

**DEFENSE-WIDE WORKING CAPITAL FUND  
FY 2000/2001 BIENNIAL BUDGET  
SUPPLY MANAGEMENT ACTIVITY GROUP  
DEFENSE LOGISTICS AGENCY**

**FUNTIONAL DESCRIPTION**

The Defense Logistics Agency (DLA) Supply Management Activity Group incorporates those activities, programs, and costs related to materiel management. Costs include operations (salaries & expenses), materiel (items sold to the Military Services (MILSVCs)), and capital investments (purchase of equipment, software development, and minor construction).

These activities include the acquisition, inventory management, and distribution of approximately four million consumable items used by the MILSVCs and other Federal Agencies. Under the Consumable Item Transfer program, the MILSVCs transferred management of approximately 912,000 consumable items to DLA between FY 1991 and FY 1999. This resulted in DLA managing 93 percent of all consumable items within the Department of Defense (DoD). Annually, DLA receives more than 20 million requisitions or 85 percent of all DoD orders.

Currently, the DLA Supply Management Activity Group consists of five Inventory Control Points (ICPs) and a small number of supporting activities, including the Defense Logistics Information Service (DLIS). Materiel management is organized around eight broad commodity groupings: Clothing & Textiles, Medical, Subsistence, General, Industrial, Construction, Electronics, and Fuel.

During the budget period, the four Non-Energy ICPs will complete a major physical and materiel management reorganization. Concurrent with Base Realignment and Closure (BRAC) 1993 and BRAC 1995 decisions, DLA changed the strategy of assigning Federal Supply Class (FSC) management responsibilities. The new strategy involves creating two Weapons Systems Support activities and one Troop and General Support activity.

Implementation of DLA's strategy and concept of operations will ultimately realign item management responsibility (no materiel movement) for approximately 748,000 items between DLA Supply Centers commencing in FY 1996 and lasting through FY 1999. Initial transfer of items began in February 1996 with plumbing and wood product management moving from Defense Supply Center Columbus (DSCC) to Defense Industrial Supply Center (DISC). Overall, a total of 326,000 items migrated during FY 1997 and FY 1998. An additional 208,000 items are planned for transfer during FY 1999.

By the end of FY 1999, the Defense Industrial Supply Center (DISC) will be realigned within the Defense Supply Center Philadelphia (DSCP) (formerly Defense Personnel Support Center) and DSCP will physically move to the Aviation Supply Office compound in northeast Philadelphia from south Philadelphia. The realignment is part of BRAC and ends the separate identity of DISC through its consolidation with DSCP.

### **Organizational responsibilities:**

The **Defense Supply Center Philadelphia (DSCP)**, headquartered in Philadelphia, Pennsylvania, is responsible for the worldwide management of basic troop support necessities such as food, clothing and medical supplies. Annual sales to the MILSVCs are \$3.5 billion.

The **Clothing and Textiles Directorate** manages over 8,000 generic items that outfit MILSVC's members with uniforms, helmets, body armor, chemical protective suits, footwear, tents, and other related items. Annual sales are approximately \$1.1 billion. The Directorate continues to improve its business practices by implementing innovative buying strategies that are used by most major commercial retailers.

The **Medical Directorate** manages a broad spectrum of health care items that are used by a diverse customer base that ranges from stateside to battlefield hospitals. Both active and retired military members benefit from this Directorate's management of medical items ranging from aspirin and vaccines to surgical instruments and sophisticated imaging equipment. Annual sales are about \$1.2 billion. Medical treatment facilities are the Directorate's primary customer. The Prime Vendor program provides 24-hour delivery service while realizing lower costs and easier ordering. Prime Vendor represents an effort that enlists vendors who promise to produce and stock specific items for immediate delivery. In return, DLA guarantees that vendor a specific geographical market.

The **Subsistence Directorate** sells grocery items to a MILSVC customer base that ranges from the Defense Commissary Agency (DeCA) to the battlefield. These sales are valued at about \$1.2 billion annually. Items include fresh fruits and vegetables, frozen and dehydrated food, and Meals Ready-to-Eat (MREs). From Philadelphia and other locations, including Alameda, California and Pirmasens, Germany, the Subsistence Directorate ensures that food arrives on time and in quality condition whether it is being requested by a MILSVC dining

facility, aboard ship, or on the battlefield. In FY 1999, after the closure of distribution depots located in Memphis, Tennessee, and Ogden, Utah, two main storage locations and five Defense Subsistence Offices (DSOs) will support this effort.

The **Defense Industrial Supply Center (DISC)**, located in northeast Philadelphia, sells and manages industrial hardware items for the MILSVCs and other Federal Agencies. These include varied items such as bearings, rope, fittings, fasteners, gaskets, springs, rings, metal bars, sheet steel, electrical wire and cable as well as certain ores, minerals and precious metals. Many of these items are used in the repair and maintenance of key weapons systems and NASA space programs. Annual sales are an estimated \$1 billion. This activity will be realigned within DSCP by the end of FY 1999.

The **Defense Supply Center Richmond (DSCR)**, located in Richmond, Virginia, purchases and manages items in 242 commodity classes. Examples include, weapon systems spare parts, generators, machine tools and accessories, presses, laundry and dry cleaning equipment, precision instrumentation and many other general supply items. DSCR is evolving into one of the two DLA weapons systems centers. Annual sales are about \$1.8 billion.

The **Defense Supply Center Columbus (DSCC)**, located in Columbus, Ohio, sells and manages items that include spare parts for aircraft, tanks, and missile systems as well as commercial vehicles. These items include valves, hydraulics, transistors, and microcircuits. DSCC is evolving into the other DLA weapons systems center. Annual sales are projected at \$1.9 billion. As part of the BRAC actions, the electronic commodities have been realigned to DSCC and the Defense Electronics Supply Center has been closed.

The **Defense Energy Support Center (DESC) (formerly named the Defense Fuel Supply Center)**, located in Ft. Belvoir, Virginia directs the activities of various worldwide field elements. Annual sales are about \$4.0 billion. The mission of DESC has expanded as a result of Defense Reform Initiatives to include: aggregating energy loads, including electricity, and contracting for energy for the purposes of regional demonstrations in California, Texas, and the Northeast Corridor; assisting the MILSVCs in privatizing utility-related infrastructure; and assisting the MILSVCs in other energy saving demonstrations. The core mission remains unchanged -- providing comprehensive worldwide petroleum support for the MILSVCs. This effort includes:

(1) Fuel sales for petroleum and natural gas products.

(2) Arranging for petroleum support services: leasing contractor-owned, contractor-operated terminals; awarding contracts to operate Government-owned terminals; and performing environmental assessment and cleanup.

(3) Coordinating bulk petroleum transportation via tanker, pipeline, barge, rail, and truck. Also, managing the size and source of tanker cargoes lifted by the Military Sealift Command (MSC).

(4) Establishing policies and procedures for petroleum quality assurance and surveillance. DESC performs quality assurance overseas and quality surveillance functions within the Continental United States with the assistance of the Defense Contract Management Command.

## **BUDGET HIGHLIGHTS**

### **SPECIAL INTEREST ITEMS:**

#### **Centralization of DoD Cataloging**

Based on the March 1997 decision by DUSD(Logistics), DLA has begun implementing the centralization of cataloging functions at Defense Logistics Information Service (DLIS) (formerly Defense Logistics Services Center). Cataloging is the process of gathering, integrating and disseminating logistics information on supply items to logisticians around the world. The Federal Catalog System is a single catalog of seven million active items of supply used by the Federal Government, such as nuts, and bolts, office supplies, furniture, medical supplies, uniforms and weapons system repair parts. The decision to consolidate cataloging supports an organizational staff of 907 by FY 2000. Necessary funding offsets to cover the initial non-labor implementation costs are incorporated in this budget submission for FY 1998 and FY 1999. The MILSVCs will transfer the sufficient labor funds with the execution year transfer of personnel.

## **Service Level Billing for DLIS**

The Defense Logistics Information Service (DLIS) is resourced through Service Level Billings (SLB) to each DoD Supply Management Activity Group (Army, Navy, Air Force and DLA). In FY 1998 and FY 1999 each component pays an equal share of total DLIS costs. The current method of allocating SLB does not recognize each Component's level of consumption of DLIS services. Effective FY 2000, the method of allocating SLB changes to recognize the workload-customer relationship.

## **PERFORMANCE INDICATORS**

The historical performance indicator is Supply Availability or Fill Rate. This performance indicator measures the percent of time DLA is able to immediately satisfy a requisition without creating a backorder. The DoD fill rate goal is 85 percent of which DLA exceeded in FY 1998 with a fill rate of 87.5 percent. This trend is expected to continue in FY 1999 and FY 2000 with projections of 87.5 percent in FY 1999 and 87.3 percent in FY 2000. Supply availability will have less meaning in future as more sales move from stocked inventory to direct sales from vendors. Direct vendor sales are not counted in the current metric.

DLA is refining a performance indicator that measures logistics response time (LRT) or the number of days that it takes to fill a customer's requisition. DLA ICPs are committed to consistent reporting of LRT through the DoD Logistics Measurement Analysis Report System and in achieving less than 1-day processing time for immediate issues. The DoD Logistics Strategic Plan established a goal of reducing the average age of backorder items to 30 days by FY 2002. This performance target, as well as the supply availability target, can only be attained by a mixture of adjusting overall materiel replacement rates and targeted investment as well as improving administrative processes.

## **WORKLOAD**

### **Non-Energy: Gross Sales**

Gross Sales describes the primary workload measure in the non-energy business. Sales are affected by customer needs (force structure and operating tempo) and workload increase from the transfer of consumable items management from the MILSVCs to DLA. There is an increase of \$300 million in sales between FY 1999 and FY 2000 primarily driven by the balance of CIT.

### **Energy: Net Barrels Sold**

The workload estimates reflect requirements provided to DESC by the MILSVCs and other authorized customers.

## **UNIT COST**

Unit cost resourcing provides the operating cost authority (for items such as: salaries, facilities maintenance, supplies, materiel for resale, and other administrative costs) within the DLA Supply Management Activity Group. Approved budget requirements and projected workload are used to develop a unit cost goal. This is applied to actual workload during the budget execution year to earn the approved cost authority.

	Non-Energy		
	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
Costs (\$M)	8,060.8	8,504.5	8,366.5
Gross Sales (\$M)	8,055.1	8,197.2	8,497.3
Unit Cost Goal (Per \$ of sales)	1.00	1.04	0.99

(Figure 1)

## Energy

	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
Costs (\$M)	2,256.4	2,883.6	3,329.1
Net BBLs Sold (M)	111.3	109.9	108.8
Unit Cost Goal (\$ per barrel)	20.27	26.24	30.60

(Figure 2)

## CUSTOMER RATE CHANGE

### Non-Energy:

DLA develops and the Department of Defense approves the change in customer rates for the non-energy segment of the activity group. These changes are primarily driven by inflation and the basic costs incurred to deliver the products to the customers relative to the sales volume. These costs include inflation on items bought for resale, the production costs needed to buy, store, and ship the materiel (production costs), and the supporting overhead costs. DLA's FY 2000 customer price change is +4.7 percent. This represents a depressed FY 1999 customer price.

DLA uses commercial buying practices and management initiatives to minimize DLA prices, improve quality, and increase customer satisfaction:

(1) Direct Vendor Deliveries (DVDs) are a sub-set of the long-term contracts, but involve short-term contracts, as well. Items sold to the MILSVC under this concept are shipped directly from the supplier and therefore, avoid the cost of shipping from a DLA depot and inventory is reduced. Essentially, this precludes the double handling of the materiel and the associated cost. The goal is to use this vehicle in cases where it is cost beneficial from a total cost perspective.

(2) Expansion of Electronic Commerce and Electronic Data Interchange allows for automated versus manual procurement. DLA satisfied 80 percent of its contract actions by using this automation in FY 1998. The goals for FY 1999 and FY 2000 are 85 percent and 90 percent, respectively. These quick responding procurement actions reduce the amount of on-hand inventory required by both DLA and our customers.

(3) Total Asset Visibility provides managers with timely and accurate information about the location, quality, condition, movement, and status of DoD materiel. This oversight capability includes both assets under DLA ownership and those that are available in our customers' inventories. This visibility optimizes use of DoD assets on a priority basis.

