

Highlights of GAO-06-141, a report to congressional committees

Why GAO Did This Study

With continued heavy military involvement in operations in Iraq and Afghanistan, the Department of Defense (DOD) is spending billions of dollars sustaining or replacing its inventory of key equipment items while also planning to spend billions of dollars to develop and procure new systems to transform the department's warfighting capabilities. GAO developed a red, yellow, green assessment framework to (1) assess the condition of 30 selected equipment items from across the four military services, and (2) determine the extent to which DOD has identified near- and long-term program strategies and funding plans to ensure that these items can meet defense requirements. GAO selected these items based on input from the military services, congressional committees, and our prior work. These 30 equipment items included 18 items that were first assessed in GAO's 2003 report.

What GAO Recommends

GAO recommends that DOD reassess and report annually on its near- and long-term programs for all key equipment items until replacements are fielded. DOD partially agreed that it needs to reassess its program strategies but did not agree that it needed to provide this information in an annual report to Congress. As a result, GAO is recommending that Congress require DOD to report this information to ensure that key equipment deficiencies are addressed in DOD's budget.

www.gao.gov/cgi-bin/getrpt?GAO-06-141.

To view the full product, including the scope and methodology, click on the link above. For more information, contact William M. Solis at (202) 512-8365 or solisw@gao.gov.

MILITARY READINESS

DOD Needs to Identify and Address Gaps and Potential Risks in Program Strategies and Funding Priorities for Selected Equipment

What GAO Found

While the fleet-wide condition of the 30 equipment items GAO selected for review varied, GAO's analysis showed that reported readiness rates declined between fiscal years 1999 and 2004 for most of these items. The decline in readiness, which occurred more markedly in fiscal years 2003 and 2004, generally resulted from (1) the continued high use of equipment to support current operations and (2) maintenance issues caused by the advancing ages and complexity of the systems. Key equipment items—such as Army and Marine Corps trucks, combat vehicles, and rotary wing aircraft—have been used well beyond normal peacetime use during deployments in support of operations in Iraq and Afghanistan. DOD is currently performing its Quadrennial Defense Review, which will examine defense programs and policies for meeting future requirements. Until the department completes this review and ensures that condition issues for key equipment are addressed, DOD risks a continued decline in readiness trends, which could threaten its ability to continue meeting mission requirements.

The military services have not fully identified near- and long-term program strategies and funding plans to ensure that all of the 30 selected equipment items can meet defense requirements. GAO found that, in some cases, the services' near-term program strategies have gaps in that they do not address capability shortfalls, funding is not included in DOD's 2006 budget request, or there are supply and maintenance issues that may affect near-term readiness. Additionally, the long-term program strategies and funding plans are incomplete for some of the equipment items GAO reviewed in that future requirements are not identified, studies are not completed, funding for maintenance and upgrades was limited, or replacement systems were delayed or not yet identified. Title 10 U.S.C. § 2437 requires the military services to develop sustainment plans for equipment items when their replacement programs begin development, unless they will reach initial operating capability before October 2008. However, most of the systems that GAO assessed as red had issues severe enough to warrant immediate attention because of long-term strategy and funding issues, and were not covered by this law. As a result, DOD is not required to report sustainment plans for these critical items. For the next several years, funding to sustain or modernize aging equipment will have to compete with other DOD priorities, such as current operations, force structure changes, and replacement system acquisitions. Without developing complete sustainment and modernization plans and identifying funding needs for all priority equipment items, DOD may be unable to meet future requirements for defense capabilities. Furthermore, until DOD develops these plans, Congress will be unable to ensure that DOD's budget decisions address deficiencies related to key military equipment.

GAO's red, yellow, and green assessments of the condition, program strategies, and funding plans for the 30 selected military equipment items are shown on the following page.

GAO's Assessment Summary of 30 Selected Equipment Items

		Near-term program	Long-term program
Equipment	Condition	strategy and funding plan	strategy and funding plan
Army			
Abrams Tank			
Bradley Fighting Vehicle			
M113 Armored Personnel Carrier			
Heavy Expanded Mobility Tactical Truck			
High Mobility Multi-Purpose Wheeled Vehicle			
Family of Medium Tactical Vehicles			
AH-64 A/D Apache Helicopter			
CH-47 D/F Chinook Helicopter			
OH-58D Kiowa Helicopter			
Marine Corps			
M1A1 Abrams Tank			
Light Armored Vehicle Command and Control and 25 variants			
Assault Amphibian Vehicle- Personnel, C2, and Recovery variants			
Medium Tactical Vehicle Replacement			
AV-8B Harrier Jet			
AH-1W Super Cobra Helicopter			
CH-46E Sea Knight Helicopter			
CH-53E Super Stallion Helicopter			
Navy			
DDG-51 Arleigh Burke Class Destroyer			
FFG-7 Oliver Hazard Perry Class Frigate			
LPD-4 Amphibious Transport Dock Ship			
F/A-18 Hornet/Super Hornet Aircraft			
EA-6B Prowler Aircraft			
P-3 Orion Aircraft			
Standard Missile-2 Surface-to-Air Missile			
Air Force			
F-15 Eagle/Strike Eagle Aircraft			
F-16 Fighting Falcon Aircraft			
B-1 Lancer Bomber			
B-2 Spirit Bomber			
C-5 Galaxy Transport Aircraft			
KC-135 Stratotanker Aircraft			

Red indicates a problem or issue that is prevalent and severe enough to warrant immediate attention by DOD, the military services, and/or Congress.

Yellow indicates the existence of a problem or issue that warrants attention by DOD, the military services, and/or Congress, and if left unattended may worsen.

Green indicates that we did not identify any specific problems or issues at the time of our review or that any existing problems or issues we identified are either not severe enough in nature to warrant additional action or are already being addressed by DOD, the military services, and/or Congress.

Source: GAO analysis of military service data.