operations Support	5,816,805	3,447,174	1,755,445		5,202,619	3,559,656	U
2020A 080 122 Land Forces Systems Readiness	859,107	454,774	307,244		762,018	454,477	U
2020A 090 123 Land Forces Depot Maintenance	1,841,435	1,762,757			1,762,757	1,481,156	U
Total Land Forces Readiness	8,517,347	5,664,705	2,062,689		7,727,394	5,495,289	
Land Forces Readiness Support							
2020A 100 131 Base Operations Support	9,042,575	7,401,613	393,165	2,543	7,797,321	7,278,154	U
2020A 110 132 Facilities Sustainment, Restoration & Modernization	2,756,781	3,041,074	250,000	2,812	3,293,886	2,754,712	U
2020A 120 133 Management and Operational Hq's	377,932	410,171			410,171	425,271	U
2020A 130 134 Combatant Commanders Core Operations	170,972	177,819			177,819	185,064	U
2020A 140 135 Additional Activities	22,421,154		12,524,137		12,524,137		U
2020A 150 136 Commander's Emergency Response Program	117,113		400,000		400,000		U
2020A 160 137 RESET	3,490,721		3,687,973		3,687,973		U
2020A 170 138 Combatant Commanders Ancillary Missions	429,328	461,333			461,333	463,270	U
Total Land Forces Readiness Support	38,806,576	11,492,010	17,255,275	5,355	28,752,640	11,106,471	
Total, BA 01: Operating Forces	55,322,105	22,436,871	23,107,822	5,355	45,550,048	21,102,108	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level

Department of Defense

## **OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

FY 2014 President's Budget  
Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
Total Obligational Authority  
(Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
2020A Operation & Maintenance, Army							
Budget Activity 02: Mobilization							
Mobility Operations							
2020A 180 211 Strategic Mobility	338,710	405,496			405,496	360,240	U
2020A 190 212 Army Prepositioning Stocks	195,551	195,349			195,349	192,105	U
2020A 200 213 Industrial Preparedness	7,055	6,379			6,379	7,101	U
Total Mobility Operations	541,316	607,224			607,224	559,446	
Total, BA 02: Mobilization	541,316	607,224			607,224	559,446	
Budget Activity 03: Training and Recruiting							
Accession Training							
2020A 210 311 Officer Acquisition	122,115	112,866			112,866	115,992	U
2020A 220 312 Recruit Training	65,425	73,265			73,265	52,323	U
2020A 230 313 One Station Unit Training	36,236	51,227			51,227	43,589	U
2020A 240 314 Senior Reserve Officers Training Corps	503,519	443,306			443,306	453,745	U
Total Accession Training	727,295	680,664			680,664	665,649	
Basic Skills and Advanced Training							
2020A 250 321 Specialized Skill Training	1,015,172	1,099,556		13	1,099,569	1,034,495	U
2020A 260 322 Flight Training	1,041,384	1,130,627			1,130,627	1,016,876	U
2020A 270 323 Professional Development Education	190,254	191,683			191,683	186,565	U
2020A 280 324 Training Support	668,236	652,095			652,095	652,514	U
Total Basic Skills and Advanced Training	2,915,046	3,073,961		13	3,073,974	2,890,450	
Recruiting and Other Training & Education							
2020A 290 331 Recruiting and Advertising	512,470	507,510			507,510	485,500	U
2020A 300 332 Examining	170,725	156,964			156,964	170,912	U
2020A 310 333 Off-Duty and Voluntary Education	251,882	244,343			244,343	251,523	U
2020A 320 334 Civilian Education and Training	161,880	212,477			212,477	184,422	U
2020A 330 335 Junior ROTC	154,657	182,691			182,691	181,105	U
Total Recruiting and Other Training & Education	1,251,614	1,303,985			1,303,985	1,273,462	
Total, BA 03: Training and Recruiting	4,893,955	5,058,610		13	5,058,623	4,829,561	
Budget Activity 04: Admin & Srvwide Activities							
Logistics Operations							
2020A 350 421 Servicewide Transportation	5,661,732	601,331	3,238,310		3,839,641	690,089	U
2020A 360 422 Central Supply Activities	727,506	741,324	129,000		870,324	774,120	U

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**



# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c
2020A Operation & Maintenance, Army							
2020A 370 423 Logistic Support Activities	544,694	610,136			610,136	651,765	U
2020A 380 424 Ammunition Management	461,529	478,707	78,022		556,729	453,051	U
Total Logistics Operations	7,395,461	2,431,498	3,445,332		5,876,830	2,569,025	
Servicewide Support							
2020A 390 431 Administration	657,883	556,307			556,307	487,737	U
2020A 400 432 Servicewide Communications	1,532,321	1,547,925			1,547,925	1,563,115	U
2020A 410 433 Manpower Management	320,564	362,205			362,205	326,853	U
2020A 420 434 Other Personnel Support	355,232	220,754	137,277		358,031	234,364	U
2020A 430 435 Other Service Support	1,095,631	1,153,556	72,293	2	1,225,851	1,212,091	U
2020A 440 436 Army Claims Activities	237,740	250,970			250,970	243,540	U
2020A 450 437 Real Estate Management	222,450	222,351			222,351	241,101	U
2020A 460 438 Base Operations Support		222,379			222,379	226,291	U
Total Servicewide Support	4,421,821	4,536,447	209,570	2	4,746,019	4,535,092	
Support of Other Nations							
2020A 470 441 Support of NATO Operations	437,144	459,710			459,710	426,651	U
2020A 480 442 Misc. Support of Other Nations	19,615	25,637			25,637	27,248	U
Total Support of Other Nations	456,759	485,347			485,347	453,899	
Administration							
2020A 490 451 Closed Account Adjustments	29,089						U
2020A 500 471 Foreign Currency Fluctuation	-54,057						U
2020A 510 493 Defense Environmental Restoration Account (DERA)	674,339						U
Total Administration	649,371						
Judgment Fund							
2020A 520 461 Judgment Fund	145						U
Total Judgment Fund	145						
2020A 999 Classified Programs	3,602,276	1,052,595	1,828,717		2,881,312	1,023,946	U
Total, BA 04: Admin & Srvwide Activities	16,525,833	8,505,887	5,483,619	2	13,989,508	8,581,962	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
2020A Operation & Maintenance, Army							S e c -
Budget Activity 20: Undistributed							
Undistributed							
2020A 530 CR Adj to Match Continuing Resolution		-5,868,723			-5,868,723		U
Total Undistributed		-5,868,723			-5,868,723		
Total, BA 20: Undistributed		-5,868,723			-5,868,723		
Total Operation & Maintenance, Army	77,283,209	30,739,869	28,591,441	5,370	59,336,680	35,073,077	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
2080A Operation & Maintenance, Army Res							S e c
TOTAL, BA 01: Operating Forces	3,095,193	3,034,929	154,537		3,189,466	3,001,624	
TOTAL, BA 04: Admin & Srvwd Activities	155,527	127,079			127,079	93,412	
TOTAL, BA 20: Undistributed		-71,476			-71,476		
Total Operation & Maintenance, Army Res	3,250,720	3,090,532	154,537		3,245,069	3,095,036	
Details:							
Budget Activity 01: Operating Forces							
Land Forces							
2080A 010 111 Maneuver Units	1,077	1,391			1,391	1,621	U
2080A 020 112 Modular Support Brigades	18,053	20,889			20,889	24,429	U
2080A 030 113 Echelons Above Brigade	518,491	592,724	78,600		671,324	657,099	U
2080A 040 114 Theater Level Assets	131,321	114,983			114,983	122,485	U
2080A 050 115 Land Forces Operations Support	590,347	633,091	20,811		653,902	584,058	U
2080A 060 116 Aviation Assets	67,864	76,823			76,823	79,380	U
Total Land Forces	1,327,153	1,439,901	99,411		1,539,312	1,469,072	
Land Forces Readiness							
2080A 070 121 Force Readiness Operations Support	526,363	481,997	20,726		502,723	471,616	U
2080A 080 122 Land Forces Systems Readiness	74,194	70,118			70,118	74,243	U
2080A 090 123 Land Forces Depot Maintenance	246,778	141,205			141,205	70,894	U
Total Land Forces Readiness	847,335	693,320	20,726		714,046	616,753	
Land Forces Readiness Support							
2080A 100 131 Base Operations Support	635,812	561,878	34,400		596,278	569,801	U
2080A 110 132 Facilities Sustainment, Restoration & Modernization	284,893	287,399			287,399	294,145	U
2080A 120 133 Management and Operational Hq's		52,431			52,431	51,853	U
Total Land Forces Readiness Support	920,705	901,708	34,400		936,108	915,799	
Total, BA 01: Operating Forces	3,095,193	3,034,929	154,537		3,189,466	3,001,624	
Budget Activity 04: Admin & Srvwd Activities							
Logistics Operations							
2080A 130 421 Servicewide Transportation	14,447	12,995			12,995	10,735	U
Total Logistics Operations	14,447	12,995			12,995	10,735	

## OPERATION AND MAINTENANCE (O-1)

# **OPERATION AND MAINTENANCE, (O-1)**

Servicewide Support

2080A 140 431 Administration

75,313

32,432

32,432

24,197 U

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c
2080A Operation & Maintenance, Army Res							
2080A 150 432 Servicewide Communications	3,807	4,895			4,895	10,304	U
2080A 160 433 Manpower Management	15,854	16,074			16,074	10,319	U
2080A 170 434 Recruiting and Advertising	46,106	60,683			60,683	37,857	U
Total Servicewide Support	141,080	114,084			114,084	82,677	
Total, BA 04: Admin & Srvwd Activities	155,527	127,079			127,079	93,412	
Budget Activity 20: Undistributed							
Undistributed							
2080A 180 CR Adj to Match Continuing Resolution		-71,476			-71,476		U
Total Undistributed		-71,476			-71,476		
Total, BA 20: Undistributed		-71,476			-71,476		
Total Operation & Maintenance, Army Res	3,250,720	3,090,532	154,537		3,245,069	3,095,036	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
2065A Operation & Maintenance, ARNG							
TOTAL, BA 01: Operating Forces	6,619,828	6,648,912	380,448	3,165	7,032,525	6,613,059	
TOTAL, BA 04: Admin & Srvwd Activities	608,174	459,700	2,000		461,700	441,137	
TOTAL, BA 20: Undistributed		-141,299			-141,299		
Total Operation & Maintenance, ARNG	7,228,002	6,967,313	382,448	3,165	7,352,926	7,054,196	
Details:							
Budget Activity 01: Operating Forces							
Land Forces							
2065A 010 111 Maneuver Units	659,988	680,206	38,485		718,691	800,880	U
2065A 020 112 Modular Support Brigades	153,527	186,408	1,959		188,367	178,650	U
2065A 030 113 Echelons Above Brigade	687,581	865,628	20,076		885,704	771,503	U
2065A 040 114 Theater Level Assets	170,265	112,651	2,028		114,679	98,699	U
2065A 050 115 Land Forces Operations Support	38,684	36,091			36,091	38,779	U
2065A 060 116 Aviation Assets	920,775	907,011	183,811		1,090,822	922,503	U
Total Land Forces	2,630,820	2,787,995	246,359		3,034,354	2,811,014	
Land Forces Readiness							
2065A 070 121 Force Readiness Operations Support	708,778	751,606	43,780		795,386	761,056	U
2065A 080 122 Land Forces Systems Readiness	68,687	60,043			60,043	62,971	U
2065A 090 123 Land Forces Depot Maintenance	580,715	411,940			411,940	233,105	U
Total Land Forces Readiness	1,358,180	1,223,589	43,780		1,267,369	1,057,132	
Land Forces Readiness Support							
2065A 100 131 Base Operations Support	1,124,483	995,423	70,237		1,065,660	1,019,059	U
2065A 110 132 Facilities Sustainment, Restoration & Modernization	614,336	688,189		3,165	691,354	712,139	U
2065A 120 133 Management and Operational Hq's	892,009	953,716	20,072		973,788	1,013,715	U
Total Land Forces Readiness Support	2,630,828	2,637,328	90,309	3,165	2,730,802	2,744,913	
Total, BA 01: Operating Forces	6,619,828	6,648,912	380,448	3,165	7,032,525	6,613,059	

Budget Activity 04: Admin & Srvwd Activities

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

Logistics Operations							
2065A	130	421	Servicewide Transportation	6,119	11,806	11,806	10,812 U
			Total Logistics Operations	6,119	11,806	11,806	10,812

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
2065A Operation & Maintenance, ARNG							
Servicewide Support							
2065A 140 437 Real Estate Management		1,656			1,656	1,551	U
Total Servicewide Support		1,656			1,656	1,551	
Servicewide Support							
2065A 150 431 Administration	159,936	89,358			89,358	78,284	U
2065A 160 432 Servicewide Communications	40,854	39,513	2,000		41,513	46,995	U
2065A 170 433 Manpower Management	6,229	7,224			7,224	6,390	U
2065A 180 434 Recruiting and Advertising	395,036	310,143			310,143	297,105	U
Total Servicewide Support	602,055	446,238	2,000		448,238	428,774	
Total, BA 04: Admin & Srvwd Activities	608,174	459,700	2,000		461,700	441,137	
Budget Activity 20: Undistributed							
Undistributed							
2065A 190 CR Adj to Match Continuing Resolution		-141,299			-141,299		U
Total Undistributed		-141,299			-141,299		
Total, BA 20: Undistributed		-141,299			-141,299		
Total Operation & Maintenance, ARNG	7,228,002	6,967,313	382,448	3,165	7,352,926	7,054,196	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)



# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
2091A Afghanistan Security Forces Fund							S e c
TOTAL, BA 01: Ministry of Defense	6,234,815		3,713,726		3,713,726		
TOTAL, BA 02: Ministry of Interior	3,570,697		2,010,677		2,010,677		
TOTAL, BA 04: Detainee Ops	107,405		24,764		24,764		
TOTAL, BA 05: Contributions	287,083						
Total Afghanistan Security Forces Fund	10,200,000		5,749,167		5,749,167		
Details:							
Budget Activity 01: Ministry of Defense							
Defense Forces							
2091A 010 110 Sustainment			2,523,825		2,523,825		U
2091A 020 120 Infrastructure			190,000		190,000		U
2091A 030 130 Equipment and Transportation			241,521		241,521		U
2091A 040 140 Training and Operations			758,380		758,380		U
Total Defense Forces			3,713,726		3,713,726		
Administration							
2091A 050 100 Afghanistan Security Forces Fund	6,234,815						U
Total Administration	6,234,815						
Total, BA 01: Ministry of Defense	6,234,815		3,713,726		3,713,726		
Budget Activity 02: Ministry of Interior							
Interior Forces							
2091A 060 210 Sustainment			1,305,950		1,305,950		U
2091A 070 220 Infrastructure			50,000		50,000		U
2091A 080 230 Equipment and Transportation			84,859		84,859		U
2091A 090 240 Training and Operations			569,868		569,868		U
Total Interior Forces			2,010,677		2,010,677		
Administration							
2091A 100 200 Ministry Of Interior	3,570,697						U
Total Administration	3,570,697						
Total, BA 02: Ministry of Interior	3,570,697		2,010,677		2,010,677		

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
2091A Afghanistan Security Forces Fund							S e c -
Budget Activity 04: Detainee Ops							
Related Activities							
2091A 110 410 Sustainment	107,405		18,325		18,325		U
2091A 120 420 Infrastructue			1,200		1,200		U
2091A 130 430 Equipment & Transportation			1,239		1,239		U
2091A 140 440 Training and Operations			4,000		4,000		U
Total Related Activities	107,405		24,764		24,764		
Total, BA 04: Detainee Ops	107,405		24,764		24,764		
Budget Activity 05: Contributions							
Related Activities							
2091A 150 500 Contributions	287,083						U
Total Related Activities	287,083						
Total, BA 05: Contributions	287,083						
Total Afghanistan Security Forces Fund	10,200,000		5,749,167		5,749,167		

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	
	-----	-----	-----	-----	-----	-----	-
2096A Afghanistan Infrastructure Fund							S
TOTAL, BA 01: Afghanistan Infrastructure Fund	400,000		400,000		400,000		e
Total Afghanistan Infrastructure Fund	400,000		400,000		400,000		c
Details:							
Budget Activity 01: Afghanistan Infrastructure Fund							
Administration							
2096A 010 011 Power	168,600						U
2096A 020 110 Power			400,000		400,000		U
2096A 030 120 Transportation	45,600						U
2096A 040 130 Water	185,800						U
Total Administration	400,000		400,000		400,000		
Total, BA 01: Afghanistan Infrastructure Fund	400,000		400,000		400,000		
Total Afghanistan Infrastructure Fund	400,000		400,000		400,000		

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
1804N Operation & Maintenance, Navy							
TOTAL, BA 01: Operating Forces	38,992,496	33,758,297	5,329,365	39,819	39,127,481	32,610,122	
TOTAL, BA 02: Mobilization	825,025	1,517,648	285,856	62	1,803,566	660,745	
TOTAL, BA 03: Training and Recruiting	1,837,135	1,716,430	50,903	26	1,767,359	1,798,142	
TOTAL, BA 04: Admin & Srvwd Activities	5,325,117	4,614,568	214,271	108	4,828,947	4,876,228	
TOTAL, BA 20: Undistributed		-3,252,823			-3,252,823		
Total Operation & Maintenance, Navy	46,979,773	38,354,120	5,880,395	40,015	44,274,530	39,945,237	
Details:							
Budget Activity 01: Operating Forces							
Air Operations							
1804N 010 1A1A Mission and Other Flight Operations	5,513,964	4,918,144	937,098		5,855,242	4,952,522	U
1804N 020 1A2A Fleet Air Training	1,805,048	1,886,825			1,886,825	1,826,404	U
1804N 030 1A3A Aviation Technical Data & Engineering Services	47,273	44,032	1,000		45,032	38,639	U
1804N 040 1A4A Air Operations and Safety Support	113,440	101,565	15,794		117,359	90,030	U
1804N 050 1A4N Air Systems Support	442,087	374,827	19,013		393,840	362,700	U
1804N 060 1A5A Aircraft Depot Maintenance	1,170,535	960,802	201,912		1,162,714	915,881	U
1804N 070 1A6A Aircraft Depot Operations Support	41,157	37,545	3,000		40,545	35,838	U
1804N 080 1A9A Aviation Logistics	265,272	328,805	44,150		372,955	379,914	U
Total Air Operations	9,398,776	8,652,545	1,221,967		9,874,512	8,601,928	
Ship Operations							
1804N 090 1B1B Mission and Other Ship Operations	5,213,855	4,686,535	463,738		5,150,273	3,884,836	U
1804N 100 1B2B Ship Operations Support & Training	766,714	769,204	24,774		793,978	734,852	U
1804N 110 1B4B Ship Depot Maintenance	6,894,279	5,089,981	1,310,010		6,399,991	5,191,511	U
1804N 120 1B5B Ship Depot Operations Support	1,304,491	1,315,366			1,315,366	1,351,274	U
Total Ship Operations	14,179,339	11,861,086	1,798,522		13,659,608	11,162,473	
Combat Operations/Support							
1804N 130 1C1C Combat Communications	711,777	619,909	42,965	3	662,877	701,316	U
1804N 140 1C2C Electronic Warfare	98,024	92,364			92,364	97,710	U
1804N 150 1C3C Space Systems and Surveillance	211,891	174,437			174,437	172,330	U
1804N 160 1C4C Warfare Tactics	492,574	441,035	25,970		467,005	454,682	U
1804N 170 1C5C Operational Meteorology and Oceanography	363,073	333,554	19,226	16	352,796	328,406	U
1804N 180 1C6C Combat Support Forces	2,309,948	910,087	1,668,359		2,578,446	946,429	U
1804N 190 1C7C Equipment Maintenance	197,159	167,158	7,954		175,112	142,249	U
1804N 200 1C8C Depot Operations Support	4,124	4,183			4,183	2,603	U
1804N 210 1CCH Combatant Commanders Core Operations	108,670	95,528			95,528	102,970	U

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c
1804N Operation & Maintenance, Navy							
1804N 220 1CCM Combatant Commanders Direct Mission Support	207,459	204,569			204,569	199,128	U
Total Combat Operations/Support	4,704,699	3,042,824	1,764,474	19	4,807,317	3,147,823	
Weapons Support							
1804N 230 1D1D Cruise Missile	124,822	111,884			111,884	92,671	U
1804N 240 1D2D Fleet Ballistic Missile	1,192,496	1,181,038			1,181,038	1,193,188	U
1804N 250 1D3D In-Service Weapons Systems Support	218,446	87,606	94,655		182,261	105,985	U
1804N 260 1D4D Weapons Maintenance	763,236	519,583	303,087		822,670	532,627	U
1804N 270 1D7D Other Weapon Systems Support	360,937	300,435			300,435	304,160	U
Total Weapons Support	2,659,937	2,200,546	397,742		2,598,288	2,228,631	
Base Support							
1804N 280 BSIT Enterprise Information	968,686	1,077,924			1,077,924	1,011,528	U
1804N 290 BSM1 Sustainment, Restoration and Modernization	2,243,701	2,101,279	3,218	36,387	2,140,884	1,996,821	U
1804N 300 BSS1 Base Operating Support	4,837,358	4,822,093	143,442	3,413	4,968,948	4,460,918	U
Total Base Support	8,049,745	8,001,296	146,660	39,800	8,187,756	7,469,267	
Total, BA 01: Operating Forces	38,992,496	33,758,297	5,329,365	39,819	39,127,481	32,610,122	
Budget Activity 02: Mobilization							
Ready Reserve and Prepositioning Force							
1804N 310 2A1F Ship Prepositioning and Surge	481,011	334,659			334,659	331,576	U
Total Ready Reserve and Prepositioning Force	481,011	334,659			334,659	331,576	
Activations/Inactivations							
1804N 320 2B1G Aircraft Activations/Inactivations	7,244	6,562			6,562	6,638	U
1804N 330 2B2G Ship Activations/Inactivations	213,806	1,066,329		62	1,066,391	222,752	U
Total Activations/Inactivations	221,050	1,072,891		62	1,072,953	229,390	
Mobilization Preparation							
1804N 340 2C1H Expeditionary Health Services Systems	95,218	83,901	31,395		115,296	73,310	U
1804N 350 2C2H Industrial Readiness	2,670	2,695			2,695	2,675	U
1804N 360 2C3H Coast Guard Support	25,076	23,502	254,461		277,963	23,794	U
Total Mobilization Preparation	122,964	110,098	285,856		395,954	99,779	
Total, BA 02: Mobilization	825,025	1,517,648	285,856	62	1,803,566	660,745	

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## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	
	-----	-----	-----	-----	-----	-----	-----
1804N Operation & Maintenance, Navy							S e c
Budget Activity 03: Training and Recruiting							
Accession Training							
1804N 370 3A1J Officer Acquisition	145,945	147,807			147,807	148,516	U
1804N 380 3A2J Recruit Training	12,694	10,473			10,473	9,384	U
1804N 390 3A3J Reserve Officers Training Corps	130,680	139,220			139,220	139,876	U
Total Accession Training	289,319	297,500			297,500	297,776	
Basic Skills and Advanced Training							
1804N 400 3B1K Specialized Skill Training	642,350	582,177	50,903	13	633,093	630,069	U
1804N 410 3B2K Flight Training	8,713	5,456			5,456	9,294	U
1804N 420 3B3K Professional Development Education	183,815	170,746			170,746	169,082	U
1804N 430 3B4K Training Support	183,408	153,403		10	153,413	164,368	U
Total Basic Skills and Advanced Training	1,018,286	911,782	50,903	23	962,708	972,813	
Recruiting and Other Training & Education							
1804N 440 3C1L Recruiting and Advertising	270,209	241,329		2	241,331	241,733	U
1804N 450 3C3L Off-Duty and Voluntary Education	131,966	108,226			108,226	139,815	U
1804N 460 3C4L Civilian Education and Training	74,064	105,776			105,776	94,632	U
1804N 470 3C5L Junior ROTC	53,291	51,817		1	51,818	51,373	U
Total Recruiting and Other Training & Education	529,530	507,148		3	507,151	527,553	
Total, BA 03: Training and Recruiting	1,837,135	1,716,430	50,903	26	1,767,359	1,798,142	
Budget Activity 04: Admin & Srvwd Activities							
Servicewide Support							
1804N 480 4A1M Administration	853,421	797,177	1,377		798,554	886,088	U
1804N 490 4A2M External Relations	15,383	12,872	487		13,359	13,131	U
1804N 500 4A3M Civilian Manpower and Personnel Management	122,838	120,181			120,181	115,742	U
1804N 510 4A4M Military Manpower and Personnel Management	225,062	235,753	6,022		241,775	382,150	U
1804N 520 4A5M Other Personnel Support	267,248	263,060	3,514	1	266,575	268,403	U
1804N 530 4A6M Servicewide Communications	553,136	363,213			363,213	317,293	U
1804N 540 4A8M Medical Activities	23,981						U
Total Servicewide Support	2,061,069	1,792,256	11,400	1	1,803,657	1,982,807	
Logistics Operations and Technical Support							
1804N 550 4B1N Servicewide Transportation	468,505	182,343	184,864		367,207	207,128	U
1804N 560 4B2E Environmental Programs	308,062						U
1804N 570 4B2N Planning, Engineering and Design	287,074	282,464			282,464	295,855	U
1804N 580 4B3N Acquisition and Program Management	884,049	1,092,123	2,026	107	1,094,256	1,140,484	U