FY 1999 customer prices included a cash offset that resulted in a customer price change of -1 percent. Cash generated through the sell down of inventories was returned to our customers in the FY 1999 prices. By lowering our prices, funding was made available for the MILSVCs. No cash offset has been included in our prices for FY 2000.

**Energy:**

Unlike non-energy, fuel rates are established by the Office of Management and Budget (OMB) with input from the Departments of Defense, Energy, Treasury, and Commerce. The single most important cost factor is the world petroleum market price/product cost. While this product cost is outside DLA's direct control, several acquisition and materiel management techniques are used to mitigate rising costs. Acquisition techniques include flexible (seasonal or spot) buying, dollar cost averaging, market sensitive ordering, commercial buying of bunkers, minimal Small and Disadvantaged Business premium payments, and the increased use of commercial specifications. Materiel management techniques include and improved requirements forecasting and using refinery production capacity in place of product to support the MILSVC War Reserve requirement. Additionally, DLA is continually changing its storage and transportation methods in search of efficiencies without impeding petroleum support effectiveness. Also considered in the change in customer prices are the costs incurred to deliver the product to the customers (operations costs: the production costs needed to buy, store, and ship the petroleum; and the supporting overhead costs).



The predicted FY 1999 cost of fuel in DWCF programs decreased by \$877 million after the FY 1999 selling price was set. Congressional action on the FY 1999 DoD budget reduced Operation and Maintenance appropriations by a total of \$569 million for the then-estimated cost of fuel. The \$569 million is being transferred from the DWCF to reinstate the readiness programs affected by that O&M reduction. The difference between the lower cost of fuel in FY 1999 and the congressional reduction was applied to three additional areas: \$182 million was used to lower the selling price of fuel which in effect lowers associated customer appropriations in the FY 2000 budget year. \$45 million is being transferred to CINCSOUTH appropriations related to the costs of relocating from Panama. \$81 million was used to cover unfinanced distribution depot over-ocean transportation costs related to support of operations in Bosnia.

The FY 2000 DWCF selling price of fuel also reflects an additional reduction related to a lower requirement for war reserve inventories of fuel. This reduction, occurring over the three year period from FY 1999 through FY 2001, results in a \$139 million reduction in FY 2000 selling prices and a \$46 million reduction in the proposed FY 2001 selling price.

The net effect of all these actions is that the FY 2000 DWCF selling price is \$3.36 per barrel below the predicted cost. Customer appropriations reflect this lower selling price.

#### ENERGY

	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
Composite Fuel Price (\$/BBL):	38.22	34.86	26.04

(Figure 3)

## CUSTOMER RATE CHANGES

	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
Non-Energy CPC	1.6%	-1.0%	4.7%
DoD Non-Energy Inflation	1.5%	1.6%	1.5%
Energy	19.7%	-8.8%	-25.3%

(Figure 4)

## INVENTORY

Supply Management inventory has reduced from 11 billion to \$9.8 billion at the end of FY 1998. The budget reflects further reductions during this budget period of \$1 billion.

## COMPOSITE MATERIEL REPLACEMENT RATES NON-ENERGY

	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
Net Sales @ Cost (\$M)	6,469.6	6,784.9	6,852.8
Obligations (\$M)	6,276.9	6,726.7	6,736.8
Replacement Rate	97.0%	99.1%	98.3%

(Figure 5)

Principally, buying reduced replacement has been DLA reaction to realized and anticipated future reduction in customer orders and our move to direct vendor deliveries. The end-state MILSVC customer base will result in fewer orders. However, the general reduction is being offset somewhat by customer orders/sales that have and will result from CIT transfers. However, since we are approaching the end of MILSVC downsizing and the exhaustion of useable on-hand inventory, the replacement rates are being increased slightly over the period.

More importantly, the DLA investment strategy is being evaluated with respect to improving critical weapon system readiness versus maximizing supply availability. Through both phases of CIT, DLA has gained a large number of high cost items. Due to the nature of inventory optimization models, most of these items do not fare well in competing for investment dollars against the traditional DLA low-cost, fast-moving items.

Most of these CIT items are critical to only one weapon system application. Moreover, their long leadtimes make them especially vulnerable to supply problems. A shift in investment away from the low-cost items to support this new breed of items will reduce overall supply performance to unacceptably low levels.

Therefore, DLA is investing separately in these items to achieve and maintain a satisfactory level of supply support. Investment is directed toward moderate to high cost critical items with higher, more stable demand and, therefore, the highest likelihood of sales and return on investment. This program will help close a readiness gap in our support strategy by providing protection for critical items, CIT or otherwise.

#### COMPOSITE NON-ENERGY INVENTORY

	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
Beginning Inventory (\$M)	9,944.6	9,845.5	9,255.6
Receipts (\$M)	6,182.1	6,462.7	6,634.3
Sales (\$M)	-6,619.7	-6,961.1	-7,029.4
Disposals (\$M)	-645.0	-633.6	-506.8
Capitalizations (\$M)	720.0	106.0	56.1
Other (\$M)	263.5	436.1	420.2
Ending Inventory (\$M)	9,845.5	9,255.6	8,830.0

(Figure 6)

## ENERGY INVENTORY

The ending FY 1998 fuel inventory was estimated to be 59.4 MBBLS. This reflects a drawdown since FY 1995 of 7.0 MBBLS held in War Reserve. Additionally, there will be a War Reserve inventory drawdown of approximately 6.9 MBBLS in FY 99-00. The drawdown reflects a diminished national security threat.

## NET OPERATING RESULT (NOR)/ACCUMULATED OPERATING RESULT (AOR)

The NOR measures the short range, single fiscal year, impact of revenue and expenses incurred by the business. For example, a positive annual NOR demonstrates that revenues exceeded expenses for the business activity. A negative NOR - just the opposite.

The (AOR) reflects the long term, multi-year, results of previous NORs. Its measurement describes the accumulated affects of NORs and demonstrates the fiscal strength over a longer time. The budgeted goal is to break-even by the budget year.

The cost of goods sold describes the materiel expense (excludes the cost of operations). It is a primary element in determining the NOR (Figure 7).

### NOR/AOR (Dollars in Millions)

	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
Revenues	12,618.7	12,708.5	12,019.8
Expenses:	11,665.6	12,220.7	12,300.4
CGS	9,076.3	8,922.5	9,187.6
Operations	2,589.3	3,298.2	3,112.8
NOR	953.1	487.8	-280.6
Other Changes	-395.4	-637.2	-127.7
Ending AOR	557.7	408.3	-0-

(Figure 7)

## PERSONNEL

Reductions in employment levels, without degradation of mission support, are achieved primarily via automation and management improvement and BRAC consolidations. Automating our acquisition processes and management information systems reduce the need for manual intervention. Management improvements -- reorganizing, re-engineering processes, and realigning workloads -- are general means to further productivity. Productivity is measured by assessing the ratio of workload performed per Full Time Equivalent (FTE) consumed. A FTE is an equivalent year's worth of effort. End strength is the actual number of personnel on the rolls as of September 30.

	Military and Civilian Personnel		
	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>
End Strength:			
Military	365	360	360
Civilian	<u>10,865</u>	<u>10,549</u>	<u>10,329</u>
Total	11,230	10,909	10,689
Full-time Equivalents:			
Military	365	360	360
Civilian	<u>10,888</u>	<u>10,997</u>	<u>10,468</u>
Total	11,253	11,357	10,828

(Figure 8)

## Capital Budget

The capital budget finances the procurement of capital equipment, the development of software for operational and management information systems, and minor construction projects costing in excess of \$100,000 per deliverable. A capital item is assumed to have zero salvage value and is depreciated on a straight-line basis over its useful life. This charge is then expensed and included in DLA's cost to recover.

The capital budget estimate for FY 2000 of \$103.3 million is a \$27 million increase over the FY 1999 requirements. This reflects an expansion in the use of commercial practices, such as Web technology, modernization of the Supply Automated Material Management System (SAMMS) and the assumption of the DoD Cataloging mission. These investments will improve overall supply business processes while providing improved information access for the decision process. This growth is also attributable to the increase in facilities improvement associated with the extended life expectancy of DoD's fuel infrastructure. These improvements will bring the facilities into compliance with fire, safety, and environmental regulations.

**DEFENSE-WIDE WORKING CAPITAL FUND**

Component: Defense Logistics Agency

Activity Group: Supply Management

**REVENUE AND EXPENSES**

Date: February 1999

(Dollars in Millions)

	FY 1998	FY 1999	FY 2000
<b>Revenue:</b>			
Net Sales @ Standard:	12,176.1	11,819.8	11,153.9
Operations	12,161.9	11,798.8	11,134.2
Capital Surcharge			
Depreciation Excluding Minor Construction	14.2	21.0	19.7
Major Construction Depreciation			
Other Income:	442.6	888.7	866.0
Refunds/Discounts (-)			
<b>Total Income</b>	<b>12,618.7</b>	<b>12,708.5</b>	<b>12,019.9</b>
<b>Expenses:</b>			
Cost of Materiel Sold from Inventory	9,076.3	8,922.5	9,187.6
Materiel-Related	176.5	265.5	240.4
Salaries and Wages:			
Military Personnel Compensation & Benefits	28.4	29.2	26.1
Civilian Personnel Compensation & Benefits	698.6	718.0	708.9
Travel & Transportation of Personnel	18.1	19.3	20.9
Materials & Supplies (For internal Operations)	11.7	17.2	17.3
Equipment	6.6	7.4	7.6
Other Purchases from Revolving Fund	585.3	786.1	676.2
Transportation of Things	323.2	507.4	490.1
Major Maintenance and Repair	210.5	187.9	199.4
Depreciation - Capital	14.2	21.0	19.7
Printing and Reproduction	12.3	14.0	9.4
Advisory and Assistance Services	24.1	26.4	26.8
Rent, Communication, Utilities, & Misc. Charges	57.8	59.5	56.2
Other Purchased Services	422.0	639.3	613.9
<b>Total Expenses</b>	<b>11,665.6</b>	<b>12,220.7</b>	<b>12,300.5</b>
<b>OPERATING RESULT</b>	<b>953.1</b>	<b>487.8</b>	<b>(280.6)</b>
Less Capital Surcharge Reservation	0.0	0.0	0.0
Plus Appropriations Affecting NOR/AOR	0.0	0.0	0.0
Other Changes Affecting NOR	0.0	0.0	0.0
<b>NET OPERATING RESULT (NOR)</b>	<b>953.1</b>	<b>487.8</b>	<b>(280.6)</b>
<b>Prior Year Adjustments</b>			
Other Changes Affecting AOR	(395.4)	(637.2)	(127.7)
<b>ACCUMULATED OPERATING RESULT (AOR)</b>	<b>557.7</b>	<b>408.3</b>	<b>0.0</b>
<b>Non-Recoverable Adjustment Impacting AOR</b>			
<b>ACCUMULATED OPERATING RESULT FOR BUDGET PURPOSES</b>			

**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/SUPPLY TOTAL  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	11,141.5	10,930.9	10,158.5
<b>a. Army</b>	2,419.9	2,532.0	2,580.9
<b>Navy</b>	3,915.9	3,843.1	3,545.3
<b>Air Force</b>	4,380.4	4,175.9	3,646.9
<b>Marine Corps</b>	331.4	338.0	343.4
<b>DLA O&amp;M</b>	72.5	20.4	20.2
<b>Other</b>	21.4	21.5	21.8
<b>b. Orders from other Fund Activity Groups:</b>	434.6	449.5	463.5
<b>Exchange Services</b>	156.4	175.1	182.5
<b>DeCA</b>	260.9	258.5	268.1
<b>Other</b>	17.3	15.9	12.9
<b>c. Total DoD</b>	11,576.1	11,380.4	10,622.0
<b>d. Other Orders:</b>	808.9	814.5	822.8
<b>Other Federal Agencies</b>	235.5	241.1	213.5
<b>Trust Fund</b>	552.3	552.3	586.5
<b>Non Federal Agencies</b>	21.1	21.1	22.8
<b>Foreign Military Sales</b>	0.0	0.0	0.0
<b>Total New Orders</b>	12,385.0	12,194.9	11,444.8
<b>2. Carry-In Orders</b>	1,506.7	1,286.3	1,261.2
<b>3. Total Gross Orders</b>	13,891.7	13,481.2	12,706.0
<b>4. Funded Carry-Over</b>	1,284.2	1,261.2	1,232.3
<b>5. Total Gross Sales</b>	12,607.5	12,220.0	11,473.7

