

COMMAND, CONTROL, AND COMMUNICATIONS (C³)

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DEPOT MAINTENANCE

	<u>(Dollars in Millions)</u>						
	<u>FY 2005*</u> <u>Actual</u>	<u>Price</u> <u>Change</u>	<u>Program</u> <u>Change</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Price</u> <u>Change</u>	<u>Program</u> <u>Change</u>	<u>FY 2007</u> <u>Estimate</u>
Active Forces							
Army	2,641.9	15.3	-1,870.9	786.3	34.4	153.7	974.4
Navy	6,222.2	143.1	-768.8	5,596.5	179.5	-409.0	5,367.0
Marine Corps	331.2	-7.9	-233.9	89.4	-2.1	23.9	111.2
Air Force	2,464.4	17.9	-140.1	2,342.2	-87.4	60.6	2,315.4
USSOCOM	241.7	6.0	15.7	263.4	5.8	30.5	299.7
Subtotal	11,901.4	174.4	-2,998.0	9,077.8	130.2	-140.3	9,067.7
Reserve and National Guard Forces							
Army Reserve	70.5	0.7	19.7	90.8	2.5	38.2	131.5
Navy Reserve	235.7	2.9	-23.8	214.8	7.4	-17.5	204.7
Marine Corps Reserve	11.9	-0.3	2.1	13.7	-0.1	0.1	13.7
Air Force Reserve	336.2	3.8	32.4	372.4	-12.0	12.9	373.3
Army National Guard	226.8	4.4	19.2	250.4	13.7	87.7	351.8
Air National Guard	582.4	6.2	14.4	603.0	-22.6	22.2	602.6
Subtotal	1,463.5	17.7	64.0	1,545.1	-11.1	143.6	1,677.6
Grand Total	13,364.9	192.1	-2,934.0	10,622.9	119.1	3.3	10,745.3

*The FY 2005 Actual column includes Supplemental Funding. The FY 2006/2007 columns do not include Supplemental funding.

The Depot Maintenance program funds the overhaul, repair, and maintenance of aircraft, missiles, ships, submarines, combat vehicles and other equipment. Depot maintenance efforts are performed at both public (DoD) and private (contractor) facilities. These efforts provide maintenance necessary to sustain the operational readiness of combat forces, to ensure the safe and efficient operation of weapon systems, and to renovate assets that are being transferred from active forces to reserve components.

Major Program Highlights: The FY 2007 DoD Depot Maintenance budget request reflects a net funding increase of \$122.4 million above the FY 2006 funding level. This is comprised of \$119.1 million of net price increase and a net program increase of \$3.3 million. Major programmatic changes are discussed below.

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Department of Army:

	<u>(Dollars in Millions)</u>						
	FY 2005*	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	2,641.9	+15.3	-1,870.9	786.3	+34.4	+153.7	974.4
Army Reserve	70.5	+0.7	+19.7	90.8	+2.5	+38.2	131.5
Army National Guard	226.8	+4.4	+19.2	250.4	+13.7	+87.7	351.8
Total	2,939.2	+20.4	-1,832.0	1,127.5	+50.6	+279.6	1,457.7

*The FY 2005 Actual column includes Supplemental Funding. The FY 2006/2007 columns do not include Supplemental funding.

The Department of Army depot maintenance program reflects an increase of \$+330.2 million from the FY 2006 funding level. The increase is the sum of price change of \$+50.6 million and program change of \$+279.6 million.

- The Active Army program reflects a program increase of \$+153.7 million from FY 2006. This increase is the result of program increases in aircraft and combat vehicles, communication equipment, and other heavy equipment offset by program decreases for 15 Helicopter Crash Damages, a quantity reduction to overhaul 13 UH-60A helicopters, and a decrease to the Patriot Missile Program scheduled for depot maintenance. Major program changes from FY 2006 to FY 2007 include \$+74.9 million to fund 1 additional AH-64D Helicopter overhaul and 135 additional shop shelters; \$+17.1 million to fund armaments (650 M2 50 mm Machine Guns, 4,587 M16A2 Rifles, 400 M240B Machine Guns, and 1,500 M249 Squad Automatic Weapons); and \$+61.7 million funds 25 Bradley Fighting Vehicles.
- The Army Reserve program increases by \$+38.2 million from FY 2006. The Army Reserve net program increase of \$+38.2 million is primarily the result of program changes in support of tactical vehicles (\$+15.7 million) and other end item maintenance (\$+21.9 million).
- The Army National Guard program increases \$87.7 million from FY 2006. The Army National Guard net program increase of \$87.7 million is primarily the result of program changes to support Rotary Wing Aircraft maintenance (\$22.8 million), combat vehicles sustainment maintenance for the M88 Recovery Vehicle, M60AVLB, and the M2/M3 Infantry Fighting Vehicles/Cavalry Fighting Vehicles (\$+4.4 million), and other end items such as calibration of bio-medical equipment, general weapon systems, and calibration of Civil Support Teams (CSTs) Chemical, Biological, Radiological, and Nuclear (CBRN) equipment (example: radiation survey instruments) (\$+61.0 million).

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Department of Navy:

	<u>(Dollars in Millions)</u>						
	<u>FY 2005*</u>	<u>Price</u>	<u>Program</u>	<u>FY 2006</u>	<u>Price</u>	<u>Program</u>	<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Navy	6,222.2	+143.1	-768.8	5,596.5	+179.5	-409.0	5,367.0
Marine Corps	331.2	-7.9	-233.9	89.4	-2.1	+23.9	111.2
Navy Reserve	235.7	+2.9	-23.8	214.8	+7.4	-17.5	204.7
Marine Corps Reserve	11.9	-0.3	+2.1	13.7	-0.1	+0.1	13.7
Total	6,801.0	+137.8	-1,024.4	5,914.4	+184.7	-402.5	5,696.6

*The FY 2005 Actual column includes Supplemental Funding. The FY 2006/2007 columns do not include Supplemental funding.

The Department of Navy depot maintenance program reflects a decrease of \$-217.8 million from FY 2006 funding levels. The decrease is the sum of price change of \$+184.7 million and program change of \$-402.5 million.

- The Active Navy depot maintenance program decreases by \$409.0 million from FY 2006. The major program changes from FY 2006 to FY 2007 include decreases in the number of ships undergoing maintenance and a decrease in the scope of anticipated repairs (\$-346.2 million), reduced standard depot level maintenance repairs, phased depot maintenance repairs, engine overhauls, and other depot maintenance decreases associated with expeditionary airfields and ship inactivation programs (\$-42.0 million).
- The Active Marine Corps depot maintenance program increases by \$23.9 million. The major program increases from FY 2006 to FY 2007 include \$+14.0 million to fund 25 additional combat vehicles; \$+6.0 million for 20 additional electronic communications; \$+0.5 million for 30 additional engineering maintenance requirements; and \$+3.4 million for 86 additional automotive depot maintenance actions.
- The Navy Reserve Depot Maintenance program decreases by \$-17.5 million from FY 2006. This decrease is attributable to decommissioning two Mine Hunter Coastal (MHC) ships and reducing Reserve aircraft inventory (predominantly F/A-18 and P-3 Maritime Patrol aircraft).
- The Marine Corps Reserve Depot Maintenance program increases by \$0.1 million from FY 2006. Major program changes from FY 2006 to FY 2007 include an increase in other end item maintenance for such items as 11 tractors, one additional 12 ½ ton Power Unit, two Dropside Trailers, and other required communication equipment and a decrease in combat vehicle maintenance to include items such as two 25MM Light Assault Vehicles (LAV) and one 125MM combat tank as well as a decrease in ordnance maintenance.

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Department of Air Force:

	<u>(Dollars in Millions)</u>						
	FY 2005*	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Air Force	2,464.4	+17.9	-140.1	2,342.2	-87.4	+60.6	2,315.4
Air Force Reserve	336.2	+3.8	+32.4	372.4	-12.0	+12.9	373.3
Air National Guard	582.4	+6.2	+14.4	603.0	-22.6	+22.2	602.6
Total	3,383.0	+27.9	-93.3	3,317.6	-122.0	+95.7	3,291.3

*The FY 2005 Actual column includes Supplemental Funding. The FY 2006/2007 columns do not include Supplemental funding.

The Department of Air Force depot maintenance program reflects a decrease of \$-26.3 million from the FY 2006 funding level. The decrease is the sum of price change of \$-122.0 million and program change of \$+95.7 million.

- The Active Air Force depot maintenance program increases by \$+60.6 million from FY 2006. The major program changes from FY 2006 to FY 2007 for the Active Air Force include increasing Programmed Depot Maintenance (PDM) for the B-1 Aircraft (+1 PDM), B-52 Aircraft (+1 PDM), and C-130 Aircraft (+6 PDM) (\$151.0 million) and Depot Purchased Equipment Maintenance (DPEM) Software upgrades for the B-52's new radar/navigation system, B-1 munitions inventory, Combat and Recovery HH-60 helicopter, C-130/HH-60, C-130J, and KC-135R/T (\$+22.7 million). The program increases were offset by decreases in Engine and Missile overhauls (\$-63.2 million), Other Major End Items (OMEI) for the Modular Control System and reduced automated test equipment repair requirements (\$-35.8 million), and Non-Material Support Division Exchangeables (\$-9.0 million) and Area Base Support and Weapon System Storage (\$-5.6 million).
- The Air Force Reserve depot maintenance program increases by \$12.0 million from FY 2006. The major program changes from FY 2006 to FY 2007 for the Air Force Reserve provide the aircraft maintenance to support the C-5 mission as three aircraft are scheduled for extensive depot maintenance repair. The program increases were offset by decreases in the C-130 platform as fewer aircraft (6) and engines (2) require maintenance in FY 2007.
- The Air National Guard depot maintenance program increases by \$22.2 million from FY 2006. This program change in FY 2007 is attributed primarily to 12 additional PDM aircraft maintenance actions.