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**



# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
1804N Operation & Maintenance, Navy							S e c
1804N 590 4B5N Hull, Mechanical and Electrical Support	54,428	53,560			53,560	52,873	U
1804N 600 4B6N Combat/Weapons Systems	20,118	25,299			25,299	27,587	U
1804N 610 4B7N Space and Electronic Warfare Systems	65,708	64,418			64,418	75,728	U
Total Logistics Operations and Technical Support	2,087,944	1,700,207	186,890	107	1,887,204	1,799,655	
Investigations and Security Programs							
1804N 620 4C1P Naval Investigative Service	597,831	580,042	1,425		581,467	543,026	U
Total Investigations and Security Programs	597,831	580,042	1,425		581,467	543,026	
Support of Other Nations							
1804N 680 4D1Q International Headquarters and Agencies	5,074	4,984			4,984	4,965	U
Total Support of Other Nations	5,074	4,984			4,984	4,965	
Cancelled Accounts							
1804N 690 4EMM Cancelled Account Adjustments	4,927						U
1804N 700 4EPJ Judgement Fund	7,606						U
Total Cancelled Accounts	12,533						
1804N 999 Classified Programs	560,666	537,079	14,556		551,635	545,775	U
Total, BA 04: Admin & Srvwd Activities	5,325,117	4,614,568	214,271	108	4,828,947	4,876,228	
Budget Activity 20: Undistributed							
Undistributed							
1804N 710 CR Adj to Match Continuing Resolution		-3,252,823			-3,252,823		U
Total Undistributed		-3,252,823			-3,252,823		
Total, BA 20: Undistributed		-3,252,823			-3,252,823		
Total Operation & Maintenance, Navy	46,979,773	38,354,120	5,880,395	40,015	44,274,530	39,945,237	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
1106N Operation & Maintenance, Marine Corps							
TOTAL, BA 01: Operating Forces	7,882,754	4,833,412	3,326,800		8,160,212	4,994,062	
TOTAL, BA 03: Training and Recruiting	924,069	680,314	215,212		895,526	777,889	
TOTAL, BA 04: Admin & Srvwd Activities	933,581	469,437	524,328		993,765	482,699	
TOTAL, BA 20: Undistributed		-406,303			-406,303		
Total Operation & Maintenance, Marine Corps	9,740,404	5,576,860	4,066,340		9,643,200	6,254,650	
Details:							
Budget Activity 01: Operating Forces							
Expeditionary Forces							
1106N 010 1A1A Operational Forces	2,154,810	788,055	1,921,258		2,709,313	837,012	U
1106N 020 1A2A Field Logistics	1,856,561	762,614	1,094,028		1,856,642	894,555	U
1106N 030 1A3A Depot Maintenance	453,513	168,447	222,824		391,271	223,337	U
Total Expeditionary Forces	4,464,884	1,719,116	3,238,110		4,957,226	1,954,904	
USMC Prepositioning							
1106N 040 1B1B Maritime Prepositioning	84,460	100,374			100,374	97,878	U
Total USMC Prepositioning	84,460	100,374			100,374	97,878	
Base Support							
1106N 050 BSM1 Sustainment, Restoration & Modernization	895,921	825,039			825,039	774,619	U
1106N 060 BSS1 Base Operating Support	2,437,489	2,188,883	88,690		2,277,573	2,166,661	U
Total Base Support	3,333,410	3,013,922	88,690		3,102,612	2,941,280	
Total, BA 01: Operating Forces	7,882,754	4,833,412	3,326,800		8,160,212	4,994,062	
Budget Activity 03: Training and Recruiting							
Accession Training							
1106N 070 3A1C Recruit Training	17,765	18,251			18,251	17,693	U
1106N 080 3A2C Officer Acquisition	788	869			869	896	U
Total Accession Training	18,553	19,120			19,120	18,589	
Basic Skills and Advanced Training							
1106N 090 3B1D Specialized Skill Training	90,245	80,914			80,914	100,806	U
1106N 100 3B3D Professional Development Education	38,135	42,744			42,744	46,928	U
1106N 110 3B4D Training Support	500,037	292,150	215,212		507,362	356,426	U
Total Basic Skills and Advanced Training	628,417	415,808	215,212		631,020	504,160	

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c -
1106N Operation & Maintenance, Marine Corps							
Recruiting and Other Training & Education							
1106N 120 3C1F Recruiting and Advertising	197,322	168,609			168,609	179,747	U
1106N 130 3C2F Off-Duty and Voluntary Education	60,261	56,865			56,865	52,255	U
1106N 140 3C3F Junior ROTC	19,516	19,912			19,912	23,138	U
Total Recruiting and Other Training & Education	277,099	245,386			245,386	255,140	
Total, BA 03: Training and Recruiting	924,069	680,314	215,212		895,526	777,889	
Budget Activity 04: Admin & Srvwd Activities							
Servicewide Support							
1106N 150 4A3G Servicewide Transportation	362,517	39,962	512,627		552,589	43,816	U
1106N 160 4A4G Administration						305,107	U
1106N 180 4B3N Acquisition and Program Management	88,344	83,404			83,404	87,500	U
Total Servicewide Support	450,861	123,366	512,627		635,993	436,423	
1106N 999 Classified Programs	482,720	346,071	11,701		357,772	46,276	U
Total, BA 04: Admin & Srvwd Activities	933,581	469,437	524,328		993,765	482,699	
Budget Activity 20: Undistributed							
Undistributed							
1106N 190 CR Adj to Match Continuing Resolution		-406,303			-406,303		U
Total Undistributed		-406,303			-406,303		
Total, BA 20: Undistributed		-406,303			-406,303		
Total Operation & Maintenance, Marine Corps	9,740,404	5,576,860	4,066,340		9,643,200	6,254,650	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c
1806N Operation & Maintenance, Navy Res							
TOTAL, BA 01: Operating Forces	1,350,859	1,224,046	55,924		1,279,970	1,174,808	
TOTAL, BA 04: Admin & Srvwd Activities	23,017	22,936			22,936	22,944	
TOTAL, BA 20: Undistributed		66,139			66,139		
Total Operation & Maintenance, Navy Res	1,373,876	1,313,121	55,924		1,369,045	1,197,752	
Details:							
Budget Activity 01: Operating Forces							
Air Operations							
1806N 010 1A1A Mission and Other Flight Operations	640,312	616,776	24,834		641,610	586,620	U
1806N 020 1A3A Intermediate Maintenance	14,817	15,076	300		15,376	7,008	U
1806N 030 1A4A Air Operations and Safety Support	1,207	1,479			1,479		U
1806N 040 1A5A Aircraft Depot Maintenance	140,775	107,251	13,364		120,615	100,657	U
1806N 050 1A6A Aircraft Depot Operations Support	268	355			355	305	U
1806N 060 1A9A Aviation Logistics						3,927	U
Total Air Operations	797,379	740,937	38,498		779,435	698,517	
Ship Operations							
1806N 070 1B1B Mission and Other Ship Operations	60,671	82,186	8,213		90,399	75,933	U
1806N 080 1B2B Ship Operations Support & Training	587	589			589	601	U
1806N 090 1B4B Ship Depot Maintenance	71,131	48,593	929		49,522	44,364	U
Total Ship Operations	132,389	131,368	9,142		140,510	120,898	
Combat Operations/Support							
1806N 100 1C1C Combat Communications	15,362	15,274			15,274	15,477	U
1806N 110 1C6C Combat Support Forces	142,816	124,917	8,244		133,161	115,608	U
Total Combat Operations/Support	158,178	140,191	8,244		148,435	131,085	
Weapons Support							
1806N 120 1D4D Weapons Maintenance	6,987	1,978			1,978	1,967	U
Total Weapons Support	6,987	1,978			1,978	1,967	
Base Support							
1806N 130 BSIT Enterprise Information	71,571	43,699			43,699	43,726	U
1806N 140 BSMR Sustainment, Restoration and Modernization	75,428	60,646			60,646	69,011	U

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

1806N	150 BSSR Base Operating Support	108,927	105,227	40	105,267	109,604	U
	Total Base Support	255,926	209,572	40	209,612	222,341	
	Total, BA 01: Operating Forces	1,350,859	1,224,046	55,924	1,279,970	1,174,808	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
1806N Operation & Maintenance, Navy Res							S c -
Budget Activity 04: Admin & Srvwd Activities							
Servicewide Support							
1806N 160 4A1M Administration	1,141	3,117			3,117	2,905	U
1806N 170 4A4M Military Manpower and Personnel Management	14,527	14,337			14,337	14,425	U
1806N 180 4A6M Servicewide Communications	4,394	2,392			2,392	2,485	U
Total Servicewide Support	20,062	19,846			19,846	19,815	
Logistics Operations and Technical Support							
1806N 190 4B3N Acquisition and Program Management	2,955	3,090			3,090	3,129	U
Total Logistics Operations and Technical Support	2,955	3,090			3,090	3,129	
Total, BA 04: Admin & Srvwd Activities	23,017	22,936			22,936	22,944	
Budget Activity 20: Undistributed							
Undistributed							
1806N 200 CR Adj to Match Continuing Resolution		66,139			66,139		U
Total Undistributed		66,139			66,139		
Total, BA 20: Undistributed		66,139			66,139		
Total Operation & Maintenance, Navy Res	1,373,876	1,313,121	55,924		1,369,045	1,197,752	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
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 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
1107N Operation & Maintenance, MC Reserve							S e c
TOTAL, BA 01: Operating Forces	287,918	248,084	25,477		273,561	241,522	
TOTAL, BA 04: Admin & Srvwd Activities	19,261	24,201			24,201	21,795	
TOTAL, BA 20: Undistributed		819			819		
Total Operation & Maintenance, MC Reserve	307,179	273,104	25,477		298,581	263,317	
Details:							
Budget Activity 01: Operating Forces							
Expeditionary Forces							
1107N 010 1A1A Operating Forces	111,819	89,690	22,657		112,347	96,244	U
1107N 020 1A3A Depot Maintenance	16,410	16,735			16,735	17,581	U
Total Expeditionary Forces	128,229	106,425	22,657		129,082	113,825	
Base Support							
1107N 030 BSM1 Sustainment, Restoration and Modernization	54,415	37,913			37,913	32,438	U
1107N 040 BSS1 Base Operating Support	105,274	103,746	2,820		106,566	95,259	U
Total Base Support	159,689	141,659	2,820		144,479	127,697	
Total, BA 01: Operating Forces	287,918	248,084	25,477		273,561	241,522	
Budget Activity 04: Admin & Srvwd Activities							
Servicewide Support							
1107N 050 4A3G Servicewide Transportation	846	873			873	894	U
1107N 060 4A4G Administration	9,430	14,330			14,330	11,743	U
1107N 070 4A6G Recruiting and Advertising	8,985	8,998			8,998	9,158	U
Total Servicewide Support	19,261	24,201			24,201	21,795	
Total, BA 04: Admin & Srvwd Activities	19,261	24,201			24,201	21,795	
Budget Activity 20: Undistributed							
Undistributed							
1107N 080 CR Adj to Match Continuing Resolution		819			819		U
Total Undistributed		819			819		

## OPERATION AND MAINTENANCE (O-1)



## **OPERATION AND MAINTENANCE, (O-1)**

Total, BA 20: Undistributed		819		819	
Total Operation & Maintenance, MC Reserve	307,179	273,104	25,477	298,581	263,317

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
3400F Operation & Maintenance, Air Force							S e c -
TOTAL, BA 01: Operating Forces	27,017,533	20,047,084	4,587,369	2,121	24,636,574	21,968,363	
TOTAL, BA 02: Mobilization	8,685,372	4,434,097	3,799,350	4,894	8,238,341	4,593,792	
TOTAL, BA 03: Training and Recruiting	3,767,555	3,745,868	13,130		3,758,998	3,605,515	
TOTAL, BA 04: Admin & Srvwd Activities	8,716,057	7,208,311	841,764	1,485	8,051,560	7,103,172	
TOTAL, BA 20: Undistributed		-242,981			-242,981		
Total Operation & Maintenance, Air Force	48,186,517	35,192,379	9,241,613	8,500	44,442,492	37,270,842	
Details:							
Budget Activity 01: Operating Forces							
Air Operations							
3400F 010 011A Primary Combat Forces	4,989,024	2,973,141	1,494,144		4,467,285	3,295,814	U
3400F 020 011C Combat Enhancement Forces	2,659,265	1,611,032	809,531		2,420,563	1,875,095	U
3400F 030 011D Air Operations Training (OJT, Maintain Skills)	1,536,714	1,472,806	13,095		1,485,901	1,559,109	U
3400F 040 011M Depot Maintenance	6,771,812	5,545,470	1,403,238		6,948,708	5,956,304	U
3400F 050 011R Facilities Sustainment, Restoration & Modernization	1,763,673	1,353,987	155,954	2,065	1,512,006	1,834,424	U
3400F 060 011Z Base Support	4,641,443	2,595,032	342,226	56	2,937,314	2,779,811	U
Total Air Operations	22,361,931	15,551,468	4,218,188	2,121	19,771,777	17,300,557	
Combat Related Operations							
3400F 070 012A Global C3I and Early Warning	991,554	957,040	15,108		972,148	913,841	U
3400F 080 012C Other Combat Ops Spt Programs	1,178,763	916,200	271,390		1,187,590	916,837	U
3400F 090 012D JCS Exercises	10						U
3400F 100 012F Tactical Intel and Other Special Activities	609,412	733,716	25,400		759,116	720,349	U
Total Combat Related Operations	2,779,739	2,606,956	311,898		2,918,854	2,551,027	
Space Operations							
3400F 110 013A Launch Facilities	306,547	314,490			314,490	305,275	U
3400F 120 013C Space Control Systems	515,663	488,762	5,110		493,872	433,658	U
Total Space Operations	822,210	803,252	5,110		808,362	738,933	
COCOM							
3400F 130 015A Combatant Commanders Direct Mission Support	859,010	862,979	52,173		915,152	1,146,016	U
3400F 140 015B Combatant Commanders Core Operations	194,643	222,429			222,429	231,830	U
Total COCOM	1,053,653	1,085,408	52,173		1,137,581	1,377,846	
Total, BA 01: Operating Forces	27,017,533	20,047,084	4,587,369	2,121	24,636,574	21,968,363	