**Exhibit Fund-11 Source of Revenue**



**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/CLOTHING & TEXTILES  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	806.5	905.7	941.3
<b>a. Army</b>	393.3	489.8	507.9
Navy	148.0	165.7	172.7
Air Force	162.3	181.7	189.4
Marine Corps	60.6	67.9	70.7
DLA O&M	41.8	0.0	0.0
Other	0.5	0.6	0.6
<b>b. Orders from other Fund Activity Groups:</b>	156.6	175.3	182.7
Exchange Services	156.4	175.1	182.5
DeCA	0.0	0.0	0.0
Other	0.2	0.2	0.2
<b>c. Total DoD</b>	963.1	1,081.0	1,124.0
<b>d. Other Orders:</b>	21.5	21.5	25.2
Other Federal Agencies	12.5	12.5	14.7
Trust Fund	8.8	8.8	10.3
Non Federal Agencies	0.2	0.2	0.2
Foreign Military Sales	0.0	0.0	0.0
<b>Total New Orders</b>	984.6	1,102.5	1,149.2
<b>2. Carry-In Orders</b>	199.9	118.4	118.0
<b>3. Total Gross Orders</b>	1,184.5	1,220.9	1,267.2
<b>4. Funded Carry-Over</b>	118.4	118.0	118.4
<b>5. Total Gross Sales</b>	1,066.1	1,102.9	1,148.8

**Exhibit Fund-11 Source of Revenue**

**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/MEDICAL  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	1,154.8	1,199.1	1,286.3
<b>a. Army</b>	575.7	599.1	648.5
<b>Navy</b>	278.0	288.4	306.6
<b>Air Force</b>	264.2	274.1	291.4
<b>Marine Corps</b>	34.1	35.4	37.6
<b>DLA O&amp;M</b>	0.8	0.0	0.0
<b>Other</b>	2.0	2.1	2.2
<b>b. Orders from other Fund Activity Groups:</b>	0.0	0.0	0.0
<b>Exchange Services</b>	0.0	0.0	0.0
<b>DeCA</b>	0.0	0.0	0.0
<b>Other</b>	0.0	0.0	0.0
<b>c. Total DoD</b>	1,154.8	1,199.1	1,286.3
<b>d. Other Orders:</b>	3.4	3.4	3.8
<b>Other Federal Agencies</b>	2.1	2.1	2.4
<b>Trust Fund</b>	1.2	1.2	1.3
<b>Non Federal Agencies</b>	0.1	0.1	0.1
<b>Foreign Military Sales</b>	0.0	0.0	0.0
<b>Total New Orders</b>	1,158.2	1,202.5	1,290.1
<b>2. Carry-In Orders</b>	212.1	163.4	151.8
<b>3. Total Gross Orders</b>	1,370.3	1,365.9	1,441.9
<b>4. Funded Carry-Over</b>	163.4	151.8	148.6
<b>5. Total Gross Sales</b>	1,206.9	1,214.1	1,293.3

**Exhibit Fund-11 Source of Revenue**

**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/SUBSISTENCE  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	852.1	843.7	875.7
<b>a. Army</b>	418.7	414.2	430.3
<b>Navy</b>	233.3	231.2	239.8
<b>Air Force</b>	91.6	90.8	94.1
<b>Marine Corps</b>	102.2	101.3	105.0
<b>DLA O&amp;M</b>	0.0	0.0	0.0
<b>Other</b>	6.3	6.2	6.5
<b>b. Orders from other Fund Activity Groups:</b>	260.9	258.5	268.1
<b>Exchange Services</b>	0.0	0.0	0.0
<b>DeCA</b>	260.9	258.5	268.1
<b>Other</b>	0.0	0.0	0.0
<b>c. Total DoD</b>	1,113.0	1,102.2	1,143.8
<b>d. Other Orders:</b>	66.2	66.2	68.1
<b>Other Federal Agencies</b>	65.4	65.4	67.3
<b>Trust Fund</b>	0.8	0.8	0.8
<b>Non Federal Agencies</b>	0.0	0.0	0.0
<b>Foreign Military Sales</b>	0.0	0.0	0.0
<b>Total New Orders</b>	1,179.2	1,168.4	1,211.9
<b>2. Carry-In Orders</b>	0.0	0.0	0.0
<b>3. Total Gross Orders</b>	1,179.2	1,168.4	1,211.9
<b>4. Funded Carry-Over</b>	0.0	0.0	0.0
<b>5. Total Gross Sales</b>	1,179.2	1,168.4	1,211.9

**Exhibit Fund-11 Source of Revenue**

**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/INDUSTRIAL  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	775.5	851.7	960.1
<b>a. Army</b>	182.2	197.8	221.2
<b>Navy</b>	300.8	338.5	386.2
<b>Air Force</b>	265.9	288.7	322.8
<b>Marine Corps</b>	21.0	22.8	25.5
<b>DLA O&amp;M</b>	2.0	0.0	0.0
<b>Other</b>	3.6	3.9	4.4
<b>b. Orders from other Fund Activity Groups:</b>	1.6	1.7	1.9
<b>Exchange Services</b>	0.0	0.0	0.0
<b>DeCA</b>	0.0	0.0	0.0
<b>Other</b>	1.6	1.7	1.9
<b>c. Total DoD</b>	777.1	853.4	962.0
<b>d. Other Orders:</b>	111.7	111.7	135.7
<b>Other Federal Agencies</b>	11.1	11.1	13.6
<b>Trust Fund</b>	94.5	94.5	114.7
<b>Non Federal Agencies</b>	6.1	6.1	7.4
<b>Foreign Military Sales</b>	0.0	0.0	0.0
<b>Total New Orders</b>	888.8	965.1	1,097.7
<b>2. Carry-In Orders</b>	219.0	185.3	166.5
<b>3. Total Gross Orders</b>	1,107.8	1,150.4	1,264.2
<b>4. Funded Carry-Over</b>	185.3	166.5	175.7
<b>5. Total Gross Sales</b>	922.5	983.9	1,088.5

**Exhibit Fund-11 Source of Revenue**

**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/RICHMOND  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	1,538.1	1,656.9	1,568.9
<b>a. Army</b>	218.9	233.7	227.9
<b>Navy</b>	618.7	682.8	644.0
<b>Air Force</b>	673.5	719.0	676.1
<b>Marine Corps</b>	17.9	19.1	18.6
<b>DLA O&amp;M</b>	6.9	0.0	0.0
<b>Other</b>	2.2	2.3	2.3
<b>b. Orders from other Fund Activity Groups:</b>	1.4	1.5	1.5
<b>Exchange Services</b>	0.0	0.0	0.0
<b>DeCA</b>	0.0	0.0	0.0
<b>Other</b>	1.4	1.5	1.5
<b>c. Total DoD</b>	1,539.5	1,658.4	1,570.4
<b>d. Other Orders:</b>	220.8	220.8	230.0
<b>Other Federal Agencies</b>	13.5	13.5	14.2
<b>Trust Fund</b>	202.6	202.6	210.9
<b>Non Federal Agencies</b>	4.7	4.7	4.9
<b>Foreign Military Sales</b>	0.0	0.0	0.0
<b>Total New Orders</b>	1,760.3	1,879.2	1,800.4
<b>2. Carry-In Orders</b>	378.0	433.0	464.9
<b>3. Total Gross Orders</b>	2,138.3	2,312.2	2,265.3
<b>4. Funded Carry-Over</b>	433.0	464.9	433.0
<b>5. Total Gross Sales</b>	1,705.3	1,847.3	1,832.3

**Exhibit Fund-11 Source of Revenue**

**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/COLUMBUS  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	1,541.7	1,528.2	1,594.6
<b>a. Army</b>	364.6	361.9	370.9
<b>Navy</b>	661.4	655.8	700.5
<b>Air Force</b>	446.0	442.7	453.7
<b>Marine Corps</b>	64.6	64.1	65.7
<b>DLA O&amp;M</b>	1.4	0.0	0.0
<b>Other</b>	3.7	3.7	3.8
<b>b. Orders from other Fund Activity Groups:</b>	0.1	0.1	0.1
<b>Exchange Services</b>	0.0	0.0	0.0
<b>DeCA</b>	0.0	0.0	0.0
<b>Other</b>	0.1	0.1	0.1
<b>c. Total DoD</b>	1,541.8	1,528.3	1,594.7
<b>d. Other Orders:</b>	274.7	274.7	279.6
<b>Other Federal Agencies</b>	20.5	20.5	21.0
<b>Trust Fund</b>	244.2	244.2	248.4
<b>Non Federal Agencies</b>	10.0	10.0	10.2
<b>Foreign Military Sales</b>	0.0	0.0	0.0
<b>Total New Orders</b>	1,816.5	1,803.0	1,874.3
<b>2. Carry-In Orders</b>	497.7	386.1	359.8
<b>3. Total Gross Orders</b>	2,314.2	2,189.1	2,234.1
<b>4. Funded Carry-Over</b>	386.1	359.8	358.5
<b>5. Total Gross Sales</b>	1,928.1	1,829.3	1,875.6

**Exhibit Fund-11 Source of Revenue**

**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/BOS  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	19.3	20.4	20.2
<b>a. Army</b>	0.0	0.0	0.0
Navy	0.0	0.0	0.0
Air Force	0.0	0.0	0.0
Marine Corps	0.0	0.0	0.0
DLA O&M	19.3	20.4	20.2
Other	0.0	0.0	0.0
<b>b. Orders from other Fund Activity Groups:</b>	0.0	0.0	0.0
Exchange Services	0.0	0.0	0.0
DeCA	0.0	0.0	0.0
Other	0.0	0.0	0.0
<b>c. Total DoD</b>	19.3	20.4	20.2
<b>d. Other Orders:</b>	0.0	0.0	0.1
Other Federal Agencies	0.0	0.0	0.1
Trust Fund	0.0	0.0	0.0
Non Federal Agencies	0.0	0.0	0.0
Foreign Military Sales	0.0	0.0	0.0
<b>Total New Orders</b>	19.3	20.4	20.3
<b>2. Carry-In Orders</b>	0.0	0.1	0.0
<b>3. Total Gross Orders</b>	19.3	20.5	20.3
<b>4. Funded Carry-Over</b>	0.1	0.0	-0.1
<b>5. Total Gross Sales</b>	19.2	20.5	20.4

**Exhibit Fund-11 Source of Revenue**

**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/NSA  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	0.0	0.0	0.0
<b>a. Army</b>	0.0	0.0	0.0
Navy	0.0	0.0	0.0
Air Force	0.0	0.0	0.0
Marine Corps	0.0	0.0	0.0
DLA O&M	0.0	0.0	0.0
Other	0.0	0.0	0.0
<b>b. Orders from other Fund Activity Groups:</b>	0.0	0.0	0.0
Exchange Services	0.0	0.0	0.0
DeCA	0.0	0.0	0.0
Other	0.0	0.0	0.0
<b>c. Total DoD</b>	0.0	0.0	0.0
<b>d. Other Orders:</b>	25.4	31.0	24.5
Other Federal Agencies	25.4	31.0	24.5
Trust Fund	0.0	0.0	0.0
Non Federal Agencies	0.0	0.0	0.0
Foreign Military Sales	0.0	0.0	0.0
<b>Total New Orders</b>	25.4	31.0	24.5
<b>2. Carry-In Orders</b>	0.0	0.0	0.2
<b>3. Total Gross Orders</b>	25.4	31.0	24.7
<b>4. Funded Carry-Over</b>	-2.1	0.2	-1.8
<b>5. Total Gross Sales</b>	27.5	30.8	26.5

**Exhibit Fund-11 Source of Revenue**



**DEFENSE-WIDE WORKING CAPITAL FUND  
 COMPONENT: DEFENSE LOGISTICS AGENCY  
 ACTIVITY GROUP: SUPPLY MANAGEMENT/ENERGY  
 SOURCE OF NEW ORDERS AND REVENUE  
 FEBRUARY 1999  
 (Dollars in Millions)**