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US Special Operations Command:

	<u>(Dollars in Millions)</u>						
	<u>FY 2005*</u> <u>Actual</u>	<u>Price</u> <u>Change</u>	<u>Program</u> <u>Change</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Price</u> <u>Change</u>	<u>Program</u> <u>Change</u>	<u>FY 2007</u> <u>Estimate</u>
USSOCOM	241.7	+6.0	+15.7	263.4	+5.8	+30.5	299.7

*The FY 2005 Actual column includes Supplemental Funding. The FY 2006/2007 columns do not include Supplemental funding.

The US Special Operations Command (USSOCOM) depot maintenance program increases \$30.5 million from FY 2006. The major program changes from FY 2006 to FY 2007 support the Directional Infrared Countermeasures System (DIRCM) which is designed to protect SOF aircraft against infrared missile threats. The DIRCM program transitions to Operation and Maintenance (O&M) appropriation account in FY 2007 (\$8.6 million). The remaining \$+21.9 million program increase covers such items as expiring warranty coverage for various SOF unique weapon systems (\$+2.2 million), increase maintenance requirements for the various Unmanned Vehicles, both aerial and ground systems (\$+3.5 million), maintenance for Special Operations Vehicles deployed worldwide (\$+0.6 million), overhauls of the MK-16 Diving Systems, Dry Dock Shelters and the Advanced Seal Delivery System for Naval Special Warfare Command (\$+6.6 million), and intelligence and communications depot maintenance requirements (\$9.0 million).

Maintenance Backlog

Between FY 2006 and FY 2007, depot maintenance funding increases by \$122.4 million (+1.0 percent). The percentage of funded executable requirements decreased from 80.7 percent in FY 2006 (\$10,622.9 million of \$13,166.0 million executable requirement is funded) to 80.2 percent in FY 2007 (\$10,745.3 million of \$13,400.4 million executable requirement is funded). Executable requirements are those maintenance requirements that can be accommodated within current physical depot maintenance capacity. The table below displays funded and unfunded (maintenance backlog) for the depot maintenance program.

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	FY 2005 (Actual)		FY 2006		FY 2007		FY 2006 % Funded	FY 2007 % Funded
	Funded Executable Requirement	Unfunded Deferred Requirement	Funded Executable Requirement	Unfunded Deferred Requirement	Funded Executable Requirement	Unfunded Deferred Requirement		
<u>Department of Army</u> ¹	<u>2,939.2</u>	<u>667.5</u>	<u>1,127.5</u>	<u>1,083.7</u>	<u>1,457.7</u>	<u>547.9</u>	<u>51.0%</u>	<u>72.7%</u>
Aircraft	446.5	236.6	377.2	215.2	323.5	174.9	63.7%	64.9%
Combat Vehicle	738.0	145.2	171.7	310.3	245.1	151.2	35.6%	61.8%
Other	1,754.7	285.7	578.6	558.2	889.1	221.8	50.9%	80.0%
<u>Department of Navy</u> ^{1,2}	<u>6,801.0</u>	<u>341.7</u>	<u>5,914.4</u>	<u>676.4</u>	<u>5,696.6</u>	<u>934.5</u>	<u>89.7%</u>	<u>85.9%</u>
Ship	4,518.0	87.9	4,188.6	123.3	3,952.2	189.1	97.1%	95.4%
Aircraft	1,379.8	60.6	1,121.4	188.0	1,127.0	392.0	85.6%	74.2%
Combat Vehicles	195.1	21.1	75.8	148.6	88.3	154.2	33.8%	36.4%
Other	708.1	172.1	528.6	216.5	529.1	199.2	70.9%	72.6%
<u>Department of Air Force</u> ¹	<u>3,383.0</u>	<u>273.8</u>	<u>3,317.6</u>	<u>783.0</u>	<u>3,291.3</u>	<u>1,172.7</u>	<u>80.9%</u>	<u>73.7%</u>
Aircraft	1,811.4	88.3	1,604.1	304.7	1,785.1	496.0	84.0%	78.3%
Other	1,571.6	185.5	1,713.5	478.3	1,506.2	676.7	78.2%	69.0%
<u>US Special Operations Command</u>	<u>241.7</u>	<u>0.0</u>	<u>263.4</u>	<u>0.0</u>	<u>299.7</u>	<u>0.0</u>	<u>100.0%</u>	<u>100.0%</u>
Aircraft	133.0	0.0	142.4	0.0	154.1	0.0	100.0%	100.0%
Other	108.7	0.0	121.0	0.0	145.6	0.0	100.0%	100.0%
<u>Total</u>	<u>13,364.9</u>	<u>1,283.0</u>	<u>10,622.9</u>	<u>2,543.1</u>	<u>10,745.3</u>	<u>2,655.1</u>	<u>80.7%</u>	<u>80.2%</u>
Ship	4,518.0	87.9	4,188.6	123.3	3,952.2	189.1	97.1%	95.4%
Aircraft	3,770.7	385.5	3,245.1	707.9	3,389.7	1,062.9	82.1%	76.1%
Combat Vehicles	933.1	166.3	247.5	458.9	333.4	305.4	35.0%	52.2%
Other	4,143.1	643.3	2,941.7	1,253.0	3,070.0	1,097.7	70.1%	73.7%
¹ Includes Active, Reserve and Guard Component Programs ² Marine Corps numbers are included in Navy numbers above								

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	FY 2005 <u>Actual</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2006 <u>Estimate</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2007 <u>Estimate</u>
Environmental Restoration	1,348.2	32.4	6.8	1,387.4	30.5	-14.6	1,403.3
Environmental Compliance	1,684.9	40.4	-163.7	1,561.6	34.4	-68.7	1,527.3
Environmental Conservation	187.9	4.5	27.8	220.2	4.8	-30.0	195.0
Pollution Prevention	124.8	3.0	13.2	141.0	3.1	-15.8	128.3
Environmental Technology	256.3	6.2	-11.5	250.9	5.5	-56.7	199.7
Base Realignment & Closure (BRAC)	<u>250.3</u>	<u>6.0</u>	<u>307.3</u>	<u>563.6</u>	<u>12.4</u>	<u>-23.2</u>	<u>552.7</u>
Total Environmental Program*	3,852.4	92.5	179.9	4,124.7	90.7	-209.0	4,006.4

* Includes environmental funding for all DoD appropriations/funds, not just those funded in the operation and maintenance (O&M) title. May not add due to rounding.

The Department of Defense Environmental Program addresses five overriding and interconnected goals: (1) to support the readiness of U. S. Forces by ensuring access to air, land, and water for training and operations; (2) to improve the quality of life by protecting military personnel and families from environmental, safety, and health hazards; (3) to ensure that weapons systems, logistics, installations, et. al., have greater performance, lower total ownership costs, and minimal health and environmental effects; (4) to serve customers, clients, and stakeholders through public participation and advocacy; and (5) to enhance international security through military-to-military cooperation. To help achieve these goals, the Department established its environmental program around five pillars -- cleanup, compliance, conservation, pollution prevention, and environmental technology. Much of this program is addressed in the Defense Environmental Annual Report to Congress. The FY 2007 budget request of \$4,006.4 million decreases by \$118.3 million, which includes price growth of \$90.7 million and a net program reduction of \$209.0 million (-5.1 percent). The reduction primarily reflects a discontinuance of one-time FY 2006 congressional adds and completion of some long term projects to meet compliance requirements. Each of the Department's environmental pillars is discussed below.

Environmental Restoration

The Department's Environmental Restoration program focuses on reducing the risks to human health and the environment at active installations and Formerly Used Defense Sites (FUDS), while ensuring that DoD environmental cleanup policy conforms to existing laws and regulations. The DoD Environmental Restoration appropriations provide for: the identification, investigation, and cleanup of past contamination prior to 1986 from hazardous substances and wastes, and contamination prior to FY 2003 from unexploded ordnance (UXO), discarded military munitions, and munitions constituents at other than operational ranges; correction of other environmental damage; and the demolition and removal of unsafe buildings, structures, and debris. Until 1994, the Department spent the majority of the resources documenting the magnitude of the cleanup problem on DoD lands, a significant but necessary investment. In 1994, DoD turned the corner, by devoting more resources to actual cleanup than to studies. As a result, the pace of

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restoration has increased while more sites continue to be cleaned up and closed out. In FY 1996, DoD began a relative risk approach to environmental cleanup. This process enables the Department to prioritize cleanup activities that pose the greatest danger to the health and safety of the environment and public in the context of regulatory agreements. The relative risk process is the key tool used by the Department in the planning, programming, and budgeting of the cleanup program as well as its execution.