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
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 Total Obligational Authority  
 (Dollars in Thousands)

3400F Operation & Maintenance, Air Force	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c -
<b>Budget Activity 02: Mobilization</b>							
<b>Mobility Operations</b>							
3400F 150 021A Airlift Operations	5,439,417	1,785,379	3,187,211		4,972,590	2,015,902	U
3400F 160 021D Mobilization Preparedness	256,515	154,049	43,509		197,558	147,216	U
3400F 170 021M Depot Maintenance	1,750,465	1,477,396	554,943		2,032,339	1,556,232	U
3400F 180 021R Facilities Sustainment, Restoration & Modernization	444,812	309,699	4,431	4,607	318,737	167,402	U
3400F 190 021Z Base Support	794,163	707,574	9,256	287	717,117	707,040	U
<b>Total Mobility Operations</b>	<b>8,685,372</b>	<b>4,434,097</b>	<b>3,799,350</b>	<b>4,894</b>	<b>8,238,341</b>	<b>4,593,792</b>	
<b>Total, BA 02: Mobilization</b>	<b>8,685,372</b>	<b>4,434,097</b>	<b>3,799,350</b>	<b>4,894</b>	<b>8,238,341</b>	<b>4,593,792</b>	
<b>Budget Activity 03: Training and Recruiting</b>							
<b>Accession Training</b>							
3400F 200 031A Officer Acquisition	115,492	115,427			115,427	102,334	U
3400F 210 031B Recruit Training	15,361	17,619			17,619	17,733	U
3400F 220 031D Reserve Officers Training Corps (ROTC)	74,541	92,949			92,949	94,600	U
3400F 230 031R Facilities Sustainment, Restoration & Modernization	412,379	336,433	424		336,857	217,011	U
3400F 240 031Z Base Support	879,180	842,441	1,036		843,477	800,327	U
<b>Total Accession Training</b>	<b>1,496,953</b>	<b>1,404,869</b>	<b>1,460</b>		<b>1,406,329</b>	<b>1,232,005</b>	
<b>Basic Skills and Advanced Training</b>							
3400F 250 032A Specialized Skill Training	384,989	482,634	10,923		493,557	399,364	U
3400F 260 032B Flight Training	730,742	750,609	72		750,681	792,275	U
3400F 270 032C Professional Development Education	203,602	235,114	323		235,437	248,958	U
3400F 280 032D Training Support	124,842	101,231	352		101,583	106,741	U
3400F 290 032M Depot Maintenance	234,007	233,330			233,330	319,331	U
<b>Total Basic Skills and Advanced Training</b>	<b>1,678,182</b>	<b>1,802,918</b>	<b>11,670</b>		<b>1,814,588</b>	<b>1,866,669</b>	
<b>Recruiting and Other Training &amp; Education</b>							
3400F 300 033A Recruiting and Advertising	120,645	130,217			130,217	122,736	U
3400F 310 033B Examining	2,753	2,738			2,738	3,679	U
3400F 320 033C Off-Duty and Voluntary Education	229,136	155,170			155,170	137,255	U
3400F 330 033D Civilian Education and Training	177,539	175,147			175,147	176,153	U
3400F 340 033E Junior ROTC	62,347	74,809			74,809	67,018	U
<b>Total Recruiting and Other Training &amp; Education</b>	<b>592,420</b>	<b>538,081</b>			<b>538,081</b>	<b>506,841</b>	
<b>Total, BA 03: Training and Recruiting</b>	<b>3,767,555</b>	<b>3,745,868</b>	<b>13,130</b>		<b>3,758,998</b>	<b>3,605,515</b>	

## **OPERATION AND MAINTENANCE (O-1)**

## **OPERATION AND MAINTENANCE, (O-1)**

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c -
3400F Operation & Maintenance, Air Force							
 Budget Activity 04: Admin & Srvwd Activities							
Logistics Operations							
3400F 350 041A Logistics Operations	1,214,450	1,029,734	100,429		1,130,163	1,103,684	U
3400F 360 041B Technical Support Activities	827,457	913,843			913,843	919,923	U
3400F 370 041M Depot Maintenance	42,892	29,163			29,163	56,601	U
3400F 380 041R Facilities Sustainment, Restoration & Modernization	393,957	303,610	47,200	1,485	352,295	281,061	U
3400F 390 041Z Base Support	1,282,745	1,266,800	7,242		1,274,042	1,203,305	U
Total Logistics Operations	3,761,501	3,543,150	154,871	1,485	3,699,506	3,564,574	
 Servicewide Activities							
3400F 400 042A Administration	848,041	587,654	1,552		589,206	593,865	U
3400F 410 042B Servicewide Communications	680,688	667,910	82,094		750,004	574,609	U
3400F 420 042G Other Servicewide Activities	2,090,284	1,094,509	582,977		1,677,486	1,028,600	U
3400F 430 042I Civil Air Patrol	27,838	23,904			23,904	24,720	U
3400F 440 042N Judgement Fund Reimbursement	505						U
Total Servicewide Activities	3,647,356	2,373,977	666,623		3,040,600	2,221,794	
 Support to Other Nations							
3400F 460 044A International Support	55,572	81,307			81,307	89,008	U
Total Support to Other Nations	55,572	81,307			81,307	89,008	
3400F 999 Classified Programs	1,251,628	1,209,877	20,270		1,230,147	1,227,796	U
Total, BA 04: Admin & Srvwd Activities	8,716,057	7,208,311	841,764	1,485	8,051,560	7,103,172	
 Budget Activity 20: Undistributed							
Undistributed							
3400F 470 CR Adj to Match Continuing Resolution		-242,981			-242,981		U
Total Undistributed		-242,981			-242,981		
Total, BA 20: Undistributed		-242,981			-242,981		
Total Operation & Maintenance, Air Force	48,186,517	35,192,379	9,241,613	8,500	44,442,492	37,270,842	

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
3740F Operation & Maintenance, AF Reserve							S e c
TOTAL, BA 01: Operating Forces	3,251,603	3,044,845	120,618		3,165,463	3,054,135	
TOTAL, BA 04: Administration And Servicewide Activities	129,514	121,637			121,637	110,472	
TOTAL, BA 20: Undistributed		127,916			127,916		
Total Operation & Maintenance, AF Reserve	3,381,117	3,294,398	120,618		3,415,016	3,164,607	
Details:							
Budget Activity 01: Operating Forces							
Air Operations							
3740F 010 011A Primary Combat Forces	1,851,433	2,089,326	7,600		2,096,926	1,857,951	U
3740F 020 011G Mission Support Operations	113,811	112,992			112,992	224,462	U
3740F 030 011M Depot Maintenance	600,205	406,101	106,768		512,869	521,182	U
3740F 040 011R Facilities Sustainment, Restoration & Modernization	229,463	71,564			71,564	89,704	U
3740F 050 011Z Base Support	456,691	364,862	6,250		371,112	360,836	U
Total Air Operations	3,251,603	3,044,845	120,618		3,165,463	3,054,135	
Total, BA 01: Operating Forces	3,251,603	3,044,845	120,618		3,165,463	3,054,135	
Budget Activity 04: Administration And Servicewide Activities							
Servicewide Activities							
3740F 060 042A Administration	73,024	78,824			78,824	64,362	U
3740F 070 042J Recruiting and Advertising	31,317	16,020			16,020	15,056	U
3740F 080 042K Military Manpower and Pers Mgmt (ARPC)	17,247	19,496			19,496	23,617	U
3740F 090 042L Other Pers Support (Disability Comp)	7,271	6,489			6,489	6,618	U
3740F 100 042M Audiovisual	655	808			808	819	U
Total Servicewide Activities	129,514	121,637			121,637	110,472	
Total, BA 04: Administration And Servicewide Activities	129,514	121,637			121,637	110,472	
Budget Activity 20: Undistributed							
Undistributed							
3740F 110 CR Adj to Match Continuing Resolution		127,916			127,916		U
Total Undistributed		127,916			127,916		

## OPERATION AND MAINTENANCE (O-1)



## **OPERATION AND MAINTENANCE, (O-1)**

Total, BA 20: Undistributed		127,916		127,916	
Total Operation & Maintenance, AF Reserve	3,381,117	3,294,398	120,618	3,415,016	3,164,607

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
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 Total Obligational Authority  
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	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
3840F Operation & Maintenance, ANG							S e c
TOTAL, BA 01: Operating Forces	6,086,230	5,951,076	19,975	5,775	5,976,826	6,501,302	
TOTAL, BA 04: Administration And Service-Wide Activities	81,996	64,379			64,379	64,702	
TOTAL, BA 20: Undistributed		120,650			120,650		
Total Operation & Maintenance, ANG	6,168,226	6,136,105	19,975	5,775	6,161,855	6,566,004	
Details:							
Budget Activity 01: Operating Forces							
Air Operations							
3840F 010 011F Aircraft Operations	3,104,903	3,559,824			3,559,824	3,371,871	U
3840F 020 011G Mission Support Operations	731,041	721,225	19,975		741,200	720,305	U
3840F 030 011M Depot Maintenance	1,095,782	774,875			774,875	1,514,870	U
3840F 040 011R Facilities Sustainment, Restoration & Modernization	326,084	270,709		5,775	276,484	296,953	U
3840F 050 011Z Base Support	828,420	624,443			624,443	597,303	U
Total Air Operations	6,086,230	5,951,076	19,975	5,775	5,976,826	6,501,302	
Total, BA 01: Operating Forces	6,086,230	5,951,076	19,975	5,775	5,976,826	6,501,302	
Budget Activity 04: Administration And Service-Wide Activities							
Servicewide Activities							
3840F 060 042A Administration	42,384	32,358			32,358	32,117	U
3840F 070 042J Recruiting and Advertising	39,612	32,021			32,021	32,585	U
Total Servicewide Activities	81,996	64,379			64,379	64,702	
Total, BA 04: Administration And Service-Wide Activities	81,996	64,379			64,379	64,702	
Budget Activity 20: Undistributed							
Undistributed							
3840F 080 CR Adj to Match Continuing Resolution		120,650			120,650		U
Total Undistributed		120,650			120,650		
Total, BA 20: Undistributed		120,650			120,650		
Total Operation & Maintenance, ANG	6,168,226	6,136,105	19,975	5,775	6,161,855	6,566,004	

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

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**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
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 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
0100D Operation and Maintenance, Defense-Wide							S e c -
Budget Activity 01: Operating Forces							
0100D 010 1PL1 Joint Chiefs of Staff	531,321	485,708	2,000		487,708	472,239	U
0100D 020 1PL2 Special Operations Command	7,395,567	5,091,001	2,503,060		7,594,061	5,261,463	U
0100D 999 Classified Programs	65,012						U
Total, BA 01: Operating Forces	7,991,900	5,576,709	2,505,060		8,081,769	5,733,702	
Budget Activity 03: Training and Recruiting							
0100D 040 3EV2 Defense Acquisition University	124,573	147,210			147,210	157,397	U
0100D 050 PEV5 National Defense University	97,551	84,999			84,999	84,899	U
Total, BA 03: Training and Recruiting	222,124	232,209			232,209	242,296	
Budget Activity 04: Administration And Servicewide Activities							
0100D 060 4GT3 Civil Military Programs	81,459	161,294			161,294	144,443	U
0100D 080 4GT6 Defense Contract Audit Agency	520,587	573,973	30,674		604,647	612,207	U
0100D 090 4GTO Defense Contract Management Agency	1,208,965	1,293,196	69,803		1,362,999	1,378,606	U
0100D 100 4GT7 Defense Finance and Accounting Service		17,513			17,513		U
0100D 110 4GT8 Defense Human Resources Activity	661,423	676,186	3,334		679,520	763,091	U
0100D 120 4GT9 Defense Information Systems Agency	1,530,304	1,346,847	152,925		1,499,772	1,326,243	U
0100D 140 4GTA Defense Legal Services Agency	129,577	35,137	102,322		137,459	29,933	U
0100D 150 4GTB Defense Logistics Agency	474,766	431,893			431,893	462,545	U
0100D 160 ES18 Defense Media Activity	270,398	224,013	10,823		234,836	222,979	U
0100D 170 4GTC Defense POW/MIA Office	19,824	21,964			21,964	21,594	U
0100D 180 4GTD Defense Security Cooperation Agency	2,493,533	557,917	2,200,000		2,757,917	788,389	U
0100D 190 4GTE Defense Security Service	499,466	499,276			499,276	546,603	U
0100D 210 4GTH Defense Technology Security Administration	33,611	35,319			35,319	35,151	U
0100D 220 4GTI Defense Threat Reduction Agency	426,100	434,074			434,074	438,033	U
0100D 240 4GTJ Department of Defense Education Activity	2,958,004	2,744,971	139,830		2,884,801	2,713,756	U
0100D 250 011A Missile Defense Agency	201,733	259,975			259,975	256,201	U
0100D 270 4GTM Office of Economic Adjustment	397,817	253,437			253,437	371,615	U
0100D 280 4GTN Office of the Secretary of Defense	2,349,988	2,095,362	87,805		2,183,167	2,010,176	U
0100D 290 4GTQ Washington Headquarters Services	559,337	521,297			521,297	616,572	U
0100D 999 Classified Programs	16,928,381	14,000,451	2,522,003		16,522,454	14,283,558	U
Total, BA 04: Administration And Servicewide Activities	31,745,273	26,184,095	5,319,519		31,503,614	27,021,695	