	FY 98	FY 99	FY 00
<b>1. New Orders:</b>	4,453.5	3,925.2	2,911.4
<b>a. Army</b>	266.5	235.5	174.2
<b>Navy</b>	1,675.7	1,480.7	1,095.5
<b>Air Force</b>	2,476.9	2,178.9	1,619.4
<b>Marine Corps</b>	31.0	27.4	20.3
<b>DLA O&amp;M</b>	0.3	0.0	0.0
<b>Other</b>	3.1	2.7	2.0
<b>b. Orders from other Fund Activity Groups:</b>	14.0	12.4	9.2
<b>Exchange Services</b>	0.0	0.0	0.0
<b>DeCA</b>	0.0	0.0	0.0
<b>Other</b>	14.0	12.4	9.2
<b>c. Total DoD</b>	4,467.5	3,937.6	2,920.6
<b>d. Other Orders:</b>	85.2	85.2	55.8
<b>Other Federal Agencies</b>	85.0	85.0	55.7
<b>Trust Fund</b>	0.2	0.2	0.1
<b>Non Federal Agencies</b>	0.0	0.0	0.0
<b>Foreign Military Sales</b>	0.0	0.0	0.0
<b>Total New Orders</b>	4,552.7	4,022.8	2,976.4
<b>2. Carry-In Orders</b>	0.0	0.0	0.0
<b>3. Total Gross Orders</b>	4,552.7	4,022.8	2,976.4
<b>4. Funded Carry-Over</b>	0.0	0.0	0.0
<b>5. Total Gross Sales</b>	4,552.7	4,022.8	2,976.4

**Exhibit Fund-11 Source of Revenue**

FY 2000/2001 Biennial Budget Estimates  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 1998 Inventory Status  
 (Dollars in Millions)

Defense Logistics Agency Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	11,636.7	1,703.3	5,376.8	4,556.6
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	(240.2)	(112.6)	(490.3)	362.7
c. Inventory Reclassified and Repriced	11,396.5	1,590.7	4,886.5	4,919.3
RECEIPTS AT COST	8,579.5	198.8	8,380.7	0.0
GROSS SALES AT COST	(9,353.1)	(205.4)	(9,147.7)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	720.0	0.0	211.8	508.2
Transfer to other DLA ICPs	(748.3)	0.0	(431.2)	(317.1)
Transfer from other DLA ICPs	796.4	0.0	458.5	337.9
b. Returns from Customers for Credit	273.1	7.8	265.3	0.0
c. Returns for Customers without Credit	269.0	0.0	1.2	267.8
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(645.0)	0.0	(13.2)	(631.8)
f. Issues/Receipts without Reimbursement (+/-)	(88.0)	0.0	(31.6)	(56.4)
g. Other ( List and Explain)	(129.6)	(272.7)	327.0	(183.9)
h. Total Adjustments	447.6	(264.9)	787.8	(75.3)
INVENTORY - End of Period (EOP)	11,070.5	1,319.2	4,907.3	4,844.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				3,220.5
b. Contingency Retention (Memo)				200.3
c. Potential DoD Utilization (Memo)				46.1
INVENTORY ON ORDER EOP	4,212.2	168.9	3,979.5	63.8

FY 2000/2001 Biennial Budget Estimates  
Defense Logistics Agency - Supply Management Activity Group  
FY 1999 Inventory Status  
(Dollars in Millions)

Defense Logistics Agency Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	11,070.5	1,319.2	4,907.3	4,844.0
BOP INVENTORY ADJUSTMENTS	0.0	0.0	0.0	0.0
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	32.1	22.9	9.2	0.0
c. Inventory Reclassified and Repriced	11,102.6	1,342.1	4,916.5	4,844.0
RECEIPTS AT COST	9,056.2	278.0	8,778.2	0.0
GROSS SALES AT COST	(9,290.4)	(377.5)	(8,912.9)	0.0
INVENTORY ADJUSTMENTS	0.0	0.0	0.0	0.0
a. Capitalizations + or (-)	106.0	0.0	39.5	66.5
Transfer to other DLA ICPs	(447.2)	0.0	(343.8)	(103.4)
Transfer from other DLA ICPs	447.2	0.0	343.8	103.4
b. Returns from Customers for Credit	367.9	1.2	366.7	0.0
c. Returns for Customers without Credit	307.8	0.0	2.0	305.8
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(633.6)	0.0	(42.5)	(591.1)
f. Issues/Receipts without Reimbursement (+/-)	(21.0)	0.0	(3.0)	(18.0)
g. Other ( List and Explain)	(46.8)	(0.9)	66.4	(112.3)
h. Total Adjustments	80.3	0.3	429.1	(349.1)
INVENTORY - End of Period (EOP)	10,948.7	1,242.9	5,210.9	4,494.9
INVENTORY EOP - REVALUED	9,647.3	1,249.0	5,221.2	3,193.5
a. Economic Retention (Memo)				2,971.6
b. Contingency Retention (Memo)				173.0
c. Potential DoD Utilization (Memo)				48.9
INVENTORY ON ORDER EOP	3,999.4	130.9	3,802.2	66.3

FY 2000-2001 DEFENSE BUDGET REVIEW  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 2000 Inventory Status  
 (Dollars in Millions)

Defense Logistics Agency Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	10,948.7	1,242.9	5,210.9	4,494.9
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	10,948.7	1,242.9	5,210.9	4,494.9
RECEIPTS AT COST	9,010.4	225.3	8,785.1	0.0
GROSS SALES AT COST	(9,507.4)	(321.7)	(9,185.7)	0.0
INVENTORY ADJUSTMENTS	0.0	0.0	0.0	0.0
a. Capitalizations + or (-)	56.1	0.0	25.1	31.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	373.0	1.3	371.7	0.0
c. Returns for Customers without Credit	253.4	0.0	2.0	251.4
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(506.8)	0.0	(2.0)	(504.8)
f. Issues/Receipts without Reimbursement (+/-)	(1.0)	0.0	0.0	(1.0)
g. Other ( List and Explain)	(8.8)	(0.3)	176.3	(184.8)
h. Total Adjustments	165.9	1.0	573.1	(408.2)
INVENTORY - End of Period (EOP)	10,617.6	1,147.5	5,383.4	4,086.7
INVENTORY EOP - REVALUED	9,440.9	1,147.5	5,383.4	2,910.0
a. Economic Retention (Memo)				2,710.2
b. Contingency Retention (Memo)				156.5
c. Potential DoD Utilization (Memo)				43.3
INVENTORY ON ORDER EOP	4,770.3	132.7	4,567.3	70.3

FY 2000/2001 Biennial Budget Estimates  
Defense Logistics Agency - Supply Management Activity Group  
FY 1998 Inventory Status  
(Dollars in Millions)

Clothing and Textiles	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,451.2	46.1	1,141.7	263.4
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.2	0.0	(28.8)	29.0
c. Inventory Reclassified and Repriced	1,451.4	46.1	1,112.9	292.4
RECEIPTS AT COST	918.0	0.0	918.0	0.0
GROSS SALES AT COST	(883.0)	0.0	(883.0)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	1.0	0.0	1.0	0.0
Transfer to other DLA ICPS	0.0	0.0	0.0	0.0
Transfer from other DLA ICPS	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	12.0	0.0	12.0	0.0
c. Returns for Customers without Credit	38.0	0.0	0.0	38.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(147.0)	0.0	(16.2)	(130.8)
f. Issues/Receipts without Reimbursement (+/-)	(74.0)	0.0	(29.6)	(44.4)
g. Other ( List and Explain)	110.5	(13.0)	115.2	8.3
h. Total Adjustments	(59.5)	(13.0)	82.4	(128.9)
INVENTORY - End of Period (EOP)	1,426.9	33.1	1,230.3	163.5
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				74.0
b. Contingency Retention (Memo)				11.0
c. Potential DoD Utilization (Memo)				1.8
INVENTORY ON ORDER EOP	484.0	0.0	484.0	0.0

FY 2000/2001 Biennial Budget Estimates  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 1999 Inventory Status  
 (Dollars in Millions)

Clothing and Textiles	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,426.9	33.1	1,230.3	163.5
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	1,426.9	33.1	1,230.3	163.5
RECEIPTS AT COST	901.9	0.0	901.9	0.0
GROSS SALES AT COST	(1,003.9)	0.0	(1,003.9)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	27.0	0.0	27.0	0.0
c. Returns for Customers without Credit	30.0	0.0	0.0	30.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(140.0)	0.0	(40.0)	(100.0)
f. Issues/Receipts without Reimbursement (+/-)	(20.0)	0.0	(3.0)	(17.0)
g. Other ( List and Explain)	0.0	0.0	(79.3)	79.3
h. Total Adjustments	(103.0)	0.0	(95.3)	(7.7)
INVENTORY - End of Period (EOP)	1,221.9	33.1	1,033.0	155.8
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				70.2
b. Contingency Retention (Memo)				10.7
c. Potential DoD Utilization (Memo)				1.7
INVENTORY ON ORDER EOP	556.0	0.0	556.0	0.0

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Clothing and Textiles	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,221.9	33.1	1,033.0	155.8
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	1,221.9	33.1	1,033.0	155.8
RECEIPTS AT COST	955.3	0.0	955.3	0.0
GROSS SALES AT COST	(994.4)	0.0	(994.4)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	27.1	0.0	27.1	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(80.0)	0.0	0.0	(80.0)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	20.0	0.0	20.0	0.0
h. Total Adjustments	(32.9)	0.0	47.1	(80.0)
INVENTORY - End of Period (EOP)	1,149.9	33.1	1,041.0	75.8
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				47.7
b. Contingency Retention (Memo)				7.3
c. Potential DoD Utilization (Memo)				1.1
INVENTORY ON ORDER EOP	562.8	0.0	562.8	0.0

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Medical	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	235.0	20.2	150.2	64.6
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	(1.4)	(0.2)	(7.6)	6.4
c. Inventory Reclassified and Repriced	233.6	20.0	142.6	71.0
RECEIPTS AT COST	1,170.5	4.1	1,166.4	0.0
GROSS SALES AT COST	(1,146.6)	0.0	(1,146.6)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPS	0.0	0.0	0.0	0.0
Transfer from other DLA ICPS	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	1.0	0.0	1.0	0.0
c. Returns for Customers without Credit	8.0	0.0	1.2	6.8
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(35.0)	0.0	0.0	(35.0)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(22.6)	(7.1)	(38.2)	22.7
h. Total Adjustments	(48.6)	(7.1)	(36.0)	(5.5)
INVENTORY - End of Period (EOP)	208.9	17.0	126.4	65.5
INVENTORY EOP - REVALUED	168.3	17.0	126.0	25.3
a. Economic Retention (Memo)				16.5
b. Contingency Retention (Memo)				7.5
c. Potential DoD Utilization (Memo)				1.3
INVENTORY ON ORDER EOP	269.9	0.0	269.9	0.0



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Medical	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	208.9	17.0	126.4	65.5
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	208.9	17.0	126.4	65.5
RECEIPTS AT COST	1,156.2	0.0	1,156.2	0.0
GROSS SALES AT COST	(1,154.2)	0.0	(1,154.2)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	2.0	0.0	2.0	0.0
c. Returns for Customers without Credit	6.7	0.0	1.0	5.7
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(12.2)	0.0	0.0	(12.2)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(0.5)	0.0	(3.7)	3.2
h. Total Adjustments	(4.0)	0.0	(0.7)	(3.3)
INVENTORY - End of Period (EOP)	206.9	17.0	127.7	62.2
INVENTORY EOP - REVALUED	169.0	17.0	127.7	24.3
a. Economic Retention (Memo)				15.8
b. Contingency Retention (Memo)				7.3
c. Potential DoD Utilization (Memo)				1.2
INVENTORY ON ORDER EOP	279.2	0.0	279.2	0.0

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Medical	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	206.9	17.0	127.7	62.2
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	206.9	17.0	127.7	62.2
RECEIPTS AT COST	1,204.2	0.0	1,204.2	0.0
GROSS SALES AT COST	(1,207.3)	0.0	(1,207.3)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	2.0	0.0	2.0	0.0
c. Returns for Customers without Credit	6.4	0.0	1.0	5.4
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(11.6)	0.0	0.0	(11.6)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	1.0	0.0	(2.4)	3.4
h. Total Adjustments	(2.2)	0.0	0.6	(2.8)
INVENTORY - End of Period (EOP)	201.6	17.0	125.2	59.4
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				15.1
b. Contingency Retention (Memo)				7.0
c. Potential DoD Utilization (Memo)				1.1
INVENTORY ON ORDER EOP	274.8	0.0	274.8	0.0