Also in FY 1996, the Department developed specific clean-up goals that have been briefed to the Congress, the regulator community, and the public. Accordingly, the Department funds its environmental restoration program to ensure the Military Departments and Defense Agencies meet all legal agreements and ensure compliance with DoD cleanup goals. As required by the Presidential Management Plan and the Office of Management and Budget (OMB) FY 2006 budget guidance, the current budget exhibits and justification make explicit links between the cleanup goals and the funded DoD program. The budget exhibits also clearly identify funding requirements for response actions to address UXO, discarded military munitions, and munitions constituents at other than operational ranges. As shown in the various Component DERA budget exhibits for FY 2007, Army, Navy, and Air Force cleanup programs are essentially on schedule to meet the Department's cleanup goals; DLA is ahead of schedule, which is necessary in some cases to meet legal requirements and agreements with states and regulatory agencies; and FUDS is falling behind. The FUDS program is unique in that there are no physical boundaries such as a military installation fence line to establish a finite limit of potential contaminated sites and the number of potential new FUDS sites is boundless. While investigations and analyses have been completed for most potential cleanup sites at our military installations, FUDS is still adding new sites. The FUDS baseline number of high relative risk sites for measuring against the DoD cleanup goals initially contained 224 sites in FY 1997. Since that time, an additional 187 high relative risk sites have been identified for a total of 411 sites. Of the 411 FUDS sites categorized as high relative risk, 189 sites have been removed from the list as of September 2005.

Between FY 2006 and FY 2007, the Department's Defense Environmental Restoration Program increases by \$15.9 million, reflecting price growth of \$30.5 million and programmatic reductions of \$14.6 million (-1.1 percent). The program reductions of \$14.7 million primarily consists of the discontinuance of a one-time congressional increase to the FUDS account in FY 2006 and the exclusion of the Defense Logistics Agency's stockpile sites that are not eligible for environmental restoration funding and, therefore, no longer reported as part of the environmental restoration program.

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Environmental Compliance

The FY 2007 compliance program includes sufficient resources to enable the Department's day-to-day operations to comply with state and local government enforcement of current environmental laws and regulations. Environmental Compliance projects include the replacement and upgrade of waste water treatment plants to comply with Clean Water Act standards, hazardous waste management, testing and remediation of underground storage tanks, and monitoring waste water treatment systems. In FY 2007, the environmental compliance program decreases by \$34.3 million. This decrease reflects a price growth of \$34.4 million and a programmatic decrease of \$68.7 million (-4.4 percent) as DoD completes some long term projects to meet compliance requirements. The program decrease of \$68.7 million primarily consists of: a decrease in Army and Army National Guard both recurring and nonrecurring costs (-\$44.1 million); a decrease due to one time projects in the Department of the Navy(-\$17.8 million) and other recurring efforts (-\$6.7 million); minor increases in the Marine Corps nonrecurring projects (+\$0.9 million) and Air Force (+\$1.2 million) offset a decrease in Defense Wide requirements due to a reduction of one-time projects (-\$2.2 million).

Environmental Conservation

The Department of Defense is the steward of nearly 30 million acres of public lands. The DoD has a responsibility to protect, maintain, and enhance the natural and cultural resources found on these lands. Through the conservation program, biological and cultural resources are managed to help support the military mission. Additionally, conservation activities are required by law (e.g., Endangered Species Act, Sikes Act, and National Historic Preservation Act) and must be funded. In FY 2007, the Environmental Conservation funding decreases by \$25.2 million, reflecting a price growth of \$4.8 million and a program decrease of \$30.0 million (-13.6 percent). The program decrease of \$30.0 million primarily consists of a decrease in the Defense-wide program in the Range Environmental Protection Initiative (-\$16.7 million) due to discontinuance of a one-time congressional add in FY 2006; a decrease in Army (-\$7.3 million); Navy (-\$1.6 million); Marine Corps (-\$0.9 million), and Air Force non recurring projects (-\$2.8 million).

Pollution Prevention

The Pollution Prevention program targets the reduction of hazardous material, solid waste, toxic releases, air emissions, and water pollution at the source. The funding requested for FY 2006 will support these efforts, as well as implementation of Executive Order 13148, "Greening the Government through Leadership in Environmental Management," and Executive Order 13101, "Greening the Government Through Waste Prevention, Recycling, and Federal Acquisition." In FY 2007, the Pollution Prevention program decreases by \$12.7 million. This reflects a price increase of \$3.1 million and a program decrease of \$15.8 million (-11.2 percent). The program decrease of \$15.8 million primarily results from decreases in the Air Force's non-recurring projects (- \$11.6 million); decreases in the Defense-wide (-\$5.4 million); offset by a minor increase in the Army's program (\$1.2 million).

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Environmental Technology

Technology development is important to meet DoD-unique environmental needs with programs that yield quick results and have high payoffs, including accelerating the development and deployment of technologies that address issues such as shipboard discharges and remediation of soil, surface, and ground water contamination from explosives. The FY 2007 request allows DoD to continue environmental research, development, test, demonstration, and validation activities to provide technologies that result in direct operational savings, mitigate future liabilities, and permit the Department to meet its environmental obligations more cost-effectively. In FY 2007, the Environmental Technology program decreases by \$51.2 million. This reflects a price increase of \$5.5 million and a program decrease of \$56.7 million (-22.6 percent). The program decrease of \$56.7 million is primarily the result of the discontinuance of several one-time FY 2006 congressional increases to the Military Department's Research, Development, Test & Evaluation (RDT&E) appropriation.

Base Realignment and Closure (BRAC)

The DoD is striving to complete scheduled base closures as rapidly as possible to realize potential savings to the government and to make property available to local communities for redevelopment. To do this, the DoD must complete environmental restoration and compliance work at these bases. In FY 2007, the BRAC environmental program decreases by \$10.9 million. This reflects a price increase of \$12.4 million and a program decrease of \$23.2 million (-4.1 percent). The program decrease primarily reflects investment changes by the Army due to performance based contracting strategies and a decrease in Air Force program requirements.

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(\$ in Millions)

<u>ENVIRONMENTAL RESTORATION</u> */	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Cleanup</u>					
Army	290.7	-2.6	288.1	7.5	295.6
Navy	140.6	+53.7	194.3	18.7	213.0
Air Force	253.9	+19.5	273.4	+27.2	300.6
Formerly Used Defense Sites	127.7	-13.2	114.5	+18.2	132.7
Defense-Wide	<u>9.4</u>	<u>+5.9</u>	<u>15.3</u>	<u>-3.6</u>	<u>11.7</u>
Subtotal	822.2	+63.4	885.6	+67.9	953.6
<u>Investigations and Analysis</u>					
Army	57.1	-13.0	44.1	+2.5	46.6
Navy	82.0	-24.0	58.0	-7.6	50.4
Air Force	94.5	-11.6	82.9	-8.5	74.4
Formerly Used Defense Sites	99.7	+4.2	103.9	-28.3	75.6
Defense-Wide	<u>2.5</u>	<u>-1.3</u>	<u>1.2</u>	<u>-1.2</u>	<u>0</u>
Subtotal	335.9	-45.9	290.1	-43.0	247.1
<u>Program Oversight</u>					
Army	53.5	+17.2	70.7	+1.0	71.7
Navy	43.2	+6.0	49.2	-8.2	41.0
Air Force	48.1	-2.9	45.2	+3.6	48.8
Formerly Used Defense Sites	38.3	-2.9	35.4	-0.9	34.5
Defense-Wide	<u>7.0</u>	<u>+4.4</u>	<u>11.4</u>	<u>-4.9</u>	<u>6.5</u>
Subtotal	190.1	21.8	211.9	-9.4	202.5
<u>Total</u>					
Army	401.3	+1.5	402.8	+11.0	413.8
Navy	265.8	+35.7	301.5	+2.9	304.4
Air Force	396.5	+5.0	401.5	+22.4	423.9
Formerly Used Defense Sites	265.7	-11.9	253.8	-11.0	242.8
Defense-Wide	<u>18.9</u>	<u>+8.9</u>	<u>27.8</u>	<u>-9.4</u>	<u>18.4</u>
Total Environmental Restoration	1,348.2	39.2	1,387.4	+15.9	1,403.3

*/ This display shows the amounts budgeted by functional area for each of the five Environmental Restoration transfer appropriations – one for each Department, one for Formerly Used Defense Sites, and one for Defense-wide. The FY 2005 amounts (executed in various Component appropriations) are included for comparability purposes. The Formerly Used Defense Sites and Defense-Wide amounts for FY 2007 have been adjusted from the O-1 book.