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

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**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
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 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	
0100D Operation and Maintenance, Defense-Wide							S e c -
Budget Activity 20: Undistributed							
0100D 300 CR Adj to Match Continuing Resolution		-1,361,018			-1,361,018		U
Total, BA 20: Undistributed		-1,361,018			-1,361,018		
Total Operation and Maintenance, Defense-Wide	39,959,297	30,631,995	7,824,579		38,456,574	32,997,693	

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## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
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 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c
0107D Office of the Inspector General							
Budget Activity 01: Operation And Maintenance							
0107D 010 4GTV Office of the Inspector General	331,206	272,821	10,766		283,587	311,131	U
Total, BA 01: Operation And Maintenance	331,206	272,821	10,766		283,587	311,131	
Budget Activity 02: RDT&E							
0107D 020 4GTV Office of the Inspector General	4,500						U
Total, BA 02: RDT&E	4,500						
Budget Activity 03: Procurement							
0107D 030 4GTV Office of the Inspector General	1,000	1,000			1,000	1,000	U
Total, BA 03: Procurement	1,000	1,000			1,000	1,000	
Budget Activity 20: Undistributed							
0107D 040 CR Adj to Match Continuing Resolution		75,221			75,221		U
Total, BA 20: Undistributed		75,221			75,221		
Total Office of the Inspector General	336,706	349,042	10,766		359,808	312,131	

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## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
 FY 2014 President's Budget  
 Exhibit O-1 FY 2014 President's Budget (RF Excluded)  
 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c -
0104D US Court of Appeals for Armed Forces, Def							
Budget Activity 04: Administration And Associated Activities							
0104D 010 4GTT Us Court of Appeals for the Armed Forces, Defense	13,385	13,516			13,516	13,606	U
Total, BA 04: Administration And Associated Activities	13,385	13,516			13,516	13,606	
Budget Activity 20: Undistributed							
0104D 020 CR Adj to Match Continuing Resolution		430			430		U
Total, BA 20: Undistributed		430			430		
Total US Court of Appeals for Armed Forces, Def	13,385	13,946			13,946	13,606	

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## OPERATION AND MAINTENANCE (O-1)



# OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
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 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c
0130D Defense Health Program							
 Budget Activity 01: Operation & Maintenance							
0130D 010 1 In-House Care	8,873,031	8,625,507	483,326		9,108,833	8,880,738	U
0130D 020 2 Private Sector Care	14,962,666	16,148,263	376,982		16,525,245	15,842,732	U
0130D 030 3 Consolidated Health Support	2,102,511	2,309,185	111,675		2,420,860	2,505,640	U
0130D 040 4 Information Management	1,485,352	1,465,328	4,773		1,470,101	1,450,619	U
0130D 050 5 Management Activities	298,630	332,121	660		332,781	368,248	U
0130D 060 6 Education and Training	696,598	722,081	15,370		737,451	733,097	U
0130D 070 7 Base Operations/Communications	2,019,061	1,746,794	1,112		1,747,906	1,872,660	U
Total, BA 01: Operation & Maintenance	30,437,849	31,349,279	993,898		32,343,177	31,653,734	
 Budget Activity 02: RDT&E							
0130D 080 0601 R&D Research	3,827					9,162	U
0130D 090 0602 R&D Exploratory Development	70,718					47,977	U
0130D 100 0603 R&D Advanced Development	714,619					291,156	U
0130D 110 0604 R&D Demonstration/Validation	191,536					132,430	U
0130D 120 0605 R&D Engineering Development	231,339					161,674	U
0130D 130 0606 R&D Management and Support	46,252					72,568	U
0130D 140 0607 R&D Capabilities Enhancement	14,146					14,646	U
0130D 150 4GTR Defense Health Program		672,977			672,977		U
Total, BA 02: RDT&E	1,272,437	672,977			672,977	729,613	
 Budget Activity 03: Procurement							
0130D 160 4GTR Defense Health Program	632,518	506,462			506,462		U
0130D 170 7720 PROC Initial Outfitting						89,404	U
0130D 180 7721 PROC Replacement & Modernization						377,577	U
0130D 190 7740 PROC IEHR						204,200	U
Total, BA 03: Procurement	632,518	506,462			506,462	671,181	
 Budget Activity 20: Undistributed							
0130D 200 CR Adj to Match Continuing Resolution		140,541			140,541		U
Total, BA 20: Undistributed		140,541			140,541		
Total Defense Health Program	32,342,804	32,669,259	993,898		33,663,157	33,054,528	

## OPERATION AND MAINTENANCE (O-1)

## **OPERATION AND MAINTENANCE, (O-1)**

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**OPERATION AND MAINTENANCE (O-1)**

## OPERATION AND MAINTENANCE, (O-1)

Department of Defense  
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 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c -
0819D Overseas Humanitarian, Disaster, and Civic Aid							
Budget Activity 01: Humanitarian Assistance							
0819D 010 4GTD Overseas Humanitarian, Disaster and Civic Aid	107,662	108,759			108,759	109,500	U
Total, BA 01: Humanitarian Assistance	107,662	108,759			108,759	109,500	
Budget Activity 20: Undistributed							
0819D 020 CR Adj to Match Continuing Resolution		-438			-438		U
Total, BA 20: Undistributed		-438			-438		
Total Overseas Humanitarian, Disaster, and Civic Aid	107,662	108,321			108,321	109,500	

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**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

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 (Dollars in Thousands)

0134D Cooperative Threat Reduction Account	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
	-----	-----	-----	-----	-----	-----	-
Budget Activity 01: Fsu Threat Reduction							
0134D 010 1PL3 Former Soviet Union (FSU) Threat Reduction	508,219	519,111			519,111	528,455	U
Total, BA 01: Fsu Threat Reduction	508,219	519,111			519,111	528,455	
Budget Activity 20: Undistributed							
0134D 020 CR Adj to Match Continuing Resolution		-7,782			-7,782		U
Total, BA 20: Undistributed		-7,782			-7,782		
<b>Total Cooperative Threat Reduction Account</b>	<b>508,219</b>	<b>511,329</b>			<b>511,329</b>	<b>528,455</b>	

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**OPERATION AND MAINTENANCE (O-1)**

# OPERATION AND MAINTENANCE, (O-1)

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 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	
	-----	-----	-----	-----	-----	-----	-----
0462D Military Intelligence Program Transfer Fund							S e c
Budget Activity 20: Undistributed							
0462D 010 CR Adj to Match Continuing Resolution		312,660			312,660		U
Total, BA 20: Undistributed		312,660			312,660		
Total Military Intelligence Program Transfer Fund		312,660			312,660		

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## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

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 Total Obligational Authority  
 (Dollars in Thousands)

	FY 2012 (Base & OCO) -----	FY 2013 Base Request with CR Adj* -----	FY 2013 OCO Request with CR Adj* -----	Emergency Disaster Relief Act of 2013 -----	FY 2013 Total Request with CR Adj* -----	FY 2014 Base -----	S e c -
0111D DoD Acquisition Workforce Development Fund							
Budget Activity 01: Acquisition Workforce Development							
0111D 010 012 Acq Workforce Dev Fd	632,466	843,745			843,745	1,052,831	U
Total, BA 01: Acquisition Workforce Development	632,466	843,745			843,745	1,052,831	
Budget Activity 20: Undistributed							
0111D 020 CR Adj to Match Continuing Resolution		-168,051			-168,051		U
Total, BA 20: Undistributed		-168,051			-168,051		
Total DoD Acquisition Workforce Development Fund	632,466	675,694			675,694	1,052,831	

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**OPERATION AND MAINTENANCE (O-1)**

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 (Dollars in Thousands)

			FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
			-----	-----	-----	-----	-----	-----	-----
<b>Transfer Accounts</b>									
0105D	010	Drug Interdiction and Counter-Drug Activities, Defense	204,869	889,545	469,025		1,358,570	815,965	U
0105D	020	Drug Demand Reduction Program		109,818			109,818		U
0105D	030	Drug Demand Reduction Program						122,580	U
0105D	040	Adj to Match Continuing Resolution		217,660			217,660		U
0810A	050	Environmental Restoration, Army		335,921			335,921	298,815	U
0810A	060	Adj to Match Continuing Resolution		12,228			12,228		U
0810N	070	Environmental Restoration, Navy		310,594			310,594	316,103	U
0810N	080	Adj to Match Continuing Resolution		-37			-37		U
0810F	090	Environmental Restoration, Air Force		529,263			529,263	439,820	U
0810F	100	Adj to Match Continuing Resolution		-594			-594		U
0810D	110	Environmental Restoration, Defense		11,133			11,133	10,757	U
0810D	120	Adj to Match Continuing Resolution		-351			-351		U
0811D	130	Environmental Restoration Formerly Used Sites		237,543			237,543	237,443	U
0811D	140	Adj to Match Continuing Resolution		90,950			90,950		U
0118D	150	Overseas Contingency Operations Transfer Fund						5,000	U
<b>Total Transfer Accounts</b>			204,869	2,743,673	469,025		3,212,698	2,246,483	
<b>Miscellaneous Accounts</b>									
0838D	160	Support of International Sporting Competitions, Defense	2,019						U
0833D	170	Emergency Response Fund, Defense	4,693						U
<b>Total Miscellaneous Accounts</b>			6,712						
<b>Indefinite Accounts</b>									
5286A	180	National Science Center, Army		25			25		U
5286A	190	Adj to Match Continuing Resolution		-25			-25		U
5188D	200	Disposal of DoD Real Property	16,495					900	U
5188D	210	Disposal of DoD Real Property	17,305	900			900	600	U
5188D	220	Disposal of DoD Real Property	3,689	6,955			6,955	8,500	U
5188D	230	Adj to Match Continuing Resolution		9,800			9,800		U
5188D	240	Adj to Match Continuing Resolution		6,350			6,350		U
5188D	250	Adj to Match Continuing Resolution		36,742			36,742		U

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## OPERATION AND MAINTENANCE (O-1)

# OPERATION AND MAINTENANCE, (O-1)

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 Total Obligational Authority  
 (Dollars in Thousands)

			FY 2012 (Base & OCO)	FY 2013 Base Request with CR Adj*	FY 2013 OCO Request with CR Adj*	Emergency Disaster Relief Act of 2013	FY 2013 Total Request with CR Adj*	FY 2014 Base	S e c
			-----	-----	-----	-----	-----	-----	-
5189D	260	Lease of DoD Real Property	2,934	3,029			3,029	15,003	U
5189D	270	Lease of DoD Real Property	70,418	9,000			9,000	9,210	U
5189D	280	Lease of DoD Real Property	5,438					12,219	U
5189D	290	Adj to Match Continuing Resolution		22,471			22,471		U
5189D	300	Adj to Match Continuing Resolution		16,400			16,400		U
5189D	310	Adj to Match Continuing Resolution		41,736			41,736		U
Total Indefinite Accounts			116,279	153,383			153,383	46,432	

\* Reflects the FY 2013 President's Budget with an undistributed adjustment to match the Annualized Continuing Resolution funding level by appropriation.

## OPERATION AND MAINTENANCE (O-1)



**TOTAL CIVILIAN PERSONNEL COSTS  
FY 2014 PRESIDENT'S BUDGET**

(FY 2012)  
(\$ in Thousands)