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Subsistence	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	385.1	251.2	133.9	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	385.1	251.2	133.9	0.0
RECEIPTS AT COST	1,018.9	163.0	855.9	0.0
GROSS SALES AT COST	(1,037.5)	(166.0)	(871.5)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.0	0.0	0.0	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	5.0	0.0	5.0	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(75.3)	(26.2)	(49.1)	0.0
h. Total Adjustments	(70.3)	(26.2)	(44.1)	0.0
INVENTORY - End of Period (EOP)	296.2	222.0	74.2	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	181.6	168.9	12.7	0.0

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Subsistence	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	296.2	222.0	74.2	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	296.2	222.0	74.2	0.0
RECEIPTS AT COST	1,084.1	244.9	839.2	0.0
GROSS SALES AT COST	(1,043.8)	(188.5)	(855.3)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.5	0.0	0.5	0.0
c. Returns for Customers without Credit	1.0	0.0	1.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(2.5)	0.0	(2.5)	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(3.0)	0.0	(3.0)	0.0
h. Total Adjustments	(4.0)	0.0	(4.0)	0.0
INVENTORY - End of Period (EOP)	332.5	278.4	54.1	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	140.8	130.9	9.9	0.0

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Subsistence	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	332.5	278.4	54.1	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	332.5	278.4	54.1	0.0
RECEIPTS AT COST	1,100.2	190.7	909.5	0.0
GROSS SALES AT COST	(1,101.4)	(191.9)	(909.5)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.5	0.0	0.5	0.0
c. Returns for Customers without Credit	1.0	0.0	1.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(2.0)	0.0	(2.0)	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	0.0	0.0	0.0	0.0
h. Total Adjustments	(0.5)	0.0	(0.5)	0.0
INVENTORY - End of Period (EOP)	330.8	277.2	53.6	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	142.7	132.7	10.0	0.0

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Defense Personnel Support Center Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	2,071.3	317.5	1,425.8	328.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	(1.2)	(0.2)	(36.4)	35.4
c. Inventory Reclassified and Repriced	2,070.1	317.3	1,389.4	363.4
RECEIPTS AT COST	3,107.4	167.1	2,940.3	0.0
GROSS SALES AT COST	(3,067.1)	(166.0)	(2,901.1)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	1.0	0.0	1.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	13.0	0.0	13.0	0.0
c. Returns for Customers without Credit	46.0	0.0	1.2	44.8
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(177.0)	0.0	(11.2)	(165.8)
f. Issues/Receipts without Reimbursement (+/-)	(74.0)	0.0	(29.6)	(44.4)
g. Other ( List and Explain)	12.6	(46.3)	27.9	31.0
h. Total Adjustments	(178.4)	(46.3)	2.3	(134.4)
INVENTORY - End of Period (EOP)	1,932.0	272.1	1,430.9	229.0
INVENTORY EOP - REVALUED	1,814.2	272.1	1,430.0	112.1
a. Economic Retention (Memo)				90.5
b. Contingency Retention (Memo)				18.5
c. Potential DoD Utilization (Memo)				3.1
INVENTORY ON ORDER EOP	935.5	168.9	766.6	0.0

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Defense Personnel Support Center Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,932.0	272.1	1,430.9	229.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	1,932.0	272.1	1,430.9	229.0
RECEIPTS AT COST	3,142.2	244.9	2,897.3	0.0
GROSS SALES AT COST	(3,201.9)	(188.5)	(3,013.4)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	29.5	0.0	29.5	0.0
c. Returns for Customers without Credit	37.7	0.0	2.0	35.7
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(154.7)	0.0	(42.5)	(112.2)
f. Issues/Receipts without Reimbursement (+/-)	(20.0)	0.0	(3.0)	(17.0)
g. Other ( List and Explain)	(3.5)	0.0	(86.0)	82.5
h. Total Adjustments	(111.0)	0.0	(100.0)	(11.0)
INVENTORY - End of Period (EOP)	1,761.3	328.5	1,214.8	218.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				86.0
b. Contingency Retention (Memo)				18.0
c. Potential DoD Utilization (Memo)				2.9
INVENTORY ON ORDER EOP	976.0	130.9	845.1	0.0

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Defense Personnel Support Center Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,761.3	328.5	1,214.8	218.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	1,761.3	328.5	1,214.8	218.0
RECEIPTS AT COST	3,259.7	190.7	3,069.0	0.0
GROSS SALES AT COST	(3,303.1)	(191.9)	(3,111.2)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	29.6	0.0	29.6	0.0
c. Returns for Customers without Credit	7.4	0.0	2.0	5.4
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(93.6)	0.0	(2.0)	(91.6)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	21.0	0.0	17.6	3.4
h. Total Adjustments	(35.6)	0.0	47.2	(82.8)
INVENTORY - End of Period (EOP)	1,682.3	327.3	1,219.8	135.2
INVENTORY EOP - REVALUED	1,626.4	327.3	1,219.8	79.3
a. Economic Retention (Memo)				62.8
b. Contingency Retention (Memo)				14.3
c. Potential DoD Utilization (Memo)				2.2
INVENTORY ON ORDER EOP	980.3	132.7	847.6	0.0



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Industrial	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,180.0	19.8	554.5	605.7
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	(0.8)	0.0	(74.8)	74.0
c. Inventory Reclassified and Repriced	1,179.2	19.8	479.7	679.7
RECEIPTS AT COST	655.9	0.0	655.9	0.0
GROSS SALES AT COST	(723.1)	0.0	(723.1)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	71.0	0.0	14.0	57.0
Transfer to other DLA ICPs	(259.1)	0.0	(77.7)	(181.4)
Transfer from other DLA ICPs	237.4	0.0	97.3	140.1
b. Returns from Customers for Credit	23.0	0.0	23.0	0.0
c. Returns for Customers without Credit	32.0	0.0	0.0	32.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(77.0)	0.0	0.0	(77.0)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(53.3)	(3.0)	(9.3)	(41.0)
h. Total Adjustments	(26.0)	(3.0)	47.3	(70.3)
INVENTORY - End of Period (EOP)	1,086.0	16.8	459.8	609.4
INVENTORY EOP - REVALUED	903.1	16.8	459.5	426.8
a. Economic Retention (Memo)				364.1
b. Contingency Retention (Memo)				56.5
c. Potential DoD Utilization (Memo)				6.2
INVENTORY ON ORDER EOP	243.9	0.0	243.9	0.0

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Industrial	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,086.0	16.8	459.8	609.4
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	1,086.0	16.8	459.8	609.4
RECEIPTS AT COST	719.3	0.0	719.3	0.0
GROSS SALES AT COST	(785.5)	0.0	(785.5)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.3	0.0	0.3	0.0
Transfer to other DLA ICPS	(112.2)	0.0	(25.7)	(86.5)
Transfer from other DLA ICPS	72.8	0.0	49.0	23.8
b. Returns from Customers for Credit	19.2	0.0	19.2	0.0
c. Returns for Customers without Credit	60.0	0.0	0.0	60.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(60.0)	0.0	0.0	(60.0)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	4.2	0.0	12.0	(7.8)
h. Total Adjustments	(15.7)	0.0	54.8	(70.5)
INVENTORY - End of Period (EOP)	1,004.1	16.8	448.4	538.9
INVENTORY EOP - REVALUED	842.4	16.8	448.4	377.2
a. Economic Retention (Memo)				320.6
b. Contingency Retention (Memo)				49.1
c. Potential DoD Utilization (Memo)				7.5
INVENTORY ON ORDER EOP	240.1	0.0	240.1	0.0

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FY 2000 Inventory Status  
(Dollars in Millions)

Industrial	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,004.1	16.8	448.4	538.9
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	1,004.1	16.8	448.4	538.9
RECEIPTS AT COST	723.3	0.0	723.3	0.0
GROSS SALES AT COST	(793.8)	0.0	(793.8)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	18.2	0.0	18.2	0.0
c. Returns for Customers without Credit	56.1	0.0	0.0	56.1
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(54.0)	0.0	0.0	(54.0)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	0.0	0.0	18.0	(18.0)
h. Total Adjustments	20.3	0.0	36.2	(15.9)
INVENTORY - End of Period (EOP)	953.9	16.8	414.1	523.0
INVENTORY EOP - REVALUED	797.0	16.8	414.1	366.1
a. Economic Retention (Memo)				311.2
b. Contingency Retention (Memo)				47.6
c. Potential DoD Utilization (Memo)				7.3
INVENTORY ON ORDER EOP	238.5	0.0	238.5	0.0

FY 2000/2001 Biennial Budget Estimates  
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(Dollars in Millions)

Columbus	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	3,792.0	125.3	1,354.9	2,311.8
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.8	0.0	48.7	(47.9)
c. Inventory Reclassified and Repriced	3,792.8	125.3	1,403.6	2,263.9
RECEIPTS AT COST	1,319.4	0.0	1,319.4	0.0
GROSS SALES AT COST	(1,468.0)	0.0	(1,468.0)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	261.0	0.0	65.2	195.8
Transfer to other DLA ICPS	(283.6)	0.0	(283.6)	0.0
Transfer from other DLA ICPS	64.4	0.0	64.4	0.0
b. Returns from Customers for Credit	74.0	0.0	74.0	0.0
c. Returns for Customers without Credit	94.0	0.0	0.0	94.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(241.0)	0.0	0.0	(241.0)
f. Issues/Receipts without Reimbursement (+/-)	(1.0)	0.0	0.0	(1.0)
g. Other ( List and Explain)	(5.6)	(7.8)	180.5	(178.3)
h. Total Adjustments	(37.8)	(7.8)	100.5	(130.5)
INVENTORY - End of Period (EOP)	3,606.4	117.5	1,355.5	2,133.4
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				1,668.7
b. Contingency Retention (Memo)				109.8
c. Potential DoD Utilization (Memo)				11.5
INVENTORY ON ORDER EOP	911.6	0.0	847.8	63.8

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Columbus	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	3,606.4	117.5	1,355.5	2,133.4
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	3,606.4	117.5	1,355.5	2,133.4
RECEIPTS AT COST	1,298.0	0.0	1,298.0	0.0
GROSS SALES AT COST	(1,429.1)	0.0	(1,429.1)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	65.5	0.0	16.4	49.1
Transfer to other DLA ICPs	(275.8)	0.0	(275.8)	0.0
Transfer from other DLA ICPs	10.1	0.0	10.1	0.0
b. Returns from Customers for Credit	82.0	0.0	82.0	0.0
c. Returns for Customers without Credit	90.0	0.0	0.0	90.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(218.7)	0.0	0.0	(218.7)
f. Issues/Receipts without Reimbursement (+/-)	(1.0)	0.0	0.0	(1.0)
g. Other ( List and Explain)	20.2	0.0	207.2	(187.0)
h. Total Adjustments	(227.7)	0.0	39.9	(267.6)
INVENTORY - End of Period (EOP)	3,247.6	117.5	1,264.3	1,865.8
INVENTORY EOP - REVALUED	2,949.1	117.5	1,264.3	1,567.3
a. Economic Retention (Memo)				1,457.6
b. Contingency Retention (Memo)				94.0
c. Potential DoD Utilization (Memo)				15.7
INVENTORY ON ORDER EOP	947.7	0.0	881.4	66.3

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Columbus	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	3,247.6	117.5	1,264.3	1,865.8
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	3,247.6	117.5	1,264.3	1,865.8
RECEIPTS AT COST	1,260.0	0.0	1,260.0	0.0
GROSS SALES AT COST	(1,413.2)	0.0	(1,413.2)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	18.6	0.0	4.7	13.9
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	82.0	0.0	82.0	0.0
c. Returns for Customers without Credit	90.0	0.0	0.0	90.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(209.2)	0.0	0.0	(209.2)
f. Issues/Receipts without Reimbursement (+/-)	(1.0)	0.0	0.0	(1.0)
g. Other ( List and Explain)	20.2	0.0	157.2	(137.0)
h. Total Adjustments	0.6	0.0	243.9	(243.3)
INVENTORY - End of Period (EOP)	3,095.0	117.5	1,355.0	1,622.5
INVENTORY EOP - REVALUED	2,835.4	117.5	1,355.0	1,362.9
a. Economic Retention (Memo)				1,267.5
b. Contingency Retention (Memo)				81.8
c. Potential DoD Utilization (Memo)				13.6
INVENTORY ON ORDER EOP	1,004.4	0.0	934.1	70.3