ENVIRONMENTAL PROGRAMS

(\$ in Millions)

<u>ENVIRONMENTAL COMPLIANCE</u>	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Army	602.0	-51.7	550.3	-32.0	518.3
Navy	449.8	-46.7	403.1	-15.6	387.5
Marine Corps	103.9	-0.7	103.2	+3.2	106.4
Air Force	359.3	-23.4	335.9	+8.5	344.4
Defense-Wide	<u>169.9</u>	<u>-0.8</u>	<u>169.1</u>	<u>+1.5</u>	<u>170.6</u>
Total Environmental Compliance	1,684.9	-123.3	1,561.6	-34.3	1,527.3

(\$ in Millions)

<u>ENVIRONMENTAL CONSERVATION</u>	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Army	82.6	+21.4	104.0	-5.0	99.0
Navy	16.8	-0.7	16.1	-1.3	14.8
Marine Corps	12.8	+2.0	14.8	-0.5	14.3
Air Force	54.1	-15.0	39.1	-2.0	37.1
Defense-Wide	<u>21.6</u>	<u>+24.6</u>	<u>46.2</u>	<u>-16.4</u>	<u>29.8</u>
Total Environmental Conservation	187.9	+32.3	220.2	-25.2	195.0

(\$ in Millions)

<u>POLLUTION PREVENTION</u>	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Army	19.9	+1.6	21.5	+1.6	23.1
Navy	25.5	-5.2	20.3	+0.3	20.6
Marine Corps	8.7	+4.4	13.1	+0.5	13.6
Air Force	55.7	+18.4	74.1	-10.0	64.1
Defense-Wide	<u>15.0</u>	<u>-3.0</u>	<u>12.0</u>	<u>-5.1</u>	<u>6.9</u>
Total Pollution Prevention	124.8	+16.2	141.0	-12.7	128.3

ENVIRONMENTAL PROGRAMS

(\$ in Millions)

<u>ENVIRONMENTAL TECHNOLOGY</u>	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Army</u>					
RDT&E, Army	87.3	-26.2	61.1	-13.8	47.3
<u>Navy</u>					
RDT&E, Navy	57.8	-1.8	55.9	-20.0	35.9
<u>Air Force</u>					
RDT&E, Air Force	4.8	+5.7	10.5	-7.6	2.9
Aircraft Procurement, Air Force	2.3	-	2.3	+0.1	2.4
Missile Procurement, Air Force	0.9	-	0.9	-	0.9
Operation and Maintenance, Air Force	<u>2.1</u>	<u>+1.2</u>	<u>3.3</u>	<u>+6.0</u>	<u>9.3</u>
Total Air Force	10.1	+6.9	17.0	-1.5	15.5
<u>Defense-Wide</u>					
Strategic Environmental R&D Program (SERDP)	54.9	+20.5	75.4	-8.2	67.2
Env Security Technology Certification Program	41.3	-4.9	36.4	-7.6	28.8
Defense Warfighter Protection	<u>4.9</u>	<u>+0.1</u>	<u>5.0</u>	=	<u>5.0</u>
Total Defense-Wide	101.1	+15.7	116.8	-15.8	101.0
<u>Total</u>					
Army	87.3	-26.2	61.1	-13.8	47.3
Navy	57.8	-1.8	55.9	-20.0	35.9
Air Force	10.1	+6.9	17.0	-1.5	15.5
Defense-Wide	<u>101.1</u>	<u>+15.7</u>	<u>116.8</u>	<u>-15.8</u>	<u>101.0</u>
Total Environmental Technology	256.3	-5.3	250.9	-51.2	199.7

ENVIRONMENTAL PROGRAMS

(\$ in Millions)

<u>BASE REALIGNMENT&CLOSURE (BRAC)</u>	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>BRAC 95</u>					
Army	95.0	+2.3	97.3	-52.3	45.0
Navy	0.0	+256.0	256.0	+45.8	301.8
Air Force	148.8	-26.9	121.9	-6.3	115.6
Defense-Wide	<u>6.5</u>	<u>-0.5</u>	<u>6.0</u>	<u>+0.1</u>	<u>6.1</u>
Total BRAC 95	250.3	+230.9	481.2	-12.6	468.6
<u>BRAC 2005</u>					
Army	0.0	+34.3	34.3	+39.2	73.5
Navy	0.0	+17.1	17.1	-10.6	6.5
Air Force	0.0	+28.8	28.8	-26.8	2.0
Defense-Wide	<u>+0.0</u>	<u>+2.2</u>	<u>2.2</u>	<u>+0.0</u>	<u>2.2</u>
Total BRAC 2005	0.0	+82.3	82.3	+1.8	84.1
<u>BRAC Grand Total</u>					
Army	95.0	+36.6	131.6	-13.1	118.5
Navy	0.0	+273.1	273.1	+35.2	308.3
Air Force	148.8	+1.9	150.7	-33.1	117.6
Defense-Wide	<u>6.5</u>	<u>+1.7</u>	<u>8.2</u>	<u>+0.1</u>	<u>8.3</u>
BRAC Grand Total	250.3	+313.0	563.6	-10.9	552.7

FACILITIES SUSTAINMENT, RESTORATION AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS^{1/}

	(\$ in millions)						
	FY 2005 <u>Actual</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2006 <u>Estimate^{2/}</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2007 <u>Estimate</u>
Army	1,473	76	265	1,814	50	-53	1,811
Navy	1,565	31	-288	1,308	31	-138	1,201
Marine Corps	555	14	-25	544	13	-84	473
Air Force	2,508	65	-836	1,737	42	-96	1,683
Defense-Wide	91	2	20	113	3	-30	86
Army Reserve	134	3	59	196	5	15	216
Navy Reserve ^{3/}	97	3	-33	67	2	-17	52
Marine Corps Reserve ^{3/}	17	-	-7	10	-	-	10
Air Force Reserve	101	3	-55	49	1	10	60
Army National Guard	307	8	23	338	8	42	388
Air National Guard	<u>187</u>	<u>5</u>	<u>-17</u>	<u>175</u>	<u>4</u>	<u>76</u>	<u>255</u>
Subtotal	7,035	210	-894	6,351	159	-275	6,235
Defense Health Program	<u>683</u>	<u>18</u>	<u>-165</u>	<u>536</u>	<u>13</u>	<u>-23</u>	<u>526</u>
Total	7,718	228	-1,059	6,887	172	-298	6,761

^{1/} Only includes O&M & DHP FSRM.

^{2/} FY 2006 estimate excludes emergency supplemental funding.

^{3/} FY 2006 estimate reflect Component fact-of-life adjustments and congressional general reduction.

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

The FY 2007 budget request of \$6,761 million includes price growth of \$172 million and a net program decrease of \$298 million (-4.3 percent) below the FY 2006 funding level. The decrease is attributed to a realignment of facility sustainment funding to other support for operational forces in order to preserve military readiness.

FACILITIES SUSTAINMENT, RESTORATION AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS^{1/}

- This request includes \$6,671 million for the FSRM program, which includes price growth of \$170 million and a net program decrease of \$299 million (-4.4 percent) below the FY 2006 funded level. In aggregate, the FY 2007 request funds 90 percent of the facilities sustainment requirement, which is greater than prior executed levels.
- The budget also includes \$90 million for the demolition program, a 3 percent increase over the FY 2006 funded level.

The following data provides details on FSRM and the demolition program and the personnel data associated with these efforts.

	<u>FACILITIES SUSTAINMENT</u>						
	(\$ in millions)						
	<u>FY 2005</u>	<u>Price</u>	<u>Program</u>	<u>FY 2006</u>	<u>Price</u>	<u>Program</u>	<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	1,309	68	292	1,669	46	27	1,742
Navy	1,134	23	68	1,225	29	-114	1,140
Marine Corps	447	12	7	466	11	-21	456
Air Force	1,561	41	7	1,609	39	-166	1,482
Defense-Wide	67	2	31	100	2	-34	68
Army Reserve	134	3	55	192	5	10	207
Navy Reserve	49	1	-5	45	1	-1	45
Marine Corps Reserve	11	0	-2	9	-	-	9
Air Force Reserve	43	2	1	46	1	-	47
Army National Guard	304	8	23	335	8	39	382
Air National Guard	<u>90</u>	<u>2</u>	<u>59</u>	<u>151</u>	<u>4</u>	<u>3</u>	<u>158</u>
Subtotal	5,149	162	536	5,847	146	-257	5,736
Defense Health Program	<u>289</u>	<u>8</u>	<u>22</u>	<u>319</u>	<u>8</u>	<u>15</u>	<u>342</u>
Total	5,438	170	558	6,166	154	-242	6,078

**FACILITIES SUSTAINMENT, RESTORATION AND MODERNIZATION (SRM)
AND DEMOLITION PROGRAMS^{1/}**

RESTORATION AND MODERNIZATION

(\$ in millions)

	FY 2005	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	148	8	-35	121	3	-71	53
Navy	386	7	-358	35	1	-26	10
Marine Corps	103	3	-33	73	2	-63	12
Air Force	933	24	-829	128	3	70	201
Defense-Wide	23	1	-12	12	-	5	17
Army Reserve	-	-	-	-	-	-	-
Navy Reserve	47	1	-28	20	-	-15	5
Marine Corps Reserve	6	-	-5	1	-	-	1
Air Force Reserve	58	1	-56	3	-	10	13
Army National Guard	-	-	-	-	-	-	-
Air National Guard	<u>95</u>	<u>2</u>	<u>-73</u>	<u>24</u>	<u>1</u>	<u>72</u>	<u>97</u>
Subtotal	1,799	47	-1,429	417	10	-18	409
Defense Health Program	<u>394</u>	<u>10</u>	<u>-187</u>	<u>217</u>	<u>5</u>	<u>-38</u>	<u>184</u>
Total	2,193	57	-1,616	634	15	-56	593

**FACILITIES SUSTAINMENT, RESTORATION AND MODERNIZATION (SRM)
AND DEMOLITION PROGRAMS^{1/}**

	<u>TOTAL SRM PROGRAM</u>						
	(\$ in millions)						
	FY 2005	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	1,457	76	257	1,790	49	-44	1,795
Navy	1,520	30	-290	1,260	30	-140	1,150
Marine Corps	550	14	-25	539	13	-84	468
Air Force	2,494	65	-822	1,737	42	-96	1,683
Defense-Wide	90	2	20	112	3	-30	85
Army Reserve	134	3	55	192	5	10	207
Navy Reserve	96	2	-33	65	2	-17	50
Marine Corps Reserve	17	-	-7	10	-	-	10
Air Force Reserve	101	3	-55	49	1	10	60
Army National Guard	304	8	23	335	8	39	382
Air National Guard	<u>185</u>	<u>5</u>	<u>-15</u>	<u>175</u>	<u>4</u>	<u>76</u>	<u>255</u>
Subtotal	6,948	208	-892	6,264	157	-276	6,145
Defense Health Program	<u>683</u>	<u>18</u>	<u>-165</u>	<u>536</u>	<u>13</u>	<u>-23</u>	<u>526</u>
Total	7,631	226	-1,057	6,800	170	-299	6,671

