

## **DEFENSE EMERGENCY RESPONSE FUND**

<u>(\$ in Millions)</u>						
<b>FY 2001</b>	<b>Price</b>	<b>Program</b>	<b>FY 2002</b>	<b>Price</b>	<b>Program</b>	<b>FY 2003</b>
<u><b>Actual</b></u>	<u><b>Growth</b></u>	<u><b>Growth</b></u>	<u><b>Estimate</b></u>	<u><b>Growth</b></u>	<u><b>Growth</b></u>	<u><b>Estimate</b></u>
<b>490.8</b>	<b>+7.9</b>	<b>+14,893.8</b>	<b>15,392.5</b>	<b>+230.9</b>	<b>+4,431.6</b>	<b>20,055.0</b>

The funds in this account will be used to support the efforts by the Department of Defense (DoD) to respond to, or protect against, acts or threatened acts of terrorism against the United States. In FY 2003, the funding in this account will be transferred to the various appropriation accounts of DoD. These resources are included in a transfer account in order to provide DoD with the maximum flexibility to react to changing terrorist threats that may occur during 2003 while retaining use of the traditional appropriation account format. This flexibility is critical in order for the United States to sustain its war on terrorism. Of the requested amount, \$10.1 billion funds enhancements and new initiatives and \$10.0 billion funds continuing incremental funding for ongoing operations in the War on Terrorism. The first \$10.1 billion request supports the following requirements:

- \$2,680.0 million for Anti-Terrorism/Force Protection for facilities and for personnel;
- \$2,589.0 million for classified programs;
- \$1,200.0 million for continuation of the Combat Air Patrol at the expanded level since September 11<sup>th</sup>;
- \$812.0 million for preferred munitions to replenish the inventory for Joint Direct Attack Munition (JDAM), Tomahawk, and General Purpose Bombs;
- \$685.0 million to fund DoD implementation of the recommendations of the Nuclear Posture Review;
- \$534.0 million to fund DoD continuity of operations to ensure continued operations, to eliminate of single point failures, and to provide alternative communications paths for the Military Components;
- \$423.0 million to procure four KC-130 aircraft and additional KC-135 reengineering kits;
- \$328.0 million to accelerate the Pentagon renovation and the modernization of the Pentagon information technology infrastructure to enhance survivability of critical mission capabilities;
- \$215.0 million for Homeland Security Command, Control, Communications, Computer and Intelligence (C4I) support for the Army to conduct its homeland security mission;
- \$189.0 million for unmanned aerial vehicles to procure one Global Hawk and to initiate expansion of the Predator fleet;
- \$93.0 million for training munitions due to increased deployments in support of the war on terrorism;
- \$81.0 million for the establishment and operations of the Headquarters of the Commander-in-Chief, Homeland Security;
- \$68.0 million to procure and to install improved communications suites in Air Force One;
- \$60.0 million to modify 2 C-130Hs to the AC-130 configuration, to procure 2 C-130J aircraft;
- \$50.0 million to develop modification to the B-2 radar to enhance capabilities and to improve performance;

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- \$45.0 million for Guantanamo Bay Operations; and
- \$3.0 million for the White House Communications Agency.

The second \$10.0 billion provides funding for all incremental operating and military costs of continuing the war on terrorism. No funding has been requested in the DoD's baseline for these incremental costs to continue the war on terrorism. Funds in this request will be transferred to the DoD Components only after:

- The President designates the funding as essential to respond to, or protect against, acts or threatened acts of terrorism; and
- The President submits an official budget request to the Congress for this funding.

The FY 2001 emergency supplemental appropriation act (P.L. 107-38) and Division B of the FY 2002 Defense Appropriations Act (P.L. 107-350) provided \$15,392.5 million in Defense Emergency Response Fund (DERF) funding to the DoD for the recovery from and in response to terrorist attacks on the United States. These DERF funds were apportioned as an execution account. In FY 2001 and FY 2002 the funds provided in the DERF financed the emergency expenses to support the following requirements:

- \$3,939.6 million for increased situational awareness;
- \$1,403.4 million for enhanced force protection;
- \$1,334.1 million for improved command and control;
- \$4,832.8 million for increased worldwide posture;
- \$1,862.0 million for offensive counterterrorism;
- \$596.1 million for initial crisis response;
- \$1,308.0 million for Pentagon repairs and upgrade; and
- \$116.5 million for other requirements.