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Richmond	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	2,876.5	65.7	1,499.7	1,311.1
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	1.2	0.0	(300.0)	301.2
c. Inventory Reclassified and Repriced	2,877.7	65.7	1,199.7	1,612.3
RECEIPTS AT COST	1,056.5	31.7	1,024.8	0.0
GROSS SALES AT COST	(1,314.5)	(39.4)	(1,275.1)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	387.0	0.0	131.6	255.4
Transfer to other DLA ICPs	(205.6)	0.0	(69.9)	(135.7)
Transfer from other DLA ICPs	494.6	0.0	296.8	197.8
b. Returns from Customers for Credit	41.0	7.8	33.2	0.0
c. Returns for Customers without Credit	97.0	0.0	0.0	97.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(148.0)	0.0	0.0	(148.0)
f. Issues/Receipts without Reimbursement (+/-)	(11.0)	0.0	0.0	(11.0)
g. Other ( List and Explain)	(66.7)	5.0	(76.1)	4.4
h. Total Adjustments	588.3	12.8	315.6	259.9
INVENTORY - End of Period (EOP)	3,208.0	70.8	1,265.0	1,872.2
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				1,097.2
b. Contingency Retention (Memo)				15.5
c. Potential DoD Utilization (Memo)				25.3
INVENTORY ON ORDER EOP	1,283.6	0.0	1,283.6	0.0

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Richmond	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	3,208.0	70.8	1,265.0	1,872.2
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	3,208.0	70.8	1,265.0	1,872.2
RECEIPTS AT COST	1,269.8	33.1	1,236.7	0.0
GROSS SALES AT COST	(1,493.3)	(37.8)	(1,455.5)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	20.1	0.0	2.7	17.4
Transfer to other DLA ICPs	(59.2)	0.0	(42.3)	(16.9)
Transfer from other DLA ICPs	364.3	0.0	284.7	79.6
b. Returns from Customers for Credit	45.0	1.2	43.8	0.0
c. Returns for Customers without Credit	120.1	0.0	0.0	120.1
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(200.2)	0.0	0.0	(200.2)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(49.3)	(0.9)	(48.4)	0.0
h. Total Adjustments	240.8	0.3	240.5	0.0
INVENTORY - End of Period (EOP)	3,225.3	66.4	1,286.7	1,872.2
INVENTORY EOP - REVALUED	2,495.2	66.4	1,286.7	1,142.1
a. Economic Retention (Memo)				1,107.4
b. Contingency Retention (Memo)				11.9
c. Potential DoD Utilization (Memo)				22.8
INVENTORY ON ORDER EOP	1,502.1	0.0	1,502.1	0.0



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Richmond	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	3,225.3	66.4	1,286.7	1,872.2
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	3,225.3	66.4	1,286.7	1,872.2
RECEIPTS AT COST	1,365.0	34.6	1,330.4	0.0
GROSS SALES AT COST	(1,472.4)	(35.4)	(1,437.0)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	19.9	0.0	2.8	17.1
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	46.0	1.3	44.7	0.0
c. Returns for Customers without Credit	99.9	0.0	0.0	99.9
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(150.0)	0.0	0.0	(150.0)
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(50.0)	(0.3)	(16.5)	(33.2)
h. Total Adjustments	(34.2)	1.0	31.0	(66.2)
INVENTORY - End of Period (EOP)	3,083.7	66.6	1,211.1	1,806.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				1,068.7
b. Contingency Retention (Memo)				12.8
c. Potential DoD Utilization (Memo)				20.2
INVENTORY ON ORDER EOP	1,565.4	0.0	1,565.4	0.0

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Hardware Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	7,848.5	210.8	3,409.1	4,228.6
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	1.2	0.0	(326.1)	327.3
c. Inventory Reclassified and Repriced	7,849.7	210.8	3,083.0	4,555.9
RECEIPTS AT COST	3,031.8	31.7	3,000.1	0.0
GROSS SALES AT COST	(3,505.6)	(39.4)	(3,466.2)	0.0
INVENTORY ADJUSTMENTS	0.0	0.0	0.0	0.0
a. Capitalizations + or (-)	719.0	0.0	210.8	508.2
Transfer to other DLA ICPs	(748.3)	0.0	(431.2)	(317.1)
Transfer from other DLA ICPs	796.4	0.0	458.5	337.9
b. Returns from Customers for Credit	138.0	7.8	130.2	0.0
c. Returns for Customers without Credit	223.0	0.0	0.0	223.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(466.0)	0.0	0.0	(466.0)
f. Issues/Receipts without Reimbursement (+/-)	(12.0)	0.0	0.0	(12.0)
g. Other ( List and Explain)	(125.6)	(5.8)	95.1	(214.9)
h. Total Adjustments	524.5	2.0	463.4	59.1
INVENTORY - End of Period (EOP)	7,900.4	205.1	3,080.3	4,615.0
INVENTORY EOP - REVALUED	6,633.0	205.1	3,073.1	3,354.8
a. Economic Retention (Memo)				3,130.0
b. Contingency Retention (Memo)				181.8
c. Potential DoD Utilization (Memo)				43.0
INVENTORY ON ORDER EOP	2,439.1	0.0	2,375.3	63.8

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Hardware Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	7,900.4	205.1	3,080.3	4,615.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	7,900.4	205.1	3,080.3	4,615.0
RECEIPTS AT COST	3,287.1	33.1	3,254.0	0.0
GROSS SALES AT COST	(3,707.9)	(37.8)	(3,670.1)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	85.9	0.0	19.4	66.5
Transfer to other DLA ICPs	(447.2)	0.0	(343.8)	(103.4)
Transfer from other DLA ICPs	447.2	0.0	343.8	103.4
b. Returns from Customers for Credit	146.2	1.2	145.0	0.0
c. Returns for Customers without Credit	270.1	0.0	0.0	270.1
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(478.9)	0.0	0.0	(478.9)
f. Issues/Receipts without Reimbursement (+/-)	(1.0)	0.0	0.0	(1.0)
g. Other ( List and Explain)	(24.9)	(0.9)	170.8	(194.8)
h. Total Adjustments	(2.6)	0.3	335.2	(338.1)
INVENTORY - End of Period (EOP)	7,477.0	200.7	2,999.4	4,276.9
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				2,885.6
b. Contingency Retention (Memo)				155.0
c. Potential DoD Utilization (Memo)				46.0
INVENTORY ON ORDER EOP	2,689.9	0.0	2,623.6	66.3

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Hardware Total	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	7,477.0	200.7	2,999.4	4,276.9
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	7,477.0	200.7	2,999.4	4,276.9
RECEIPTS AT COST	3,348.3	34.6	3,313.7	0.0
GROSS SALES AT COST	(3,679.4)	(35.4)	(3,644.0)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	38.5	0.0	7.5	31.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	146.2	1.3	144.9	0.0
c. Returns for Customers without Credit	246.0	0.0	0.0	246.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(413.2)	0.0	0.0	(413.2)
f. Issues/Receipts without Reimbursement (+/-)	(1.0)	0.0	0.0	(1.0)
g. Other ( List and Explain)	(29.8)	(0.3)	158.7	(188.2)
h. Total Adjustments	(13.3)	1.0	311.1	(325.4)
INVENTORY - End of Period (EOP)	7,132.6	200.9	2,980.2	3,951.5
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				2,647.4
b. Contingency Retention (Memo)				142.2
c. Potential DoD Utilization (Memo)				41.1
INVENTORY ON ORDER EOP	2,808.3	0.0	2,738.0	70.3

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Base Operations Support	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	12.8	0.0	12.8	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	12.8	0.0	12.8	0.0
RECEIPTS AT COST	15.7	0.0	15.7	0.0
GROSS SALES AT COST	(19.2)	0.0	(19.2)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPS	0.0	0.0	0.0	0.0
Transfer from other DLA ICPS	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.0	0.0	0.0	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(1.2)	0.0	(1.2)	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(4.5)	0.0	(4.5)	0.0
h. Total Adjustments	(5.7)	0.0	(5.7)	0.0
INVENTORY - End of Period (EOP)	3.6	0.0	3.6	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	3.8	0.0	3.8	0.0

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Base Operations Support	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	3.6	0.0	3.6	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	3.6	0.0	3.6	0.0
RECEIPTS AT COST	15.9	0.0	15.9	0.0
GROSS SALES AT COST	(20.5)	0.0	(20.5)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	8.1	0.0	8.1	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.2	0.0	0.2	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	0.0	0.0	0.0	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	0.0	0.0	0.0	0.0
h. Total Adjustments	8.3	0.0	8.3	0.0
INVENTORY - End of Period (EOP)	7.3	0.0	7.3	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	4.6	0.0	4.6	0.0

FY 2000-2001 DEFENSE BUDGET REVIEW  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 2000 Inventory Status  
 (Dollars in Millions)

Base Operations Support	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	7.3	0.0	7.3	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	7.3	0.0	7.3	0.0
RECEIPTS AT COST	11.8	0.0	11.8	0.0
GROSS SALES AT COST	(20.4)	0.0	(20.4)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	8.1	0.0	8.1	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.3	0.0	0.3	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	0.0	0.0	0.0	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	0.0	0.0	0.0	0.0
h. Total Adjustments	8.4	0.0	8.4	0.0
INVENTORY - End of Period (EOP)	7.1	0.0	7.1	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	4.7	0.0	4.7	0.0

FY 2000/2001 Biennial Budget Estimates  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 1998 Inventory Status  
 (Dollars in Millions)

National Security Agency	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	13.0	0.0	13.0	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	(1.1)	0.0	(1.1)	0.0
c. Inventory Reclassified and Repriced	11.9	0.0	11.9	0.0
RECEIPTS AT COST	27.2	0.0	27.2	0.0
GROSS SALES AT COST	(27.8)	0.0	(27.8)	0.0
INVENTORY ADJUSTMENTS	0.0			
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.1	0.0	0.1	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	(0.8)	0.0	(0.8)	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(0.1)	0.0	(0.1)	0.0
h. Total Adjustments	(0.8)	0.0	(0.8)	0.0
INVENTORY - End of Period (EOP)	10.5	0.0	10.5	0.0
INVENTORY EOP - REVALUED	10.5	0.0	10.5	0.0
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	5.6	0.0	5.6	0.0



FY 2000/2001 Biennial Budget Estimates  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 1999 Inventory Status  
 (Dollars in Millions)

National Security Agency	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	10.5	0.0	10.5	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	10.5	0.0	10.5	0.0
RECEIPTS AT COST	17.5	0.0	17.5	0.0
GROSS SALES AT COST	(30.8)	0.0	(30.8)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	12.0	0.0	12.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.3	0.0	0.3	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	0.0	0.0	0.0	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	0.5	0.0	0.5	0.0
h. Total Adjustments	12.8	0.0	12.8	0.0
INVENTORY - End of Period (EOP)	10.0	0.0	10.0	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	7.0	0.0	7.0	0.0

FY 2000-2001 DEFENSE BUDGET REVIEW  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 2000 Inventory Status  
 (Dollars in Millions)

National Security Agency	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	10.0	0.0	10.0	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	10.0	0.0	10.0	0.0
RECEIPTS AT COST	14.5	0.0	14.5	0.0
GROSS SALES AT COST	(26.5)	0.0	(26.5)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	9.5	0.0	9.5	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	0.5	0.0	0.5	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	0.0	0.0	0.0	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	0.0	0.0	0.0	0.0
h. Total Adjustments	10.0	0.0	10.0	0.0
INVENTORY - End of Period (EOP)	8.0	0.0	8.0	0.0
INVENTORY EOP - REVALUED	8.0	0.0	8.0	0.0
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	5.8	0.0	5.8	0.0

FY 2000/2001 Biennial Budget Estimates  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 1998 Inventory Status  
 (Dollars in Millions)

Energy	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,691.1	1,175.0	516.1	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	(239.1)	(112.4)	(126.7)	0.0
c. Inventory Reclassified and Repriced	1,452.0	1,062.6	389.4	0.0
RECEIPTS AT COST	2,397.4	0.0	2,397.4	0.0
GROSS SALES AT COST	(2,733.4)	0.0	(2,733.4)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	122.0	0.0	122.0	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	0.0	0.0	0.0	0.0
f. Issues/Receipts without Reimbursement (+/-)	(2.0)	0.0	(2.0)	0.0
g. Other ( List and Explain)	(12.0)	(220.6)	208.6	0.0
h. Total Adjustments	108.0	(220.6)	328.6	0.0
INVENTORY - End of Period (EOP)	1,224.0	842.0	382.0	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	828.2	0.0	828.2	0.0