**FACILITIES SUSTAINMENT, RESTORATION AND MODERNIZATION (SRM)
AND DEMOLITION PROGRAMS^{1/}**

DEMOLITION COSTS

(\$ in millions)

	FY 2005	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	16	-	8	24	1	-9	16
Navy	45	1	2	48	1	2	51
Marine Corps	5	-	-	5	-	-	5
Air Force	14	-	-14	-	-	-	-
Defense-Wide	1	-	-	1	-	-	1
Army Reserve	-	-	4	4	-	5	9
Navy Reserve	1	-	1	2	-	-	2
Marine Corps Reserve	-	-	-	-	-	-	-
Air Force Reserve	-	-	-	-	-	-	-
Army National Guard	3	-	-	3	-	3	6
Air National Guard	<u>2</u>	<u>=</u>	<u>-2</u>	<u>=</u>	<u>=</u>	<u>=</u>	<u>=</u>
Subtotal	87	1	-1	87	2	1	90
Defense Health Program	-	-	-	-	-	-	-
Total	87	1	-1	87	2	1	90

Army

- The Army is requesting \$1,811 million in FY 2007 for FSRM in its Operation and Maintenance (O&M), Army appropriation. These funds reflect a net decrease of \$3 million from the FY 2006 funding level: \$+50 million in price growth and \$-53 million in program reduction. SRM funding for FY 2007 will fund critical facility requirements and upgrade deteriorating facilities at 90 Army installations worldwide. The FY 2007 program maintains facilities sustainment at 90 percent of requirement.
- The Army request includes \$16.0 million for its demolition program, which reflects a decrease of \$8 million from the FY 2006 funded level.

FACILITIES SUSTAINMENT, RESTORATION AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS^{1/}

Navy

- The Navy is requesting \$1,201 million in FY 2007 for FSRM in its O&M, Navy appropriation. These funds reflect a net decrease of \$107 million from the FY 2006 funding level: \$+31 million in price growth and \$-138 (-11.0 percent) million in program reduction. The FY 2007 program maintains facilities sustainment at 95 percent of requirement.
- The Navy request includes \$51.0 million for demolition, which reflects price growth of \$1.0 million over the FY 2006 funded level.

Marine Corps

- The Marine Corps is requesting \$473 million in FY 2006 for FSRM in its O&M, Marine Corps appropriation. These funds reflect a net decrease of \$71 million from the FY 2006 funding level: \$+13 million in price growth and \$-84 million (-15.6 percent) in program reduction. The FY 2007 program achieves a 94 percent sustainment level.
- The Marine Corps request includes \$5.0 million for its demolition program, consistent with prior year funding levels.

Air Force

- The Air Force is requesting \$1,683 million in FY 2007 for FSRM in its O&M, Air Force appropriation. These funds reflect a net decrease of \$54 million from the FY 2006 funding level: \$+42.0 million in price growth and \$-96 million (-5.5 percent) in program reduction. The FY 2007 program achieves an 86 percent sustainment level and funds critical annual maintenance and repair activities.
- The Air Force program does not include any funding for demolition.

Defense-Wide

- The Defense-Wide activities are requesting \$86 million in FY 2007 for FSRM in the O&M, Defense-Wide appropriation. These funds reflect a net decrease of \$27 million from the FY 2006 funding level: \$+3 million in price growth and \$-30 million (-27 percent) in program reduction.
- Defense-Wide activities request includes \$1.0 million for demolition, which is the same as the FY 2006 funded level.

FACILITIES SUSTAINMENT, RESTORATION AND MODERNIZATION (SRM) AND DEMOLITION PROGRAMS^{1/}

Defense Health Program (DHP)

- The DHP is requesting \$526 million in FY 2007 for FSRM in its O&M budget activity. These funds reflect a net decrease of \$10 million from the FY 2006 funding level: \$+13 million for price growth and \$-23 million for program reduction. The program funds the maintenance of military medical facilities, such as heating and air conditioning units, and plumbing and electrical systems, that are required to support active duty, military dependents, eligible retirees, and family members.
- The DHP does not include any funding for demolition.

Guard and Reserve Forces

- The Guard and Reserve Forces are requesting \$981 million in FY 2007, which reflects an increase of \$146 million from the FY 2006 funding level: \$+20 million in price growth and \$+126 million in program growth. The program supports the maintenance and restoration of real property facilities including, buildings, roads, grounds, and airfields of the Guard and Reserve. These facilities support the combat readiness for the Guard and Reserve that enables them to augment the active forces.
- The Guard and Reserve Forces request includes \$17 million for their demolition programs, which is an increase of \$8 million from the FY 2006 funded level.

**FACILITIES SUSTAINMENT, RESTORATION AND MODERNIZATION (SRM)
AND DEMOLITION PROGRAMS^{1/}**

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LAND FORCES

(\$ in Millions)

	FY 2005 *	Price	Program	FY 2006**	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army ***	3,415.2	+122.7	-919.3	2,618.6	+98.2	+119.6	2,836.4
Marine Corps	2,402.8	+26.2	-2,026.3	402.7	+2.5	+98.3	503.5
Total	5,818.0	+148.9	-2,945.6	3,021.3	+100.7	+217.9	3,339.9

* Includes FY 2005 Supplemental funding.

** FY 2006 excludes war related and disaster funds (Title IX, Hurricane, X-Year).

*** Includes BA 1/BA 4 final adjustments not reflected in the FY 2007 President Budget Submission

The Land Forces program describes those resources committed to the training and sustainment of the Department's land forces. Land Forces encompass the Land Forces Activity Group within the Army and the Operating Forces Activity Group for the Marine Corps. The Marine Corps' land forces include Marine divisions, service support groups, helicopter groups, and light anti-aircraft missile battalions that constitute the Marine air-ground team and Marine security forces.

The FY 2007 budget request increased \$318.6 million from the FY 2006 baseline; \$100.7 million in price change and \$217.9 million in program change.

ARMY

The Army Land Forces program provides Operating Tempo (OPTEMPO) resources to train and sustain the active component combat forces execution of approved training strategies that support readiness levels consistent with mission requirements. The budget supports the Active Component ground OPTEMPO training strategy, encompassing actual miles driven from home station training (HST) and Combat Training Center (CTC) rotations as well as virtual miles associated with using simulators, such as the Close Combat Tactical Trainer (CCTT) and the Unit Conduct of Fire Trainer (UCOFT).

To support Army transformation, the Army reduced FY 2007 OPTEMPO funding (ground and air) for units that are preparing to deploy, will be deployed, or are recovering from deployment in support of the Global War on Terror (GWOT). The FY 2007 budget supports funding for ground units that remain uncommitted for either OIF or OEF at the same level (615 miles) as was provided in FY 2006.

LAND FORCES

Land Forces supports a training strategy that provides soldiers, from the infantryman to the corps commander, a full range of realistic training exercises. Funding in FY 2007 will permit the Army to train 10 brigades at the National Training Center (NTC), 10 brigades (8 Active Component and 2 Army National Guard) at the Joint Readiness Training Center (JRTC), and 4 brigades at the Joint Multi-National Readiness Center. Additionally, three corps and seven division staffs are trained through the Battle Command Training Program (BCTP). The Army Land Forces Budget supports a FY 2007 force that has increased capability through the conversion of brigade combat teams (BCTs) into modular brigades and the addition of three modular brigades.

The FY 2007 Army Land Forces program reflects an increase of \$217.8 million from the FY 2006 funding level, the net of price growth of \$98.2 million and program increase of \$+119.6 million. The FY 2007 program increase is primarily associated with the conversion of brigade combat teams (BCTs) into modular brigades and the addition of three modular brigades.

MARINE CORPS

The Operating Forces are the heart of the Marine Corps. They constitute the forward presence, crisis response and fighting power available to the Combatant Commanders. The funding provides for training and routine operations; maintenance and repair of organic ground equipment; routine supplies, travel, per diem and emergency leave; automated data processing and initial purchase; and replenishment and replacement of both unit and individual equipment. Funding is also provided for the movement of troops to participate in exercises directed by the Commandant of the Marine Corps or by higher authority. About 65 percent of all active duty Marines are assigned to the Operating Forces.

The FY 2007 program reflects an increase of \$100.8 million from the FY 2006 funding level. This increase is the sum of the price change of +2.5 million and a program change of \$+98.3 million. Major program changes from FY 2006 to FY 2007 include cyclic programmed equipment purchases for Improved Load Bearing Equipment, Family of Ballistic Protection, Critical Low Density Secondary Repairable (5th Ech), Family of Shelters and Shelter Equipment (\$+33.1 million); increase to MARFORLANT for its re-designation and establishment as a Marine Forces Command (COMMARFORCOM) in support of U.S. Joint Forces Command (JFCOM) (\$+5.1 million); Increase to establish Marine Forces North as United States Marine Corps (USMC) component to U.S. Northern Command (NORTHCOM) (\$+3.6 million); Increase to establish Marine Central Headquarters (MARCENT) (\$+3.0 million); and increase for Marine Corps Foreign Language Program (\$+3.0 million) due to increased involvement with foreign nations.