Exhibit OP-8, Part 1, Total Civilian Personnel Costs

	a	b	c	d	e	f	g	e + f + g	d + h	i	i + j	d/c	i/c	Rates	h/d	j/d
	Begin	End	FTEs	Basic	Overtime	Holiday	Other	Total	i	i	k	l	m	k/c	% BC	% BC
	Strength	Strength	FTEs	Comp	Pay	Pay	O.C.11	Variables	Comp	O.C.12/13	& Benefits	Basic	Comp	& Benefits	Variables	Benefits
<b>Direct Funded Personnel (includes OC 13)</b>	<b>471,096</b>	<b>466,233</b>	<b>462,727</b>	<b>32,623,077</b>	<b>798,721</b>	<b>54,456</b>	<b>867,552</b>	<b>1,720,729</b>	<b>34,343,806</b>	<b>11,241,515</b>	<b>45,585,321</b>	<b>\$70,502</b>	<b>\$74,220</b>	<b>\$98,515</b>	<b>5.3%</b>	<b>34.5%</b>
<b>D1. US Direct Hire (USDH)</b>	<b>439,489</b>	<b>439,007</b>	<b>436,865</b>	<b>31,694,810</b>	<b>791,589</b>	<b>53,801</b>	<b>840,319</b>	<b>1,685,709</b>	<b>33,380,519</b>	<b>11,006,621</b>	<b>44,387,140</b>	<b>\$72,551</b>	<b>\$76,409</b>	<b>\$101,604</b>	<b>5.3%</b>	<b>34.7%</b>
D1a. Senior Executive Schedule	1,598	1,515	1,515	229,464	75	152	12,318	12,545	242,009	60,807	302,816	\$151,461	\$159,742	\$199,879	5.3%	26.5%
D1b. General Schedule	353,082	354,813	354,044	26,855,421	595,279	48,513	723,711	1,367,503	28,222,924	9,129,474	37,352,398	\$75,853	\$79,716	\$105,502	5.1%	34.0%
D1c. Special Schedule	4,092	4,503	3,735	283,462	598	32	8,172	8,802	292,264	86,156	378,420	\$75,893	\$78,250	\$101,317	3.1%	30.4%
D1d. Wage System	73,421	71,097	70,810	3,850,390	195,264	4,621	80,765	280,650	4,131,040	1,368,076	5,499,116	\$54,376	\$58,340	\$77,660	7.3%	35.5%
D1e. Highly Qualified Experts	31	28	26	3,905	0	0	35	35	3,940	969	4,909	\$150,192	\$151,538	\$188,808	0.9%	24.8%
D1f. Other	7,265	7,051	6,735	472,168	373	483	15,318	16,174	488,342	361,139	849,481	\$70,107	\$72,508	\$126,129	3.4%	76.5%
<b>D2. Direct Hire Program Foreign Nationals (DHFN)</b>	9,033	8,492	7,927	172,149	3,776	655	27,205	31,636	203,785	52,822	256,607	\$21,717	\$25,708	\$32,371	18.4%	30.7%
<b>D3. Total Direct Hire</b>	<b>448,522</b>	<b>447,499</b>	<b>444,792</b>	<b>31,866,959</b>	<b>795,365</b>	<b>54,456</b>	<b>867,524</b>	<b>1,717,345</b>	<b>33,584,304</b>	<b>11,059,443</b>	<b>44,643,747</b>	<b>\$71,645</b>	<b>\$75,506</b>	<b>\$100,370</b>	<b>5.4%</b>	<b>34.7%</b>
<b>D4. Indirect Hire Foreign Nationals (IHFN)</b>	22,574	18,734	17,935	756,118	3,356	0	28	3,384	759,502	3,216	762,718	\$42,159	\$42,347	\$42,527	0.4%	0.4%
Subtotal - Direct Funded (excludes OC 13)	471,096	466,233	462,727	32,623,077	798,721	54,456	867,552	1,720,729	34,343,806	11,062,659	45,406,465	\$70,502	\$74,220	\$98,128	5.3%	33.9%
<b>D5. Other Object Class 13 Benefits</b>										<b>178,856</b>	<b>178,856</b>					
D5a. USDH - Benefits for Former Employees										51,623	51,623					
D5b. DHFN - Benefits for Former Employees										155	155					
D5c. Voluntary Separation Incentive Pay (VSIP)										123,987	123,987					
D5d. Foreign National Separation Liability Accrual										3,091	3,091					
<b>Reimbursable Funded Personnel (includes OC 13)</b>	<b>335,543</b>	<b>338,381</b>	<b>337,458</b>	<b>22,420,140</b>	<b>1,252,974</b>	<b>52,437</b>	<b>747,365</b>	<b>2,052,776</b>	<b>24,472,916</b>	<b>7,190,412</b>	<b>31,663,328</b>	<b>\$66,438</b>	<b>\$72,521</b>	<b>\$93,829</b>	<b>9.2%</b>	<b>32.1%</b>
<b>R1. US Direct Hire (USDH)</b>	<b>317,875</b>	<b>317,200</b>	<b>316,580</b>	<b>21,896,259</b>	<b>1,249,317</b>	<b>51,688</b>	<b>726,222</b>	<b>2,027,227</b>	<b>23,923,486</b>	<b>7,028,456</b>	<b>30,951,942</b>	<b>\$69,165</b>	<b>\$75,569</b>	<b>\$97,770</b>	<b>9.3%</b>	<b>32.1%</b>
R1a. Senior Executive Schedule	175	174	169	26,960	9	6	1,743	1,758	28,718	7,157	35,875	\$159,527	\$169,929	\$212,278	6.3%	26.5%
R1b. General Schedule	246,016	249,469	246,541	18,310,877	642,191	31,922	541,395	1,215,508	19,526,385	5,670,000	25,196,385	\$74,271	\$79,201	\$102,200	6.6%	31.0%
R1c. Special Schedule	6,390	6,426	8,803	350,819	173,461	1,981	48,349	223,791	574,610	128,464	703,074	\$39,852	\$65,274	\$79,868	63.8%	36.6%
R1d. Wage System	65,173	61,034	60,965	3,194,668	433,644	17,777	86,380	537,801	3,732,469	1,219,442	4,951,911	\$52,402	\$61,223	\$81,225	16.8%	38.2%
R1e. Highly Qualified Experts	12	4	4	604	0	0	0	-	604	140	744	\$151,000	\$151,000	\$186,000	0.0%	23.2%
R1f. Other	109	93	98	12,331	12	2	48,355	48,369	60,700	3,253	63,953	\$125,827	\$619,388	\$652,582	392.3%	26.4%
<b>R2. Direct Hire Program Foreign Nationals (DHFN)</b>	3,962	4,029	4,160	148,268	2,059	514	20,783	23,356	171,624	31,254	202,878	\$35,641	\$41,256	\$48,769	15.8%	21.1%
<b>R3. Total Direct Hire</b>	<b>321,837</b>	<b>321,229</b>	<b>320,740</b>	<b>22,044,527</b>	<b>1,251,376</b>	<b>52,202</b>	<b>747,005</b>	<b>2,050,583</b>	<b>24,095,110</b>	<b>7,059,710</b>	<b>31,154,820</b>	<b>\$68,730</b>	<b>\$75,123</b>	<b>\$97,134</b>	<b>9.3%</b>	<b>32.0%</b>
<b>R4. Indirect Hire Foreign Nationals (IHFN)</b>	13,706	17,152	16,718	375,613	1,598	235	360	2,193	377,806	65,427	443,233	\$22,468	\$22,599	\$26,512	0.6%	17.4%
Subtotal - Reimbursable Funded (excludes OC 13)	335,543	338,381	337,458	22,420,140	1,252,974	52,437	747,365	2,052,776	24,472,916	7,125,137	31,598,053	\$66,438	\$72,521	\$93,636	9.2%	31.8%
<b>R5. Other Object Class 13 Benefits</b>										<b>65,275</b>	<b>65,275</b>					
R5a. USDH - Benefits for Former Employees										18,788	18,788					
R5b. DHFN - Benefits for Former Employees										0	-					
R5c. Voluntary Separation Incentive Pay (VSIP)										43,879	43,879					
R5d. Foreign National Separation Liability Accrual										2,608	2,608					
<b>Total Personnel (includes OC 13)</b>	<b>806,639</b>	<b>804,614</b>	<b>800,185</b>	<b>55,043,217</b>	<b>2,051,695</b>	<b>106,893</b>	<b>1,614,917</b>	<b>3,773,505</b>	<b>58,816,722</b>	<b>18,431,927</b>	<b>77,248,649</b>	<b>\$68,788</b>	<b>\$73,504</b>	<b>\$96,538</b>	<b>6.9%</b>	<b>33.5%</b>
<b>T1. US Direct Hire (USDH)</b>	<b>757,364</b>	<b>756,207</b>	<b>753,445</b>	<b>53,591,069</b>	<b>2,040,906</b>	<b>105,489</b>	<b>1,566,541</b>	<b>3,712,936</b>	<b>57,304,005</b>	<b>18,035,077</b>	<b>75,339,082</b>	<b>\$71,128</b>	<b>\$76,056</b>	<b>\$99,993</b>	<b>6.9%</b>	<b>33.7%</b>
T1a. Senior Executive Schedule	1,773	1,689	1,684	256,424	84	158	14,061	14,303	270,727	67,964	338,691	\$152,271	\$160,764	\$201,123	5.6%	26.5%
T1b. General Schedule	599,098	604,282	600,585	45,166,298	1,237,470	80,435	1,265,106	2,583,011	47,749,309	14,799,474	62,548,783	\$75,204	\$79,505	\$104,146	5.7%	32.8%
T1c. Special Schedule	10,482	10,929	12,538	634,281	174,059	2,013	56,521	232,593	866,874	214,620	1,081,494	\$50,589	\$69,140	\$86,257	36.7%	33.8%
T1d. Wage System	138,594	132,131	131,775	7,045,058	628,908	22,398	167,145	818,451	7,863,509	2,587,518	10,451,027	\$53,463	\$59,674	\$79,310	11.6%	36.7%
T1e. Highly Qualified Experts	43	32	30	4,509	0	0	35	35	4,544	1,109	5,653	\$150,300	\$151,467	\$188,433	0.8%	24.6%
T1f. Other	7,374	7,144	6,833	484,499	385	485	63,673	64,543	549,042	364,392	913,434	\$70,906	\$80,352	\$133,680	13.3%	75.2%
<b>T2. Direct Hire Program Foreign Nationals (DHFN)</b>	12,995	12,521	12,087	320,417	5,835	1,169	47,988	54,992	375,409	84,076	459,485	\$26,509	\$31,059	\$38,015	17.2%	26.2%
<b>T3. Total Direct Hire</b>	<b>770,359</b>	<b>768,728</b>	<b>765,532</b>	<b>53,911,486</b>	<b>2,046,741</b>	<b>106,658</b>	<b>1,614,529</b>	<b>3,767,928</b>	<b>57,679,414</b>	<b>18,119,153</b>	<b>75,798,567</b>	<b>\$70,424</b>	<b>\$75,346</b>	<b>\$99,014</b>	<b>7.0%</b>	<b>33.6%</b>
<b>T4. Indirect Hire Foreign Nationals (IHFN)</b>	36,280	35,886	34,653	1,131,731	4,954	235	388	5,577	1,137,308	68,643	1,205,951	\$32,659	\$32,820	\$34,801	0.5%	6.1%
Subtotal - Total Funded (excludes OC 13)	806,639	804,614	800,185	55,043,217	2,051,695	106,893	1,614,917	3,773,505	58,816,722	18,187,796	77,004,518	\$68,788	\$73,504	\$96,233	6.9%	33.0%
<b>T5. Other Object Class 13 Benefits</b>										<b>244,131</b>	<b>244,131</b>					
T5a. USDH - Benefits for Former Employees										70,411	70,411					
T5b. DHFN - Benefits for Former Employees										155	155					
T5c. Voluntary Separation Incentive Pay (VSIP)										167,866	167,866					
T5d. Foreign National Separation Liability Accrual										5,699	5,699					

**TOTAL CIVILIAN PERSONNEL COSTS**

**TOTAL CIVILIAN PERSONNEL COSTS**  
**FY 2014 PRESIDENT'S BUDGET**

(FY 2013)  
(S in Thousands)

