

OPERATION AND MAINTENANCE, DEFENSE-WIDE

\$ in thousands	FY 2010 <u>Actual</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2011 <u>Estimate</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2012 <u>Estimate</u>
O&M,D-W	37,553,781	474,667	-7,444,552	30,583,896	358,496	-1,983	30,940,409

The FY 2010 actual amount includes \$7,491 million of the FY 2010 Overseas Contingency Operations funding (Title IX, P.L. 111-118) and \$1,187 million of the FY 2010 Supplemental Appropriations Act (P.L. 111-212). The FY 2011 Estimate column excludes \$9,426 million of the Defense-Wide Overseas Contingency Operations funding request.

The FY 2012 request supports the Department of Defense initiative to identify and eliminate duplicate levels of effort throughout the Defense-wide community. The goal of this baseline review is to promote a culture of savings and fiscal responsibility resulting in more efficient operations and business practices.

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

Budget/Program Highlights

Overview Changes between FY 2011 and FY 2012 include (dollars in millions):

30,584	FY 2011 column of the FY 2011 Budget Request
0	One-time net Congressional decreases in FY 2011
30,584	Adjusted FY 2011
+77	Net program changes in Defense Agencies (unclassified)
+188	Net pricing changes in Defense Agencies (unclassified)
<u>+91</u>	Price and program growth in classified programs
30,940	FY 2012 President's Budget Request

Classified Programs Major Changes

Measured growth in classified programs, totaling \$91 million, is primarily in the National Intelligence Programs (\$169 million for pricing changes offset by program decreases of \$78 million). Additional details may be found in Volume III of the Operations and Maintenance, Defense-Wide justification entitled “Other Programs, Classified Justification Book.”

Defense Agency Programs FY 2012 Highlights

Highlights of Defense Agency FY 2012 funding include program changes of:

- +\$231.5 million (DoDDE): Military Spouse Tuition Assistance + \$123 million; the Child Care Public Private Partnerships +\$60 million; the Korea Tour Normalization +\$29 million; and the Family Assistance Program +\$15 million.
- +\$202.8 million (MDA): Sustainment costs for Terminal High Altitude Area Defense (THAAD) equipment including field and operational maintenance, spares, repair parts, and other repair capabilities at deployed THAAD battery locations. Also included are contractor transportation, packaging and handling of Line Replaceable Units (LRUs). Funding also provides for the daily operations and sustainment of seven AN/TPY-2 radars: three forward-based radars (OCONUS), and one test asset radar (PMRF/Wake Island).
- +\$146.0 million (TJS): Transfer of a portion of JFCOM functions to The Joint Staff and associated funding of \$125 million; transfer of the Joint Force Information Operations Governance program from STRATCOM and associated funding of \$16 million; and an increase for the Electronic Joint Manpower and Personnel System of \$9 million offset by reductions for Service Support Contracts of \$4 million.
- -\$157.2 million (DHRA): Decreases are attributed to efficiencies that include: program reductions and eliminations; the elimination of redundant activities; placing planned improvements in abeyance; restructuring contracts; consolidating infrastructure; reducing reliance on service support contractors and implementing operational savings such as reducing travel, training, and support.
- -\$144.9 million (BTA): Disestablishment of the BTA was directed by the Secretary by June 30, 2011. Certain policy, integration, and oversight functions will transfer to the Office of the Deputy Chief Management Officer (DCMO). Certain acquisition related functions of the BTA will transfer to the Defense Logistics Agency (DLA). The remaining functions of the BTA will be eliminated.
- -\$101.1 million (OSD): Reflects the Secretary of Defense’s priorities for significantly improving the effectiveness and efficiency of the Department’s business operations. The OSD conducted a detailed review of its accounts to reduce overhead; flatten and streamline hierarchy; and combine or eliminate repetitive and overlapping functions in order to realign savings from efficiencies into operational units, force structure, readiness, and future military capabilities.

Summary by Agency (\$ in thousands)

OP-32A	FY 2010	Price	Program	FY 2011	Price	Program	FY 2012
BTA	119,436	1,632	22,373	143,441	1,419	-144,860	0
CMP	148,804	2,083	5,156	156,043	2,341	1,308	159,692
DAU	109,391	1,660	34,845	145,896	1,215	-23,036	124,075
DCAA	479,860	3,112	3,171	486,143	266	22,413	508,822
DCMA	1,136,335	6,434	-29,920	1,112,849	-412	34,929	1,147,366
DFAS			1,593	1,593	23	10,384	12,000
DHRA	641,343	6,927	175,883	824,153	9,468	-157,202	676,419
DISA	1,576,909	19,552	-212,011	1,384,450	15,283	-39,341	1,360,392
DLA	368,434	4,825	74,784	448,043	6,383	-3,563	450,863
DLSA	128,753	958	-87,307	42,404	105	-5,142	37,367
DMA	265,660	2,996	-12,778	255,878	2,792	-2,537	256,133
DoDDE	3,116,895	37,709	-640,067	2,514,537	22,625	231,515	2,768,677
DPMO	20,748	285	3,122	24,155	123	-1,906	22,372
DSCA	2,674,219	37,621	-2,027,987	683,853	10,094	-11,116	682,831
DSS	479,268	5,853	33,622	518,743	5,581	-18,958	505,366
DTRA	383,814	4,269	75,439	463,522	3,467	-34,856	432,133
DTSA	34,674	169	2,781	37,624	122	-3,898	33,848
MDA	0	0	0	0	0	202,758	202,758
NDU	102,699	917	-5,983	97,633	577	-4,862	93,348
OEA	124,654	1,694	-75,537	50,811	623	30,320	81,754
OSD	2,155,878	41,109	48,313	2,245,300	56,764	-100,100	2,201,964
SOCOM	6,711,933	162,037	-2,929,640	3,944,330	38,567	3,869	3,986,766
TJS	404,498	-16,584	33,026	420,940	-3,152	145,999	563,787
WHS	587,040	-24,880	41,970	604,130	15,247	-56,193	563,184
Other	15,782,536	174,289	-1,979,400	13,977,425	168,975	-77,908	14,068,492
Total	37,553,781	474,667	-7,444,552	30,583,896	358,496	-1,983	30,940,409
The FY 2010 includes \$7,491 million of FY 2010 OCO funds (P.L. 111-118) and also includes \$1,187 million of the FY 2010 Supplemental (P.L. 111-212).							
The FY 2011 column excludes \$9,426 million of FY 2011 requested OCO funds.							
The FY 2011 column reflects the FY 2011 President's Budget request.							

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