LAND FORCES

<u>ARMY OPTEMPO Miles</u>	<u>Program Data</u> <u>Army OPTEMPO</u>		
	<u>FY 2005</u> <u>Actual*</u>	<u>FY 2006</u> <u>Budget</u>	<u>FY 2007</u> <u>Budget</u>
Live Training (Home Station & National Training Center)			
Requirement (No Contingency Ops)	809	809	809
Actual/Program	896	525	525
Virtual Training (CCTT and UCFT Simulators)			
Requirement	90	90	90
Actual/Program	95	90	90
Other Live Training (Actual Only)	0	(Not Projected)	(Not Projected)
Total Requirement	899	899	899
Total Actual/Program	991	615	615

* FY 2005 Actual Miles data includes miles driven in contingency operations (i.e., Operation Iraqi Freedom).

Marine Corps Combat Ready Days

	<u>FY 2005</u> <u>Actual</u>	<u>FY 2006</u> <u>Estimate</u>	<u>FY 2007</u> <u>Estimate</u>
Funds Allocated to Training & Equipment Maintenance (\$M)	480.0	317.2	433.7
Combat Ready Days-Equipment & Training (CRED-ET)	91,834	94,000	96,000
Cost per CRED-ET (\$000)	5.227	3.374	4.518
Total Possible CRED-ETs	113,571	109,699	109,699
% Achieved	81%	86%	88%

LAND FORCES

Land Forces Personnel Data

	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Active Forces Personnel</u>			(End Strength)		
Army Officer	36,495	-3,771	32,724	130	32,854
Army Enlisted	<u>278,500</u>	<u>-2,633</u>	<u>275,867</u>	<u>1,523</u>	<u>277,390</u>
Subtotal Army	314,995	-6,404	308,591	1,653	310,244
Marine Corps Officer	9,285	1	9,286	115	9,401
Marine Corps Enlisted	<u>107,386</u>	12	<u>107,398</u>	634	<u>108,032</u>
Subtotal Marine Corps	116,671	13	116,684	749	117,433
Total Officer	45,780	-3,770	42,010	245	42,255
Total Enlisted	<u>385,886</u>	<u>-2,621</u>	<u>383,265</u>	<u>2,157</u>	<u>385,422</u>
Total Active Forces Personnel	431,666	-6,391	425,275	2,402	427,677
<u>Civilian Personnel</u>			(Full Time Equivalents)		
Army Civilians	2,996	-313	2,683	0	2,683
Marine Corps Civilians	<u>366</u>	<u>3</u>	<u>369</u>	<u>18</u>	<u>387</u>
Total Civilian Personnel	3,362	-310	3,052	18	3,070

LAND FORCES

Body Armor

(\$ in Millions)

	FY 2005 <u>Actual *</u>	FY 2006 <u>Estimate*</u>	FY 2007 <u>Estimate</u>
Army	498.6	840.0	40.0
Marine Corps	90.0	345.0	51.5
SOCOM	41.5	12.2	11.0
Total	630.1	1,197.2	102.5

* Includes Supplemental Funding of \$578.1 million and \$1,143.0 million in FY 2005 and FY 2006, respectively. The above numbers do not include additional Supplemental Funding for the Navy and the Air Force in FY 2005 (\$156.4 million) and FY 2006 (\$98.3 million). The Navy and the Air Force do not have any body armor funding requirements in the baseline.

The funding is increasing due to more personnel deployed, replacement of older equipment with the latest technology in body protection, and additional protective items. The funding is provided to purchase “suite” of body armors to protect Service members from hostile enemy attacks. Each suite includes Outer Tactical Vest (OTV), Enhanced Small Arms Protective Inserts (ESAPI), Deltoid Auxiliary Protectors (DAP), and ESAPI Side Plates. The total cost for each suite is \$3,125.

To date (as of end of January 2006), the following number of sets of individual body armor have been received by each Service since the beginning of FY 2004:

	Body Armor Set
Army	722,000
Navy	67,168
Marine Corps	113,022
Air Force	86,600
Total	988,790

LAND FORCES

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MOBILIZATION

	(\$ in Millions)						
	FY 2005	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	424.8	+14.2	-79.7	359.3	+26.5	-116.9	268.9
Navy	874.8	+1.0	-181.9	693.9	+11.8	+94.5	800.2
Marine Corps	99.4	+1.3	-27.2	73.5	+1.1	+1.5	76.1
Air Force	<u>4,761.6</u>	<u>+536.3</u>	<u>-1,394.4</u>	<u>3,903.5</u>	<u>+235.6</u>	<u>+120.4</u>	<u>4,259.5</u>
Total	6,160.6	+552.8	-1,683.2	5,030.2	+275.0	+99.5	5,404.7

Mobilization provides for strategic and tactical airlift and sealift capability to deploy combat forces and materiel in contingencies. The Mobilization program funds an adequate inventory of immediately available supplies and equipment, stationed both afloat and on land, to sustain the operating forces for lengths of time and levels of conflict outlined in the National Military Strategy. In addition, it funds the activation and inactivation of Navy ships and submarines, which accounts for approximately 25% of the Navy's Mobilization program. The funding profile shown above includes all Budget Activity 2 (Mobilization) resources plus the Marine Corps Prepositioning activity group included in Budget Activity 1 (Operating Forces), Operation and Maintenance, Marine Corps.

The Mobilization program increases by \$374.5 million from FY 2006 to FY 2007. This includes price growth of \$275.0 million and a net program increase of \$99.5 million. The price growth is primarily associated with the impact of higher fuel rates and normal inflation. The majority of the program increase is associated with the Air Force's Airlift Operations and the Navy's activation and inactivation program. The increases are partially offset by decreases in the Army's Other Mobilization Programs.

	(\$ in Millions)				
	FY 2005		FY 2006		FY 2007
<u>Afloat Prepositioned Fleet (APF)</u>	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Army APF	182.5	-11.8	170.7	-7.8	162.9
Navy Maritime Prepo Ships (MPS)	399.7	+5.9	405.6	+4.0	409.6
Navy Maritime Prepo Ships (Enhanced)	46.5	+12.8	59.3	+5.7	65.0
CENTCOM Ammo Prepo Ship	9.7	+3.1	12.8	-1.3	11.5

MOBILIZATION

Air Force APF	<u>61.2</u>	<u>-2.9</u>	<u>58.3</u>	<u>+11.2</u>	<u>69.5</u>
Total	699.6	+7.1	706.7	+11.8	718.5

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

- Strategic Mobilization consists of the Army Power Projection Program (AP3), which supports Combatant Commanders' Operations Plans, the Defense Planning Guidance and the Army Vision deployment objectives. The components of AP3 make up the bridge that links current and future force projection capability. AP3 seeks a balanced, synchronized, rapid fort to foxhole capability projected into areas of operations, without relying on conventional Sea and Aerial Ports of Debarkation, where an adversary's anti-access efforts can be focused. AP3 enables the Army to rapidly deploy a versatile, lethal, expandable, and sustainable CONUS-based military force capable of achieving decisive victory anywhere in the world. The Army forces consist of 12/10/8 APF ships in FY 2005/FY 2006/FY 2007, respectively.
- The Navy's Sealift Program provides the worldwide capability to deploy combat forces and/or supporting material that may be required to meet national contingency objectives. The program is divided into two functional areas: (1) Prepositioned assets and (2) Surge assets. Funding for all sealift surge ships is in the National Defense Sealift Fund appropriation. Operation and Maintenance, Navy account funds the daily operation of the prepositioned assets, as well as the biennial exercise costs associated with the Hospital Ships and Aviation Logistics Support Ships. This program also provides support for various sea lift programs, including Sealift Enhancement Feature upgrades, Naval Control of Shipping Command Post exercises, Merchant Cargo Delivery System training and exercises, force protection for delivery ships against chemical, biological, and radiological threats, Cargo Afloat Rig Team training, alternating coast exercises, and the Offshore Petroleum Discharge System.
- The Air Force funds four prepositioned ships to support mobility operations with the capabilities to sustain contingency operations and wartime requirements through prepositioning of War Reserve Material (WRM). The WRM provides provisioning of nuclear weapons storage and sustainment of contingency hospitals and clinics.