FY 2000/2001 Biennial Budget Estimates  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 1999 Inventory Status  
 (Dollars in Millions)

Energy	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,224.0	842.0	382.0	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	32.1	22.9	9.2	0.0
c. Inventory Reclassified and Repriced	1,256.1	864.9	391.2	0.0
RECEIPTS AT COST	2,593.5	0.0	2,593.5	0.0
GROSS SALES AT COST	(2,329.3)	(151.2)	(2,178.1)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	191.7	0.0	191.7	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	0.0	0.0	0.0	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	(18.9)	0.0	(18.9)	0.0
h. Total Adjustments	172.8	0.0	172.8	0.0
INVENTORY - End of Period (EOP)	1,693.1	713.7	979.4	0.0
INVENTORY EOP - REVALUED				
a. Economic Retention (Memo)	0.0	0.0	0.0	0.0
b. Contingency Retention (Memo)	0.0	0.0	0.0	0.0
c. Potential DoD Utilization (Memo)	0.0	0.0	0.0	0.0
INVENTORY ON ORDER EOP	321.9	0.0	321.9	0.0

FY 2000-2001 DEFENSE BUDGET REVIEW  
 Defense Logistics Agency - Supply Management Activity Group  
 FY 2000 Inventory Status  
 (Dollars in Millions)

Energy	Total	Mobilization	Peacetime	
			Operating	Other
INVENTORY - Beginning of Period (BOP)	1,693.1	713.7	979.4	0.0
BOP INVENTORY ADJUSTMENTS				
a. Reclassification Change (Memo)	0.0	0.0	0.0	0.0
b. Price Change Amount (Memo)	0.0	0.0	0.0	0.0
c. Inventory Reclassified and Repriced	1,693.1	713.7	979.4	0.0
RECEIPTS AT COST	2,376.1	0.0	2,376.1	0.0
GROSS SALES AT COST	(2,478.0)	(94.4)	(2,383.6)	0.0
INVENTORY ADJUSTMENTS				
a. Capitalizations + or (-)	0.0	0.0	0.0	0.0
Transfer to other DLA ICPs	0.0	0.0	0.0	0.0
Transfer from other DLA ICPs	0.0	0.0	0.0	0.0
b. Returns from Customers for Credit	196.4	0.0	196.4	0.0
c. Returns for Customers without Credit	0.0	0.0	0.0	0.0
d. Returns to Suppliers (-)	0.0	0.0	0.0	0.0
e. Transfers to Property Disposal (-)	0.0	0.0	0.0	0.0
f. Issues/Receipts without Reimbursement (+/-)	0.0	0.0	0.0	0.0
g. Other ( List and Explain)	0.0	0.0	0.0	0.0
h. Total Adjustments	196.4	0.0	196.4	0.0
INVENTORY - End of Period (EOP)	1,787.6	619.3	1,168.3	0.0
INVENTORY EOP - REVALUED	1,787.6	619.3	1,168.3	0.0
a. Economic Retention (Memo)				0.0
b. Contingency Retention (Memo)				0.0
c. Potential DoD Utilization (Memo)				0.0
INVENTORY ON ORDER EOP	971.2	0.0	971.2	0.0

FY 2000/2001 Biennial Budget Estimates  
 DEFENSE LOGISTICS AGENCY - SUPPLY MANAGEMENT BY DIVISION  
 Date: February 1999  
 FY 1998  
 (Dollars in Millions)

DIVISION	Peacetime Inventory	Net Customer Orders	Net Sales	Obligation Targets				Commitment Target	Total Target
				Operating	Mobilization	Other	Total		
CLOTHING & TEXTILES	1,393.8	965.9	1,047.4	1,024.7	6.7	2.7	1,034.1	0.0	1,034.1
MEDICAL	191.9	1,156.5	1,205.2	1,319.9	13.4	0.0	1,333.3	0.0	1,333.3
SUBSISTENCE	74.2	1,156.2	1,156.2	1,225.4	3.9	0.0	1,229.3	0.0	1,229.3
RICHMOND	3,137.2	1,713.6	1,658.3	1,797.5	8.5	0.0	1,806.0	0.0	1,806.0
INDUSTRIAL	1,069.2	857.7	891.4	1,075.4	0.8	0.0	1,076.2	0.0	1,076.2
COLUMBUS	3,488.9	1,735.1	1,846.7	1,982.8	1.9	0.0	1,984.7	0.0	1,984.7
BOS	3.6	19.2	19.1	15.5	0.0	0.0	15.5	0.0	15.5
NSA	10.5	25.3	27.4	23.6	0.0	0.0	23.6	0.0	23.6
DLIS	0.0	0.0	0.0	59.5	0.0	0.0	59.5	0.0	59.5
SUBTOTAL	9,369.3	7,629.5	7,851.7	8,524.3	35.2	2.7	8,562.2	0.0	8,562.2
ENERGY	382.0	4,324.4	4,324.4	2,332.7	0.0	0.0	2,332.7	0.0	2,332.7
TOTAL	9,751.3	11,953.9	12,176.1	10,857.0	35.2	2.7	10,894.9	0.0	10,894.9

Exhibit SM-1 Supply Management Summary

FY 2000/2001 Biennial Budget Estimates  
 DEFENSE LOGISTICS AGENCY - SUPPLY MANAGEMENT BY DIVISION  
 Date: February 1999  
 FY 1999  
 (Dollars in Millions)

DIVISION	Peacetime Inventory	Net Customer Orders	Net Sales	Obligation Targets				Commitment Target	Total Target
				Operating	Mobilization	Other	Total		
CLOTHING & TEXTILES	1,188.8	1,072.5	1,072.9	1,188.2	7.7	2.0	1,197.9	0.0	1,197.9
MEDICAL	189.9	1,199.5	1,211.1	1,314.2	14.6	0.0	1,328.8	0.0	1,328.8
SUBSISTENCE	54.1	1,158.4	1,158.4	1,226.3	2.2	0.0	1,228.5	0.0	1,228.5
RICHMOND	3,158.9	1,834.2	1,802.3	2,062.2	7.7	0.0	2,069.9	100.0	2,169.9
INDUSTRIAL	987.3	940.1	958.9	1,164.0	1.7	0.0	1,165.7	100.0	1,265.7
COLUMBUS	3,130.1	1,708.0	1,734.3	1,943.7	5.2	0.0	1,948.9	100.0	2,048.9
BOS	7.3	20.2	20.3	19.0	0.0	0.0	19.0	0.0	19.0
NSA	10.0	30.7	30.5	29.7	0.0	0.0	29.7	0.0	29.7
DLIS	0.0	0.0	0.0	93.4	0.0	0.0	93.4	0.0	93.4
SUBTOTAL	8,726.4	7,963.6	7,988.7	9,040.7	39.1	2.0	9,081.8	300.0	9,381.8
FUEL	979.4	3,831.1	3,831.1	3,180.9	0.0	0.0	3,180.9	0.0	3,180.9
TOTAL	9,705.8	11,794.7	11,819.8	12,221.6	39.1	2.0	12,262.7	300.0	12,562.7

Exhibit SM-1 Supply Management Summary

FY 2000/2001 Biennial Budget Estimates  
 DEFENSE LOGISTICS AGENCY - SUPPLY MANAGEMENT BY DIVISION  
 Date: February 1999  
 FY 2000  
 (Dollars in Millions)

DIVISION	Peacetime Inventory	Net Customer Orders	Net Sales	Obligation Targets				Commitment Target	Total Target
				Operating	Mobilization	Other	Total		
CLOTHING & TEXTILES	1,116.8	1,121.7	1,121.7	1,161.4	8.2	2.0	1,171.6	0.0	1,171.6
MEDICAL	184.6	1,276.5	1,291.3	1,331.2	15.6	0.0	1,346.8	0.0	1,346.8
SUBSISTENCE	53.6	1,211.4	1,211.4	1,268.1	2.8	0.0	1,270.9	0.0	1,270.9
RICHMOND	3,017.1	1,786.3	1,786.3	1,957.4	3.8	0.0	1,961.2	100.0	2,061.2
INDUSTRIAL	937.1	1,060.7	1,070.3	1,126.7	2.1	0.0	1,128.8	100.0	1,228.8
COLUMBUS	2,977.5	1,766.0	1,793.6	1,883.9	5.9	0.0	1,889.8	100.0	1,989.8
BOS	7.1	20.0	20.1	19.2	0.0	0.0	19.2	0.0	19.2
NSA	8.0	24.0	26.0	25.0	0.0	0.0	25.0	0.0	25.0
DLIS	0.0	0.0	0.0	105.6	0.0	0.0	105.6	0.0	105.6
SUBTOTAL	8,301.8	8,266.6	8,320.7	8,878.5	38.4	2.0	8,918.9	300.0	9,218.9
FUEL	1,168.3	2,833.2	2,833.2	3,626.1	0.0	0.0	3,626.1	0.0	3,626.1
TOTAL	9,470.1	11,099.8	11,153.9	12,504.6	38.4	2.0	12,545.0	300.0	12,845.0

Exhibit SM-1 Supply Management Summary



**DEFENSE-WIDE WORKING CAPITAL FUND  
FY 2000-2001 BIENNIAL BUDGET  
Component: Defense Logistics Agency  
Activity Group: Supply Management  
WHOLESALE ONLY - CUSTOMER PRICE CHANGE  
Date: February 1999**

Supply Non-Energy (Excl DeCA)	FY 1998	FY 1999	FY 2000
<b>1. Net Sales at Cost</b>	<b>6,023.3</b>	<b>6,357.9</b>	<b>6,542.0</b>
<b>2. Less: Materiel Inflation Adjustment</b>	<b>86.3</b>	<b>51.1</b>	<b>68.2</b>
<b>3. Revised Net Sales @ Cost</b>	<b>5,937.0</b>	<b>6,306.8</b>	<b>6,473.8</b>
<b>4. Surcharge (\$)</b>	<b>1,448.9</b>	<b>1,287.6</b>	<b>1,531.6</b>
<b>5. Change to Customers</b>			
<b>a. Previous Year's Surcharge (%)</b>	<b>25.6%</b>	<b>24.4%</b>	<b>19.8%</b>
<b>b. This Year's Surcharge (\$) divided by line 3 above</b>	<b>24.4%</b>	<b>20.4%</b>	<b>23.7%</b>
<b>c. Percent Change to Customer</b>	<b>1.6%</b>	<b>-1.0%</b>	<b>4.7%</b>

**EXHIBIT SM-5b Customer Price Change**

**DEFENSE-WIDE WORKING CAPITAL FUND  
FY 2000-2001 BIENNIAL BUDGET  
Component: Defense Logistics Agency  
Activity Group: Supply Management  
WHOLESALE ONLY - CUSTOMER PRICE CHANGE  
Date: February 1999**

Clothing & Textiles	FY 1998	FY 1999	FY 2000
<b>1. Net Sales at Cost</b>	<b>864.9</b>	<b>976.9</b>	<b>967.3</b>
<b>2. Less: Materiel Inflation Adjustment</b>	<b>12.4</b>	<b>12.9</b>	<b>9.7</b>
<b>3. Revised Net Sales @ Cost</b>	<b>852.5</b>	<b>964.0</b>	<b>957.6</b>
<b>4. Surcharge (\$)</b>	<b>178.0</b>	<b>111.2</b>	<b>164.0</b>
<b>5. Change to Customers</b>			
<b>a. Previous Year's Surcharge (%)</b>	<b>22.8%</b>	<b>20.9%</b>	<b>11.3%</b>
<b>b. This Year's Surcharge (\$) divided by line 3 above</b>	<b>20.9%</b>	<b>11.5%</b>	<b>17.1%</b>
<b>c. Percent Change to Customer</b>	<b>1.2%</b>	<b>-8.2%</b>	<b>6.6%</b>

**EXHIBIT SM-5b Customer Price Change**

**DEFENSE-WIDE WORKING CAPITAL FUND  
FY 2000-2001 BIENNIAL BUDGET  
Component: Defense Logistics Agency  
Activity Group: Supply Management  
WHOLESALE ONLY - CUSTOMER PRICE CHANGE  
Date: February 1999**