Exhibit OP-8, Part 1, Total Civilian Personnel Costs

	a Begin Strength	b End Strength	c FTEs	d Basic Comp	e Overtime Pay	f Holiday Pay	g Other O.C.11	e + f + g h Total Variables	d + h i Comp O.C.11	j Benefits O.C.12/13	i + j k Comp & Benefits	d/c l Basic Comp	i/c m Total Comp	Rates		h/d n % BC Variables	j/d o % BC Benefits
														k/c p Comp & Benefits	l/c q Total Comp		
<b>Direct Funded Personnel (includes OC 13)</b>	<b>464,986</b>	<b>479,881</b>	<b>472,071</b>	<b>33,744,856</b>	<b>470,639</b>	<b>70,560</b>	<b>1,006,225</b>	<b>1,547,424</b>	<b>35,292,280</b>	<b>11,267,951</b>	<b>46,560,231</b>	<b>\$71,483</b>	<b>\$74,761</b>	<b>\$98,630</b>	<b>4.6%</b>	<b>33.4%</b>	
<b>D1. US Direct Hire (USDH)</b>	<b>439,990</b>	<b>455,697</b>	<b>448,271</b>	<b>32,669,127</b>	<b>468,707</b>	<b>69,627</b>	<b>973,813</b>	<b>1,512,147</b>	<b>34,181,274</b>	<b>10,920,182</b>	<b>45,101,456</b>	<b>\$72,878</b>	<b>\$76,251</b>	<b>\$100,612</b>	<b>4.6%</b>	<b>33.4%</b>	
D1a. Senior Executive Schedule	1,492	1,584	1,557	263,984	142	170	14,498	14,810	278,794	67,738	346,532	\$169,547	\$179,058	\$222,564	5.6%	25.7%	
D1b. General Schedule	348,331	363,934	358,726	27,275,025	305,025	63,296	838,351	1,206,672	28,481,697	8,827,109	37,308,806	\$76,033	\$79,397	\$104,004	4.4%	32.4%	
D1c. Special Schedule	4,501	4,379	3,844	306,176	519	42	9,186	9,747	315,923	94,212	410,135	\$79,650	\$82,186	\$106,695	3.2%	30.8%	
D1d. Wage System	78,587	78,732	77,353	4,353,046	163,021	5,575	93,378	261,974	4,615,020	1,572,650	6,187,670	\$56,275	\$59,662	\$79,993	6.0%	36.1%	
D1e. Highly Qualified Experts	28	19	16	2,922	0	0	105	105	3,027	406	3,433	\$182,625	\$189,188	\$214,563	3.6%	13.9%	
D1f. Other	7,051	7,049	6,775	467,974	0	544	18,295	18,839	486,813	358,067	844,880	\$69,074	\$71,854	\$124,706	4.0%	76.5%	
<b>D2. Direct Hire Program Foreign Nationals (DHFN)</b>	<b>8,571</b>	<b>8,779</b>	<b>8,611</b>	<b>213,498</b>	<b>1,932</b>	<b>933</b>	<b>32,385</b>	<b>35,250</b>	<b>248,748</b>	<b>66,379</b>	<b>315,127</b>	<b>\$24,794</b>	<b>\$28,887</b>	<b>\$36,596</b>	<b>16.5%</b>	<b>31.1%</b>	
<b>D3. Total Direct Hire</b>	<b>448,561</b>	<b>464,476</b>	<b>456,882</b>	<b>32,882,625</b>	<b>470,639</b>	<b>70,560</b>	<b>1,006,198</b>	<b>1,547,397</b>	<b>34,430,022</b>	<b>10,986,561</b>	<b>45,416,583</b>	<b>\$71,972</b>	<b>\$75,359</b>	<b>\$99,405</b>	<b>4.7%</b>	<b>33.4%</b>	
<b>D4. Indirect Hire Foreign Nationals (IHFN)</b>	<b>16,425</b>	<b>15,405</b>	<b>15,189</b>	<b>862,231</b>	<b>0</b>	<b>0</b>	<b>27</b>	<b>27</b>	<b>862,258</b>	<b>4,414</b>	<b>866,672</b>	<b>\$56,767</b>	<b>\$56,769</b>	<b>\$57,059</b>	<b>0.0%</b>	<b>0.5%</b>	
<i>Subtotal - Direct Funded (excludes OC 13)</i>	<i>464,986</i>	<i>479,881</i>	<i>472,071</i>	<i>33,744,856</i>	<i>470,639</i>	<i>70,560</i>	<i>1,006,225</i>	<i>1,547,424</i>	<i>35,292,280</i>	<i>10,990,975</i>	<i>46,283,255</i>	<i>\$71,483</i>	<i>\$74,761</i>	<i>\$98,043</i>	<i>4.6%</i>	<i>32.6%</i>	
<b>D5. Other Object Class 13 Benefits</b>										<b>276,976</b>	<b>276,976</b>						
D5a. USDH - Benefits for Former Employees										219,423	219,423						
D5b. DHFN - Benefits for Former Employees										9,966	9,966						
D5c. Voluntary Separation Incentive Pay (VSIP)										45,131	45,131						
D5d. Foreign National Separation Liability Accrual										2,456	2,456						
<b>Reimbursable Funded Personnel (includes OC 13)</b>	<b>339,628</b>	<b>335,139</b>	<b>339,238</b>	<b>23,241,120</b>	<b>864,235</b>	<b>64,304</b>	<b>633,041</b>	<b>1,561,580</b>	<b>24,802,700</b>	<b>7,106,986</b>	<b>31,909,686</b>	<b>\$68,510</b>	<b>\$73,113</b>	<b>\$94,063</b>	<b>6.7%</b>	<b>30.6%</b>	
<b>R1. US Direct Hire (USDH)</b>	<b>316,575</b>	<b>312,046</b>	<b>316,325</b>	<b>22,727,689</b>	<b>862,756</b>	<b>63,784</b>	<b>618,500</b>	<b>1,545,040</b>	<b>24,272,729</b>	<b>7,035,798</b>	<b>31,308,527</b>	<b>\$71,849</b>	<b>\$76,734</b>	<b>\$98,976</b>	<b>6.8%</b>	<b>31.0%</b>	
R1a. Senior Executive Schedule	174	182	181	30,968	6	2	1,450	1,458	32,426	7,073	39,499	\$171,094	\$179,149	\$218,227	4.7%	22.8%	
R1b. General Schedule	248,692	243,940	246,206	19,101,886	385,601	38,013	413,266	836,880	19,938,766	5,637,274	25,576,040	\$77,585	\$80,984	\$103,881	4.4%	29.5%	
R1c. Special Schedule	6,426	6,224	8,277	332,257	166,374	1,796	45,360	213,530	545,787	128,185	673,972	\$40,142	\$65,940	\$81,427	64.3%	38.6%	
R1d. Wage System	61,186	61,597	61,563	3,250,560	310,775	23,968	107,934	442,677	3,693,237	1,260,631	4,953,868	\$52,801	\$59,991	\$80,468	13.6%	38.8%	
R1e. Highly Qualified Experts	4	4	3	368	0	0	11	11	379	84	463	\$122,667	\$126,333	\$154,333	3.0%	22.8%	
R1f. Other	93	99	95	11,650	0	5	50,479	50,484	62,134	2,551	64,685	\$122,632	\$654,042	\$680,895	433.3%	21.9%	
<b>R2. Direct Hire Program Foreign Nationals (DHFN)</b>	<b>3,785</b>	<b>4,195</b>	<b>4,141</b>	<b>146,410</b>	<b>1,258</b>	<b>368</b>	<b>14,239</b>	<b>15,865</b>	<b>162,275</b>	<b>27,126</b>	<b>189,401</b>	<b>\$35,356</b>	<b>\$39,187</b>	<b>\$45,738</b>	<b>10.8%</b>	<b>18.5%</b>	
<b>R3. Total Direct Hire</b>	<b>320,360</b>	<b>316,241</b>	<b>320,466</b>	<b>22,874,099</b>	<b>864,014</b>	<b>64,152</b>	<b>632,739</b>	<b>1,560,905</b>	<b>24,435,004</b>	<b>7,062,924</b>	<b>31,497,928</b>	<b>\$71,378</b>	<b>\$76,248</b>	<b>\$98,288</b>	<b>6.8%</b>	<b>30.9%</b>	
<b>R4. Indirect Hire Foreign Nationals (IHFN)</b>	<b>19,268</b>	<b>18,898</b>	<b>18,772</b>	<b>367,021</b>	<b>221</b>	<b>152</b>	<b>302</b>	<b>675</b>	<b>367,696</b>	<b>15,179</b>	<b>382,875</b>	<b>\$19,552</b>	<b>\$19,587</b>	<b>\$20,396</b>	<b>0.2%</b>	<b>4.1%</b>	
<i>Subtotal - Reimbursable Funded (excludes OC 13)</i>	<i>339,628</i>	<i>335,139</i>	<i>339,238</i>	<i>23,241,120</i>	<i>864,235</i>	<i>64,304</i>	<i>633,041</i>	<i>1,561,580</i>	<i>24,802,700</i>	<i>7,078,103</i>	<i>31,880,803</i>	<i>\$68,510</i>	<i>\$73,113</i>	<i>\$93,978</i>	<i>6.7%</i>	<i>30.5%</i>	
<b>R5. Other Object Class 13 Benefits</b>										<b>28,883</b>	<b>28,883</b>						
R5a. USDH - Benefits for Former Employees										3,154	3,154						
R5b. DHFN - Benefits for Former Employees										0	-						
R5c. Voluntary Separation Incentive Pay (VSIP)										25,310	25,310						
R5d. Foreign National Separation Liability Accrual										419	419						
<b>Total Personnel (includes OC 13)</b>	<b>804,614</b>	<b>815,020</b>	<b>811,309</b>	<b>56,985,976</b>	<b>1,334,874</b>	<b>134,864</b>	<b>1,639,266</b>	<b>3,109,004</b>	<b>60,094,980</b>	<b>18,374,937</b>	<b>78,469,917</b>	<b>\$70,240</b>	<b>\$74,072</b>	<b>\$96,720</b>	<b>5.5%</b>	<b>32.2%</b>	
<b>T1. US Direct Hire (USDH)</b>	<b>756,565</b>	<b>767,743</b>	<b>764,596</b>	<b>55,396,816</b>	<b>1,331,463</b>	<b>133,411</b>	<b>1,592,313</b>	<b>3,057,187</b>	<b>58,454,003</b>	<b>17,955,980</b>	<b>76,409,983</b>	<b>\$72,452</b>	<b>\$76,451</b>	<b>\$99,935</b>	<b>5.5%</b>	<b>32.4%</b>	
T1a. Senior Executive Schedule	1,666	1,766	1,738	294,952	148	172	15,948	16,268	311,220	74,811	386,031	\$169,708	\$179,068	\$222,112	5.5%	25.4%	
T1b. General Schedule	597,023	607,874	604,932	46,376,911	690,626	101,309	1,251,617	2,043,552	48,420,463	14,464,383	62,884,846	\$76,665	\$80,043	\$103,954	4.4%	31.2%	
T1c. Special Schedule	10,927	10,603	12,121	638,433	166,893	1,838	54,546	223,277	861,710	222,397	1,084,107	\$52,672	\$71,092	\$89,440	35.0%	34.8%	
T1d. Wage System	139,773	140,329	138,916	7,603,606	473,796	29,543	201,312	704,651	8,308,257	2,833,281	11,141,538	\$54,735	\$59,808	\$80,203	9.3%	37.3%	
T1e. Highly Qualified Experts	32	23	19	3,290	0	0	116	116	3,406	490	3,896	\$173,158	\$179,263	\$205,053	3.5%	14.9%	
T1f. Other	7,144	7,148	6,870	479,624	0	549	68,774	69,323	548,947	360,618	909,565	\$69,814	\$79,905	\$132,397	14.5%	75.2%	
<b>T2. Direct Hire Program Foreign Nationals (DHFN)</b>	<b>12,356</b>	<b>12,974</b>	<b>12,752</b>	<b>359,908</b>	<b>3,190</b>	<b>1,301</b>	<b>46,624</b>	<b>51,115</b>	<b>411,023</b>	<b>93,505</b>	<b>504,528</b>	<b>\$28,224</b>	<b>\$32,232</b>	<b>\$39,565</b>	<b>14.2%</b>	<b>26.0%</b>	
<b>T3. Total Direct Hire</b>	<b>768,921</b>	<b>780,717</b>	<b>777,348</b>	<b>55,756,724</b>	<b>1,334,653</b>	<b>134,712</b>	<b>1,638,937</b>	<b>3,108,302</b>	<b>58,865,026</b>	<b>18,049,485</b>	<b>76,914,511</b>	<b>\$71,727</b>	<b>\$75,725</b>	<b>\$98,945</b>	<b>5.6%</b>	<b>32.4%</b>	
<b>T4. Indirect Hire Foreign Nationals (IHFN)</b>	<b>35,693</b>	<b>34,303</b>	<b>33,961</b>	<b>1,229,252</b>	<b>221</b>	<b>152</b>	<b>329</b>	<b>702</b>	<b>1,229,954</b>	<b>19,593</b>	<b>1,249,547</b>	<b>\$36,196</b>	<b>\$36,217</b>	<b>\$36,794</b>	<b>0.1%</b>	<b>1.6%</b>	
<i>Subtotal - Total Funded (excludes OC 13)</i>	<i>804,614</i>	<i>815,020</i>	<i>811,309</i>	<i>56,985,976</i>	<i>1,334,874</i>	<i>134,864</i>	<i>1,639,266</i>	<i>3,109,004</i>	<i>60,094,980</i>	<i>18,069,078</i>	<i>78,164,058</i>	<i>\$70,240</i>	<i>\$74,072</i>	<i>\$96,343</i>	<i>5.5%</i>	<i>31.7%</i>	
<b>T5. Other Object Class 13 Benefits</b>										<b>305,859</b>	<b>305,859</b>						
T5a. USDH - Benefits for Former Employees										222,577	222,577						
T5b. DHFN - Benefits for Former Employees										9,966	9,966						
T5c. Voluntary Separation Incentive Pay (VSIP)										70,441	70,441						
T5d. Foreign National Separation Liability Accrual										2,875	2,875						

TOTAL CIVILIAN PERSONNEL COSTS

**TOTAL CIVILIAN PERSONNEL COSTS**  
**FY 2014 PRESIDENT'S BUDGET**

(FY 2014)  
(\$ in Thousands)