MOBILIZATION

Other Mobilization Programs

	FY 2005		(\$ in Millions)		FY 2007
			<u>Actual</u>	<u>Change</u>	
<u>Army</u>	<u>242.3</u>	<u>-53.9</u>	<u>188.4</u>	<u>-82.4</u>	<u>106.0</u>
Prepositioned Stocks	148.4	-50.6	97.8	-31.2	66.6
Industrial Preparedness	15.7	-0.2	15.5	-10.8	4.7
Other Prepositioned	73.8	-2.6	71.2	-40.5	30.7
Exercises	4.4	-0.5	3.9	+0.1	4.0
<u>Navy</u>	<u>418.8</u>	<u>-202.6</u>	<u>216.2</u>	<u>+97.9</u>	<u>314.1</u>
Activations/Inactivations	221.8	-100.4	121.4	+80.4	201.8
Fleet Hospital Program	37.2	-9.7	27.5	+3.4	30.9
Industrial Readiness	2.3	-0.7	1.6	+0.1	1.7
Coast Guard Support	16.9	+0.5	17.4	+2.8	20.2
Other Sealift/Surge	131.1	-92.6	38.5	+10.6	49.1
Exercises	9.5	+0.3	9.8	+0.6	10.4
<u>Marine Corps</u>	<u>99.4</u>	<u>-25.9</u>	<u>73.5</u>	<u>+2.6</u>	<u>76.1</u>
Prepositioned Equipment	99.4	-25.9	73.5	+2.6	76.1
<u>Air Force</u>	<u>4,700.4</u>	<u>-855.2</u>	<u>3,845.2</u>	<u>+344.8</u>	<u>4,190.0</u>
Airlift Operations	3,172.8	-534.2	2,638.6	+317.2	2,955.8
Airlift Operations C3I	40.6	+9.7	50.3	-3.0	47.3
Mobilization Preparedness	124.5	-10.5	114.0	+21.2	135.2
Depot Maintenance	420.6	-30.4	390.2	-78.5	311.7
Facilities Sustainment, Res & Mod	290.7	-141.2	149.5	+29.7	179.2
Base Support	651.2	-148.6	502.6	+58.2	560.8
Total Other Mobilization	5,218.6	-1,083.7	4,134.9	445.3	4,580.2

MOBILIZATION

The Army's Other Mobilization programs fund manpower, material handling and other supply support equipment, facilities, etc., that are required to store and handle prepositioned stock materials. Army Prepositioned Stocks (APS) Program supports the Army's capability to project combat ready forces from the CONUS, Europe, Southwest Asia, Korea, Japan, and Hawaii to conduct operations anywhere in the world. An integral element of Industrial Preparedness Program is the evaluation of industrial base capability and development of recommendations to mitigate the risk of sector deficiencies and shortfalls in capability. Army has decided to terminate this program in FY 2008.

- In FY 2007, a net decrease of -\$82.4 million reflects the Army's reduced maintenance requirements due to the continued use of the equipment and the concomitant delay in the reset of APS. Available APS stocks will not require the initially projected amount of Care of Supplies in Storage, cyclic maintenance, or replacement of dated medical items in FY 2007.

The Navy's Other Mobilization programs include aircraft and ship activation/inactivation programs which place aircraft and ships (both nuclear and conventional powered) out of active service, and prepares and maintains them for mobilization purposes or disposal through scrapping and sales. The Other Mobilization programs also fund Fleet Hospital Program, which provides comprehensive medical support to U.S. and allied forces in the event of contingency operations; maintenance, overhaul, and support of Navy equipment aboard Coast Guard vessels; and an industrial readiness program.

- Activation/Inactivation: Program increases include inactivation of a reactor compartment encapsulation/disposal and hull recycling in the Nuclear Surface Ship Inactivations/Disposals program (+\$47.8 million), inactivation and advance planning requirements in the Submarine Inactivations/Disposals program (+\$68.8 million), and scheduled requirements for Aircraft Represervations (+\$1.7 million). Program decreases include advance funding efforts in the Nuclear Surface Inactivation/Disposal and Submarine decontamination programs (-\$10.8 million), and realignment of the Information Resource Management support and mission funding for shipyards to Budget Activity 1 (-\$28.4 million).
- Other Sealift/Surge: Changes include an increase in funding to update and modernize the authorized medical allowance list, equipment and supplies on-board the two hospital ships (USNS COMFORT and USNS MERCY) to ensure accomplishment of patient care mission during biennial exercises for the Medical Treatment Facility and Naval Medical Logistics Command (+\$8.8 million). Additional funds are budgeted for the Naval Support Element for travel, supplies, consumables and other costs incurred during sealift exercises in support of Maritime Prepositioning Force (+\$1.3 million).

MOBILIZATION

The Marine Corps Mobilization program funds the Maritime Prepositioning Force (MPF) program and Aviation Logistics Support Ships. This funding supports training and exercise costs as well as the cost of maintaining the equipment and supplies in a ready-to-operate status aboard the 16 MPF ships. Aviation Logistics Support Ship funding provides for the movement of the aviation Intermediate Maintenance Activity to support the rapid deployment of the Marine Corps fixed wing and rotary wing aircraft units. Norway Prepositioning funds the Marine Corps Prepositioning Program – Norway. This funding provides for storage of equipment, supplies and ammunition in man-made caves and shelters throughout central Norway.

- The major change affecting this program in FY 2007 is largely due to a one-time increase for exercise funding (+\$1.5 million).

The Air Force's Other Mobilization program includes resources for Airlift Operations, Mobilization Preparedness, Depot Maintenance, Facilities Sustainment, Restoration, and Modernization, and Base support. The Airlift Operations program supports the day-to-day mission activities for strategic and tactical aircraft; aircrew training activities; headquarters operations at Air Mobility Command, its detachments and numbered Air Force headquarters; funds airlift/air refueling operations supporting day-to-day mission activities for strategic and tactical airlift/air refueling; aircrew training activities directly related to formal training unit (FTU) and proficiency training for mobility aircrews; and Operational Support Airlift and VIP Special Airlift Missions supporting the President/Vice President of the United States, Cabinet Members and other high ranking dignitaries. Also funds Airlift Operations Command, Control, Communications, and Intelligence activities facilitating worldwide deployment of airlift assets and aircrew forces (Special Tactics Forces of the Air Force Special Operations Command); resources also support engineering and installation support activities to expand classified network connectivity and upgrade communications voice or network equipment as well as mobility preparedness, supporting mobility operations with the capability to sustain contingency operations and wartime requirements through prepositioning of War Reserve Material, provisioning of nuclear weapons storage and sustainment of contingency hospitals and clinics.

- FY 2007 increases by +\$344.8 million due to pricing growth of +\$235.5 million and a net program growth of +\$109.3 million. The program increases are mostly due to C-17 Contractor Logistics Support (CLS) Transition from Interim Contractor Support funding to provide critical engine CLS and aircrew training (+\$104.0 million), C-130 crew ratio increase (+\$39.1 million), restoration and modernization (+\$29.0 million), operational airlift support (+\$25.3 million), C-130J CLS (+\$21.5 million), and base operations – airlift (+\$15.6 million). The program decreases are mostly due to Air Force Transformation savings (-\$77.3 million), decrease in requirements for the Mobility Air Forces training aircraft and engine depot maintenance support (-\$40.4 million), and revised Flying Hour Program (-\$29.7 million).

MOBILIZATION

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RECRUITING, ADVERTISING, AND EXAMINING

Overall funding in recruiting, advertising, and examining provides support for recruiting commands and stations throughout the United States for local, regional, and national advertising to access and retain quality enlisted and officer personnel. It provides for the U.S. Military Entrance Processing Command (MEPCOM), which includes the Military Entrance Processing Stations (MEPS) that process all enlisted personnel entering on active duty. Total FY 2007 funding decreases by \$113.1 million. Of this amount, there is a \$32.5 million increase for price growth, which is offset by a decrease of \$145.8 million for program changes.

RECRUITING, ADVERTISING, AND EXAMINING

	(\$ in Millions)						
	FY 2005	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	558.7	+14.2	-92.1	480.8	+11.3	+48.3	540.4
Navy	285.6	+9.9	-18.5	277.0	+9.5	-41.0	245.5
Marine Corps	110.4	+2.6	+1.4	114.4	+2.5	-8.0	108.9
Air Force	120.7	+3.6	+12.0	136.3	+3.0	-1.3	138.0
Defense Health Program	33.1	+1.0	+3.2	37.3	+0.9	+2.0	40.2
Defense-Wide	30.7	+0.6	-10.1	21.2	+0.4	-10.4	11.2
Army Reserve	110.4	+2.1	-24.8	87.7	+2.0	-1.1	88.6
Navy Reserve	0	0	0	0	0	0	0
Marine Corps Reserve	7.8	+0.1	0	7.9	+0.2	0	8.1
Air Force Reserve	21.3	+0.5	-7.0	14.8	+0.3	+3.1	18.2
Army National Guard	221.2	+8.4	+32.7	262.3	+2.2	-137.8	126.7
Air National Guard	<u>19.1</u>	<u>+0.5</u>	<u>-10.3</u>	<u>9.3</u>	<u>+0.2</u>	<u>+0.5</u>	<u>10.0</u>
Total	1,519.0	+43.5	-113.5	1,449.0	+32.5	-145.8	1,335.9

RECRUITING, ADVERTISING, AND EXAMINING

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

Recruiting

The recruiting mission is to maintain the highest quality force possible. The recruiting funds provide support for recruiting commands and stations throughout the United States. Recruiting costs are for those items essential to the accomplishment of the recruiting mission, including meals, lodging, and travel of applicants; recruiter expenses, travel and per diem; civilian pay; vehicle operation and maintenance; lease of office space; and other incidental expenses necessary to support the recruiting mission. The FY 2007 Recruiting program reflects an increase of \$20.0 million. Of this amount, \$11.6 million is for price growth and \$8.4 million is for program growth.