Medical	FY 1998	FY 1999	FY 2000
<b>1. Net Sales at Cost</b>	<b>999.4</b>	<b>1,152.2</b>	<b>1,205.4</b>
<b>2. Less: Materiel Inflation Adjustment</b>	<b>2.1</b>	<b>(4.4)</b>	<b>(0.5)</b>
<b>3. Revised Net Sales @ Cost</b>	<b>997.3</b>	<b>1,156.6</b>	<b>1,205.9</b>
<b>4. Surcharge (\$)</b>	<b>71.9</b>	<b>56.3</b>	<b>85.4</b>
<b>5. Change to Customers</b>			
<b>a. Previous Year's Surcharge (%)</b>	<b>7.9%</b>	<b>7.2%</b>	<b>4.7%</b>
<b>b. This Year's Surcharge (\$) divided by line 3 above</b>	<b>7.2%</b>	<b>4.9%</b>	<b>7.1%</b>
<b>c. Percent Change to Customer</b>	<b>0.5%</b>	<b>-1.0%</b>	<b>3.5%</b>

**EXHIBIT SM-5b Customer Price Change**

**DEFENSE-WIDE WORKING CAPITAL FUND  
FY 2000-2001 BIENNIAL BUDGET  
Component: Defense Logistics Agency  
Activity Group: Supply Management  
WHOLESALE ONLY - CUSTOMER PRICE CHANGE  
Date: February 1999**

Subsistence (Troop)	FY 1998	FY 1999	FY 2000
<b>1. Net Sales at Cost</b>	783.2	783.1	836.1
<b>2. Less: Materiel Inflation Adjustment</b>	0.0	(5.2)	(1.2)
<b>3. Revised Net Sales @ Cost</b>	783.2	788.3	837.3
<b>4. Surcharge (\$)</b>	131.1	115.2	105.0
<b>5. Change to Customers</b>			
<b>a. Previous Year's Surcharge (%)</b>	-0.6%	16.7%	13.4%
<b>b. This Year's Surcharge (\$) divided by line 3 above</b>	0.0%	14.6%	12.5%
<b>c. Percent Change to Customer</b>	-1.4%	-3.3%	0.6%

**EXHIBIT SM-5b Customer Price Change**

**DEFENSE-WIDE WORKING CAPITAL FUND  
FY 2000-2001 BIENNIAL BUDGET  
Component: Defense Logistics Agency  
Activity Group: Supply Management  
WHOLESALE ONLY - CUSTOMER PRICE CHANGE  
Date: February 1999**

Industrial	FY 1998	FY 1999	FY 2000
<b>1. Net Sales at Cost</b>	795.4	743.1	775.6
<b>2. Less: Materiel Inflation Adjustment</b>	10.6	11.0	12.0
<b>3. Revised Net Sales @ Cost</b>	784.8	732.1	763.6
<b>4. Surcharge (\$)</b>	237.8	209.3	306.7
<b>5. Change to Customers</b>			
<b>a. Previous Year's Surcharge (%)</b>	41.4%	30.3%	28.0%
<b>b. This Year's Surcharge (\$) divided by line 3 above</b>	30.3%	28.6%	40.2%
<b>c. Percent Change to Customer</b>	-2.5%	1.2%	11.1%

**EXHIBIT SM-5b Customer Price Change**

**DEFENSE-WIDE WORKING CAPITAL FUND  
FY 2000-2001 BIENNIAL BUDGET  
Component: Defense Logistics Agency  
Activity Group: Supply Management  
WHOLESALE ONLY - CUSTOMER PRICE CHANGE  
Date: February 1999**

Richmond	FY 1998	FY 1999	FY 2000
<b>1. Net Sales at Cost</b>	1,167.9	1,394.7	1,426.4
<b>2. Less: Materiel Inflation Adjustment</b>	12.5	17.8	27.0
<b>3. Revised Net Sales @ Cost</b>	1,155.4	1,376.9	1,399.4
<b>4. Surcharge (\$)</b>	353.7	378.3	386.9
<b>5. Change to Customers</b>			
<b>a. Previous Year's Surcharge (%)</b>	33.9%	30.6%	26.9%
<b>b. This Year's Surcharge (\$) divided by line 3 above</b>	30.6%	27.5%	27.6%
<b>c. Percent Change to Customer</b>	-1.4%	-1.0%	1.8%

**EXHIBIT SM-5b Customer Price Change**

**DEFENSE-WIDE WORKING CAPITAL FUND**  
**FY 2000-2001 BIENNIAL BUDGET**  
**Component: Defense Logistics Agency**  
**Activity Group: Supply Management**  
**WHOLESALE ONLY - CUSTOMER PRICE CHANGE**  
**Date: February 1999**

Columbus	FY 1998	FY 1999	FY 2000
<b>1. Net Sales at Cost</b>	1,412.5	1,307.9	1,331.2
<b>2. Less: Materiel Inflation Adjustment</b>	48.7	19.0	21.2
<b>3. Revised Net Sales @ Cost</b>	1,363.8	1,288.9	1,310.0
<b>4. Surcharge (\$)</b>	476.4	417.3	483.6
<b>5. Change to Customers</b>			
<b>a. Previous Year's Surcharge (%)</b>	30.3%	34.9%	31.5%
<b>b. This Year's Surcharge (\$) divided by line 3 above</b>	34.9%	32.4%	36.9%
<b>c. Percent Change to Customer</b>	8.9%	3.0%	5.5%

**EXHIBIT SM-5b Customer Price Change**

**FY 2000/2001 Biennial Budget Estimates**

FY 98 ENERGY DATA Product	PROCURED FROM DESC			PROCURED FROM SERVICE			Stabilized Price
	Barrels (Millions)	Price Per Barrel (\$)	Extended Price (\$Mil)	Barrels (Millions)	Cost Per Barrel (\$)	Extended Price (\$Mil)	
<b><u>BULK:</u></b>							
JP4	0.1	\$49.56	\$5.0				
JP50, JA1, JAA and JAB	1.2	\$37.38	\$44.9				
DISTILLATES (F76, DFW)	16.8	\$36.96	\$620.9				
DIESEL	1.3	\$34.86	\$45.3				
JP5	17.7	\$39.06	\$691.4				
JP8	62.4	\$38.22	\$2,384.9				
MOGAS (Leaded)	0.1	\$44.94	\$4.5				
MOGAS (Unleaded)	0.5	\$36.96	\$18.5				
RESIDUALS	<u>0.0</u>	<u>\$23.10</u>	<u>\$0.0</u>				
TOTAL BULK	100.1	\$38.12	\$3,815.4				
<b><u>PC&amp;S:</u></b>							
DIESEL	2.4	\$34.86	\$83.7				
MOGAS (Leaded)	0.3	\$44.94	\$13.5				
MOGAS (Unleaded)	0.4	\$36.96	\$14.8				
RESIDUALS	<u>0.7</u>	<u>\$23.10</u>	<u>\$16.2</u>				
TOTAL PC&S	3.8	\$33.74	\$128.2				
<b><u>INTOPLANE:</u></b>							
JP4, JA1, and JAA	<u>3.3</u>	<u>\$48.72</u>	<u>\$160.8</u>				
TOTAL INTOPLANE	3.3	\$48.72	\$160.8				
<b><u>BUNKERS:</u></b>							
DISTILLATES (F76, DFW)	0.1	\$36.96	\$3.7				
DIESEL	1.7	\$34.44	\$58.5				
RESIDUALS	<u>0.8</u>	<u>\$22.26</u>	<u>\$17.8</u>				
TOTAL BUNKERS	2.6	\$30.77	\$80.0				
ESTIMATED (Off-Line)	1.6	\$38.22	\$61.2				
<b>TOTAL</b>	111.4	\$38.22	\$4,245.6	0.0	0.0	0.0	



**FY 2000/2001 Biennial Budget Estimates**

FY 99 ENERGY DATA Product	PROCURED FROM DESC			PROCURED FROM SERVICE			Stabilized Price
	Barrels (Millions)	Price Per Barrel (\$)	Extended Price (\$Mil)	Barrels (Millions)	Cost Per Barrel (\$)	Extended Price (\$Mil)	
<b><u>BULK:</u></b>							
JP4	0.1	\$45.36	\$4.5				
JP50, JA1, JAA and JAB	1.2	\$34.02	\$40.8				
DISTILLATES (F76, DFW)	16.8	\$33.60	\$564.5				
DIESEL	1.3	\$31.92	\$41.5				
JP5	17.7	\$35.70	\$631.9				
JP8	62.5	\$34.86	\$2,178.8				
MOGAS (Leaded)	0.1	\$41.16	\$4.1				
MOGAS (Unleaded)	0.5	\$33.60	\$16.8				
RESIDUALS	<u>0.0</u>	<u>\$21.00</u>	<u>\$0.0</u>				
TOTAL BULK	100.2	\$34.76	\$3,482.9				
<b><u>PC&amp;S:</u></b>							
DIESEL	2.4	\$31.92	\$76.6				
MOGAS (Leaded)	0.3	\$41.16	\$12.3				
MOGAS (Unleaded)	0.4	\$33.60	\$13.4				
RESIDUALS	<u>0.7</u>	<u>\$21.00</u>	<u>\$14.7</u>				
TOTAL PC&S	3.8	\$30.79	\$117.0				
<b><u>INTOPLANE:</u></b>							
JP4, JA1, and JAA	<u>3.3</u>	<u>\$44.52</u>	<u>\$146.9</u>				
TOTAL INTOPLANE	3.3	\$44.52	\$146.9				
<b><u>BUNKERS:</u></b>							
DISTILLATES (F76, DFW)	0.1	\$33.60	\$3.4				
DIESEL	1.7	\$31.50	\$53.6				
RESIDUALS	<u>0.8</u>	<u>\$20.16</u>	<u>\$16.1</u>				
TOTAL BUNKERS	2.6	\$28.12	\$73.1				
<b>TOTAL</b>	109.9	\$34.86	\$3,819.9	0.0	0.0	0.0	

FY 2000/2001 Biennial Budget Exhibits							
FY 00 ENERGY DATA Product	PROCURED FROM DESC			PROCURED FROM SERVICE			Stabilized Price
	Barrels (Millions)	Price Per Barrel (\$)	Extended Price (\$Mil)	Barrels (Millions)	Cost Per Barrel (\$)	Extended Price (\$Mil)	
<b><u>BULK:</u></b>							
JP4	0.1	\$33.60	\$3.4				
JP50, JA1, JAA and JAB	1.2	\$25.62	\$30.7				
DISTILLATES (F76, DFW)	16.7	\$25.20	\$420.8				
DIESEL	1.3	\$23.94	\$31.1				
JP5	17.6	\$26.46	\$465.7				
JP8	62.1	\$26.04	\$1,617.1				
MOGAS (Leaded)	0.1	\$34.02	\$3.4				
MOGAS (Unleaded)	0.5	\$28.56	\$14.3				
RESIDUALS	<u>0.0</u>	<u>\$15.96</u>	<u>\$0.0</u>				
TOTAL BULK	99.6	\$25.97	\$2,586.5				
<b><u>PC&amp;S:</u></b>							
DIESEL	2.4	\$23.94	\$57.5				
MOGAS (Leaded)	0.3	\$34.02	\$10.2				
MOGAS (Unleaded)	0.4	\$28.56	\$11.4				
RESIDUALS	<u>0.7</u>	<u>\$15.96</u>	<u>\$11.2</u>				
TOTAL PC&S	3.8	\$23.76	\$90.3				
<b><u>INTOPLANE:</u></b>							
JP4, JA1, and JAA	3.0	\$33.18	\$99.5				
<b><u>BUNKERS:</u></b>							
DISTILLATES (F76, DFW)	0.1	\$25.20	\$2.5				
DIESEL	1.5	\$24.36	\$36.5				
RESIDUALS	<u>0.8</u>	<u>\$12.18</u>	<u>\$9.7</u>				
TOTAL BUNKERS	2.4	\$20.29	\$48.7				
<b>TOTAL</b>	<b>108.8</b>	<b>\$26.04</b>	<b>\$2,825.0</b>		<b>0.0</b>	<b>0.0</b>	

FUND-15 Energy Data