Exhibit OP-8, Part I, Total Civilian Personnel Costs

	<u>a</u>	<u>b</u>	<u>c</u>	<u>d</u>	<u>e</u>	<u>f</u>	<u>g</u>	<u>e + f + g</u>	<u>d + h</u>	<u>i</u>	<u>i + j</u>	<u>d/c</u>	<u>i/c</u>	<u>Rates</u>		<u>h/d</u>	<u>j/d</u>
	<u>Begin</u>	<u>End</u>	<u>FTEs</u>	<u>Basic</u>	<u>Overtime</u>	<u>Holiday</u>	<u>Other</u>	<u>Total</u>	<u>Comp</u>	<u>Benefits</u>	<u>Comp</u>	<u>Basic</u>	<u>Total</u>	<u>Comp</u>	<u>Comp</u>	<u>% BC</u>	<u>% BC</u>
	<u>Strength</u>	<u>Strength</u>		<u>Comp</u>	<u>Pay</u>	<u>Pay</u>	<u>O.C.11</u>	<u>Variables</u>	<u>O.C.11</u>	<u>O.C.12/13</u>	<u>&amp; Benefits</u>	<u>Comp</u>	<u>Comp</u>	<u>&amp; Benefits</u>			
<b>Direct Funded Personnel (includes OC 13)</b>	<b>479,865</b>	<b>464,785</b>	<b>468,527</b>	<b>33,810,403</b>	<b>480,569</b>	<b>67,569</b>	<b>699,569</b>	<b>1,247,707</b>	<b>35,058,110</b>	<b>11,674,496</b>	<b>46,732,606</b>	<b>\$72,163</b>	<b>\$74,826</b>	<b>\$99,744</b>		<b>3.7%</b>	<b>34.5%</b>
<b>D1. US Direct Hire (USDH)</b>	<b>455,680</b>	<b>437,992</b>	<b>441,975</b>	<b>32,716,252</b>	<b>478,767</b>	<b>66,846</b>	<b>666,161</b>	<b>1,211,774</b>	<b>33,928,026</b>	<b>11,497,569</b>	<b>45,425,595</b>	<b>\$74,023</b>	<b>\$76,765</b>	<b>\$102,779</b>		<b>3.7%</b>	<b>35.1%</b>
D1a. Senior Executive Schedule	1,583	1,571	1,569	264,533	26	175	15,125	15,326	279,859	69,614	349,473	\$168,600	\$178,368	\$222,736		5.8%	26.3%
D1b. General Schedule	363,933	355,739	361,696	27,860,060	347,470	61,954	545,053	954,477	28,814,537	9,551,379	38,365,916	\$77,026	\$79,665	\$106,072		3.4%	34.3%
D1c. Special Schedule	4,379	4,800	4,047	346,649	470	39	9,788	10,297	356,946	106,873	463,819	\$85,656	\$88,200	\$114,608		3.0%	30.8%
D1d. Wage System	78,717	68,994	68,041	3,780,614	130,801	4,175	78,294	213,270	3,993,884	1,416,939	5,410,823	\$55,564	\$58,698	\$79,523		5.6%	37.5%
D1e. Highly Qualified Experts	19	15	20	3,071	0	0	97	97	3,168	765	3,933	\$153,550	\$158,400	\$196,650		3.2%	24.9%
D1f. Other	7,049	6,873	6,602	461,325	0	503	17,804	18,307	479,632	351,999	831,631	\$69,877	\$72,650	\$125,967		4.0%	76.3%
<b>D2. Direct Hire Program Foreign Nationals (DHFN)</b>	<b>8,781</b>	<b>9,025</b>	<b>8,917</b>	<b>225,892</b>	<b>1,802</b>	<b>723</b>	<b>33,382</b>	<b>35,907</b>	<b>261,799</b>	<b>72,162</b>	<b>333,961</b>	<b>\$25,333</b>	<b>\$29,360</b>	<b>\$37,452</b>		<b>15.9%</b>	<b>31.9%</b>
<b>D3. Total Direct Hire</b>	<b>464,461</b>	<b>447,017</b>	<b>450,892</b>	<b>32,942,144</b>	<b>480,569</b>	<b>67,569</b>	<b>699,543</b>	<b>1,247,681</b>	<b>34,189,825</b>	<b>11,569,731</b>	<b>45,759,556</b>	<b>\$73,060</b>	<b>\$75,827</b>	<b>\$101,487</b>		<b>3.8%</b>	<b>35.1%</b>
<b>D4. Indirect Hire Foreign Nationals (IHFN)</b>	<b>15,404</b>	<b>17,768</b>	<b>17,635</b>	<b>868,259</b>	<b>0</b>	<b>0</b>	<b>26</b>	<b>26</b>	<b>868,285</b>	<b>4,601</b>	<b>872,886</b>	<b>\$49,235</b>	<b>\$49,236</b>	<b>\$49,497</b>		<b>0.0%</b>	<b>0.5%</b>
<i>Subtotal - Direct Funded (excludes OC 13)</i>	<i>479,865</i>	<i>464,785</i>	<i>468,527</i>	<i>33,810,403</i>	<i>480,569</i>	<i>67,569</i>	<i>699,569</i>	<i>1,247,707</i>	<i>35,058,110</i>	<i>11,574,332</i>	<i>46,632,442</i>	<i>\$72,163</i>	<i>\$74,826</i>	<i>\$99,530</i>		<i>3.7%</i>	<i>34.2%</i>
<b>D5. Other Object Class 13 Benefits</b>										<b>100,164</b>	<b>100,164</b>						
D5a. USDH - Benefits for Former Employees										64,439	64,439						
D5b. DHFN - Benefits for Former Employees										0	-						
D5c. Voluntary Separation Incentive Pay (VSIP)										32,655	32,655						
D5d. Foreign National Separation Liability Accrual										3,070	3,070						
<b>Reimbursable Funded Personnel (includes OC 13)</b>	<b>335,155</b>	<b>331,255</b>	<b>332,270</b>	<b>22,981,719</b>	<b>838,340</b>	<b>63,456</b>	<b>611,829</b>	<b>1,513,625</b>	<b>24,495,344</b>	<b>7,062,267</b>	<b>31,557,611</b>	<b>\$69,166</b>	<b>\$73,721</b>	<b>\$94,976</b>		<b>6.6%</b>	<b>30.7%</b>
<b>R1. US Direct Hire (USDH)</b>	<b>312,062</b>	<b>309,070</b>	<b>310,266</b>	<b>22,391,476</b>	<b>837,083</b>	<b>62,944</b>	<b>595,379</b>	<b>1,495,406</b>	<b>23,886,882</b>	<b>6,967,784</b>	<b>30,854,666</b>	<b>\$72,169</b>	<b>\$76,988</b>	<b>\$99,446</b>		<b>6.7%</b>	<b>31.1%</b>
R1a. Senior Executive Schedule	182	175	175	29,986	9	3	1,930	1,942	31,928	6,912	38,840	\$171,349	\$182,446	\$221,943		6.3%	23.1%
R1b. General Schedule	243,938	242,504	239,995	18,849,921	383,488	38,375	394,265	816,128	19,666,049	5,640,629	25,306,678	\$78,543	\$81,944	\$105,447		4.3%	29.9%
R1c. Special Schedule	6,224	6,248	8,683	346,670	171,277	1,398	43,702	216,377	563,047	128,298	691,345	\$39,925	\$64,845	\$79,621		62.4%	37.0%
R1d. Wage System	61,615	60,040	61,315	3,152,897	282,309	23,163	103,061	408,533	3,561,430	1,189,310	4,750,740	\$51,421	\$58,084	\$77,481		13.0%	37.7%
R1e. Highly Qualified Experts	4	4	3	369	0	0	11	11	380	84	464	\$123,000	\$126,667	\$154,667		3.0%	22.8%
R1f. Other	99	99	95	11,633	0	5	52,410	52,415	64,048	2,551	66,599	\$122,453	\$674,189	\$701,042		450.6%	21.9%
<b>R2. Direct Hire Program Foreign Nationals (DHFN)</b>	<b>4,195</b>	<b>4,125</b>	<b>4,097</b>	<b>128,415</b>	<b>1,034</b>	<b>357</b>	<b>16,145</b>	<b>17,536</b>	<b>145,951</b>	<b>32,742</b>	<b>178,693</b>	<b>\$31,344</b>	<b>\$35,624</b>	<b>\$43,616</b>		<b>13.7%</b>	<b>25.5%</b>
<b>R3. Total Direct Hire</b>	<b>316,257</b>	<b>313,195</b>	<b>314,363</b>	<b>22,519,891</b>	<b>838,117</b>	<b>63,301</b>	<b>611,524</b>	<b>1,512,942</b>	<b>24,032,833</b>	<b>7,000,526</b>	<b>31,033,359</b>	<b>\$71,637</b>	<b>\$76,449</b>	<b>\$98,718</b>		<b>6.7%</b>	<b>31.1%</b>
<b>R4. Indirect Hire Foreign Nationals (IHFN)</b>	<b>18,898</b>	<b>18,060</b>	<b>17,907</b>	<b>461,828</b>	<b>223</b>	<b>155</b>	<b>305</b>	<b>683</b>	<b>462,511</b>	<b>16,625</b>	<b>479,136</b>	<b>\$25,790</b>	<b>\$25,829</b>	<b>\$26,757</b>		<b>0.1%</b>	<b>3.6%</b>
<i>Subtotal - Reimbursable Funded (excludes OC 13)</i>	<i>335,155</i>	<i>331,255</i>	<i>332,270</i>	<i>22,981,719</i>	<i>838,340</i>	<i>63,456</i>	<i>611,829</i>	<i>1,513,625</i>	<i>24,495,344</i>	<i>7,017,151</i>	<i>31,512,495</i>	<i>\$69,166</i>	<i>\$73,721</i>	<i>\$94,840</i>		<i>6.6%</i>	<i>30.5%</i>
<b>R5. Other Object Class 13 Benefits</b>										<b>45,116</b>	<b>45,116</b>						
R5a. USDH - Benefits for Former Employees										24,387	24,387						
R5b. DHFN - Benefits for Former Employees										0	-						
R5c. Voluntary Separation Incentive Pay (VSIP)										20,021	20,021						
R5d. Foreign National Separation Liability Accrual										708	708						
<b>Total Personnel (includes OC 13)</b>	<b>815,020</b>	<b>796,040</b>	<b>800,797</b>	<b>56,792,122</b>	<b>1,318,909</b>	<b>131,025</b>	<b>1,311,398</b>	<b>2,761,332</b>	<b>59,553,454</b>	<b>18,736,763</b>	<b>78,290,217</b>	<b>\$70,919</b>	<b>\$74,368</b>	<b>\$97,765</b>		<b>4.9%</b>	<b>33.0%</b>
<b>T1. US Direct Hire (USDH)</b>	<b>767,742</b>	<b>747,062</b>	<b>752,241</b>	<b>55,107,728</b>	<b>1,315,850</b>	<b>129,790</b>	<b>1,261,540</b>	<b>2,707,180</b>	<b>57,814,908</b>	<b>18,465,353</b>	<b>76,280,261</b>	<b>\$73,258</b>	<b>\$76,857</b>	<b>\$101,404</b>		<b>4.9%</b>	<b>33.5%</b>
T1a. Senior Executive Schedule	1,765	1,746	1,744	294,519	35	178	17,055	17,268	311,787	76,526	388,313	\$168,876	\$178,777	\$222,657		5.9%	26.0%
T1b. General Schedule	607,871	598,243	601,691	46,709,981	730,958	100,329	939,318	1,770,605	48,480,586	15,192,008	63,672,594	\$77,631	\$80,574	\$105,823		3.8%	32.5%
T1c. Special Schedule	10,603	11,048	12,730	693,319	171,747	1,437	53,490	226,674	919,993	235,171	1,155,164	\$54,463	\$72,270	\$90,743		32.7%	33.9%
T1d. Wage System	140,332	129,034	129,356	6,933,511	413,110	27,338	181,355	621,803	7,555,314	2,606,249	10,161,563	\$53,600	\$58,407	\$78,555		9.0%	37.6%
T1e. Highly Qualified Experts	23	19	23	3,440	0	0	108	108	3,548	849	4,397	\$149,565	\$154,261	\$191,174		3.1%	24.7%
T1f. Other	7,148	6,972	6,697	472,958	0	508	70,214	70,722	543,680	354,550	898,230	\$70,622	\$81,183	\$134,124		15.0%	75.0%
<b>T2. Direct Hire Program Foreign Nationals (DHFN)</b>	<b>12,976</b>	<b>13,150</b>	<b>13,014</b>	<b>354,307</b>	<b>2,836</b>	<b>1,080</b>	<b>49,527</b>	<b>53,443</b>	<b>407,750</b>	<b>104,904</b>	<b>512,654</b>	<b>\$27,225</b>	<b>\$31,332</b>	<b>\$39,393</b>		<b>15.1%</b>	<b>29.6%</b>
<b>T3. Total Direct Hire</b>	<b>780,718</b>	<b>760,212</b>	<b>765,255</b>	<b>55,462,035</b>	<b>1,318,686</b>	<b>130,870</b>	<b>1,311,067</b>	<b>2,760,623</b>	<b>58,222,658</b>	<b>18,570,257</b>	<b>76,792,915</b>	<b>\$72,475</b>	<b>\$76,083</b>	<b>\$100,349</b>		<b>5.0%</b>	<b>33.5%</b>
<b>T4. Indirect Hire Foreign Nationals (IHFN)</b>	<b>34,302</b>	<b>35,828</b>	<b>35,542</b>	<b>1,330,087</b>	<b>223</b>	<b>155</b>	<b>331</b>	<b>709</b>	<b>1,330,796</b>	<b>21,226</b>	<b>1,352,022</b>	<b>\$37,423</b>	<b>\$37,443</b>	<b>\$38,040</b>		<b>0.1%</b>	<b>1.6%</b>
<i>Subtotal - Total Funded (excludes OC 13)</i>	<i>815,020</i>	<i>796,040</i>	<i>800,797</i>	<i>56,792,122</i>	<i>1,318,909</i>	<i>131,025</i>	<i>1,311,398</i>	<i>2,761,332</i>	<i>59,553,454</i>	<i>18,591,483</i>	<i>78,144,937</i>	<i>\$70,919</i>	<i>\$74,368</i>	<i>\$97,584</i>		<i>4.9%</i>	<i>32.7%</i>
<b>T5. Other Object Class 13 Benefits</b>										<b>145,280</b>	<b>145,280</b>						
T5a. USDH - Benefits for Former Employees										88,826	88,826						
T5b. DHFN - Benefits for Former Employees										0	0						
T5c. Voluntary Separation Incentive Pay (VSIP)										52,676	52,676						
T5d. Foreign National Separation Liability Accrual										3,778	3,778						

TOTAL CIVILIAN PERSONNEL COSTS

**OVERSEAS CONTINGENCY OPERATIONS**

**THIS EXHIBIT WILL BE UPDATED UPON SUBMISSION OF THE  
FY 2014 OVERSEAS CONTINGENCY OPERATIONS ESTIMATE**

**OVERSEAS CONTINGENCY OPERATIONS**