	<u>RECRUITING</u>						
	(\$ in Millions)						
	<u>FY 2005</u>	<u>Price</u>	<u>Program</u>	<u>FY 2006</u>	<u>Price</u>	<u>Program</u>	<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	185.8	+4.5	-10.6	179.7	+4.1	+28.2	212.0
Navy	142.6	+2.6	+24.8	170.0	+3.1	-25.0	148.1
Marine Corps	64.7	+1.0	+4.4	70.1	+1.4	+0.3	71.8
Air Force	59.5	+1.5	-2.6	58.4	+1.3	-3.1	56.6
Army Reserve	42.5	+0.9	-5.1	38.3	+0.7	-3.0	36.0
Navy Reserve	0	0	0	0	0	0	0
Marine Corps Reserve	4.8	+0.1	-0.2	4.7	+0.1	+0.1	4.9
Air Force Reserve	9.1	+0.2	-4.2	5.1	+0.1	+1.0	6.2
Army National Guard	45.9	+0.9	-7.9	38.9	+0.7	+9.8	49.4
Air National Guard	<u>6.3</u>	<u>+0.2</u>	<u>-3.0</u>	<u>3.5</u>	<u>+0.1</u>	<u>+0.1</u>	<u>3.7</u>
Total	561.2	+11.9	-4.4	568.7	+11.6	+8.4	588.7

RECRUITING, ADVERTISING, AND EXAMINING

Advertising

The advertising funds provide for local, regional, national and corporate advertising to access quality enlisted and officer personnel. All advertising is designed to increase public awareness and describe employment opportunities. The Services fund a media mix of advertising that includes television and radio; magazines and newspapers; internet websites and banner advertising; informational videos; direct mail campaigns; and recruiting booklets, pamphlets, and posters. The Operation and Maintenance (O&M), Defense-Wide appropriation funds a joint program managed by the Defense Human Resources Activity. This program consists of a corporate campaign for joint service recruiting and advertising, market research and studies, and survey requirements for the Active and Reserve Components. This joint funding is used for consolidated lead lists, direct mail campaigns, youth and adult influencer public opinion polls, and Selective Service System direct market mailings. The FY 2007 Advertising program reflects a decrease of \$149.8 million. This amount is the result of an \$16.9 million increase for price growth and a \$166.7 million decrease for program changes.

	<u>ADVERTISING</u>						
	<u>(\$ in Millions)</u>						
	<u>FY 2005</u>	<u>Price</u>	<u>Program</u>	<u>FY 2006</u>	<u>Price</u>	<u>Program</u>	<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	240.4	+5.8	-61.8	184.4	+4.2	+11.2	199.8
Navy	143.0	+7.3	-43.3	107.0	+6.4	-11.0	102.4
Marine Corps	45.7	+1.6	+1.0	48.3	+1.1	-8.3	41.1
Air Force	58.8	+1.4	+9.8	70.0	+1.5	0	71.5
Defense-Wide	30.8	+0.6	-10.3	21.1	+0.7	-15.5	6.3
Army Reserve	67.9	+2.1	-20.6	49.4	+1.1	+2.1	52.6
Navy Reserve	0	0	0	0	0	0	0
Marine Corps Reserve	3.0	+0.1	+0.1	3.2	+0.1	-0.1	3.2
Air Force Reserve	12.1	+0.3	-2.7	9.7	+0.2	+2.1	12.0
Army National Guard	175.3	+6.5	+41.6	223.4	+1.5	-147.6	77.3
Air National Guard	<u>12.8</u>	<u>+0.3</u>	<u>-7.3</u>	<u>5.8</u>	<u>+0.1</u>	<u>+0.4</u>	<u>6.3</u>
Total	789.8	+26.0	-93.5	722.3	+16.9	-166.7	572.5

RECRUITING, ADVERTISING, AND EXAMINING

Examining

The examining funds provide support for the U.S. Military Entrance Processing Command (MEPCOM), which includes the Military Entrance Processing Stations (MEPS) that process all enlisted personnel entering on active duty. The MEPCOM is a joint-Service organization. Each Service contributes military personnel based on its share of total budgeted accessions. The Army is the DoD Executive Agent for the command and funds and manages the civilian staff. In addition, the Army provides funds for the MEPCOM to administer the Armed Service Vocational Aptitude Battery (ASVAB) test. This administration includes both the production and institutional (high school) testing programs and the Mobile Examining Teams (MET) operating under MEPS direction. Funds also provide for automated data processing (ADP) requirements of MEPCOM and the Selective Service System at their shared Joint Computer Center. The Air Force provides funding for an Air Force specific strength aptitude test program. This Air Force program provides a gender neutral test to ensure personnel are capable of performing their duties, therefore reducing accidents and injuries due to overexertion and alleviating attrition in strenuous jobs.

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

The FY 2007 Examining program reflects an increase of \$16.7 million. This amount is the sum of \$4.0 million for price growth and \$12.7 million for program growth.

	<u>EXAMINING</u> <u>(\$ in Millions)</u>						
	<u>FY 2005</u>	<u>Price</u>	<u>Program</u>	<u>FY 2006</u>	<u>Price</u>	<u>Program</u>	<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Army	132.5	+4.0	-19.8	116.7	+3.0	+10.5	130.2
Air Force	2.4	+0.7	+0.9	4.0	+0.1	+0.3	4.4
Defense Health Program	<u>33.1</u>	<u>+0.9</u>	<u>+3.3</u>	<u>37.3</u>	<u>+0.9</u>	<u>+1.9</u>	<u>40.1</u>
Total	168.0	+5.6	-15.6	158.0	+4.0	+12.7	174.7

SHIP OPERATIONS

(\$ in Millions)

	FY 2005	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
<u>Appropriation Summary</u>							
<u>Active Forces</u>	<u>9,196</u>	<u>+499</u>	<u>-1,588</u>	<u>8,109</u>	<u>+363</u>	<u>+42</u>	<u>8,514</u>
Mission and Other Ship Operations	3,167	+312	-613	2,866	+236	+65	3,167
Ship Operational Support and Training	625	+16	-66	575	+16	+54	645
Ship Maintenance	4,298	+138	-591	3,846	+93	-217	3,723
Ship Depot Operations Support	1,106	+33	-318	822	+18	+140	979
<u>Reserve Forces</u>	<u>160</u>	<u>+10</u>	<u>-37</u>	<u>134</u>	<u>+3</u>	<u>-1</u>	<u>136</u>
Mission and Other Ship Operations	71	8	-18	60	1	3	64
Ship Operational Support and Training	5	0	-3	3	0	-2	1
Ship Maintenance	80	2	-12	70	2	-2	70
Ship Depot Operations Support	4	0	-4	1	0	0	1
Grand Total	9,356	509	-1,625	8,243	366	41	8,650

NOTE: Columns may not add due to rounding.

Description of Operations Financed:

- The subactivity groups within ship operations and ship maintenance fund the active and reserve operating tempo (OPTEMPO), engineering and logistical support, maintenance, planning, and technical support to maintain and deploy combat-ready ships. From these activities, the Navy purchases ship fuel, repair parts, utilities, consumable supplies, repair parts, and maintenance from fleet intermediate maintenance facilities and public and private shipyards. Funding to charter logistics support and other ships from the Military Sealift Command, payments to the Department of Energy for consumed nuclear fuel as well as storage and processing of expended nuclear cores are also financed within these subactivity groups.
- The FY 2007 active and reserve ship operation and maintenance budget increased by +\$407 million from the FY 2006 level. The increase from FY 2006 to FY 2007 is composed of a price increase of +\$366 million and a net program increase of +\$41 million.

SHIP OPERATIONS

Program Data

The FY 2007 budget request provides \$8,514 million for active ship operations and maintenance, which includes price growth of +\$363 million and a net program increase of +\$42 million above the FY 2006 level.

The key components of the +\$42 million active program change from FY 2006 to FY 2007 are:

- Net decrease in the number (-10) and scope of scheduled ship availabilities (-\$123 million).
- Increase associated with 151 steaming days for USNS SACAGAWEA (T-AKE 2), 91 steaming days for USNS GRASP (T-ARS 51), 273 steaming days for USNS GRAPPLE (T-ARS 53), and 273 steaming days for T-AKE 3.
- Funding for ship repair parts and consumables to ensure the requirement is fully funded in accordance with the last three years of execution experience.

The FY 2007 Operation and Maintenance, Navy Reserve ship operations and maintenance request includes price growth of +\$3 million and a net program decrease of -\$1 million below the FY 2006 level. The main components of the program change are decreases in maintenance requirements for FFG (Guided Missile Frigate) and MCM (Minesweeper) class ships, and the decommissioning of four MHC (Minesweeper) class ships: USS OSPREY (MHC-51), USS HERON (MHC-52), USS ROBIN (MHC-54) and USS BLACKHAWK (MHC-58) as well as the transfer of USS Avenger (MCM-1) to the active force.

<u>Ship Inventory (End of Year)</u>	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Navy Active	281	+2	283	+2	285
MSC Charter/Support	44	+4	48	+3	51
Battle Force Ships (Active)	325	+6	331	+5	336
Reserve Battle Force (Included in Navy Active Total)	15	-1	14	-1	13
Reserve Non-Battle Force	9	-3	6	-2	4
Naval Reserve Force	24	-4	20	-3	17
Total Battle Force Ships (Active plus Reserve) minus MSC	305	-2	303	-1	302

SHIP OPERATIONS

Battle Force Ships Inventory Adjustments by Category

	<u>FY 2006 Ending Inventory</u>	<u>Gains</u>	<u>Losses</u>	<u>FY 2007 Ending Inventory</u>
Aircraft Carriers	12	-	-1	11
Fleet Ballistic Missile Submarines	14	-	-	14
Guided Missile (SSGN) Submarines	4	-	-	4
Surface Combatants	102	+4	-	106
Nuclear Attack Submarines	55	+1	-4	52
Amphibious Warfare Ships	33	+5	-4	34
Combat Logistics Ships	30	+3	-1	32
Mine Warfare Ships	16	-	-2	14
Support Ships	17	+1	-	18
Total	283	+14	-12	285

	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Operating Tempo (Underway Days Per Quarter)</u>					
Non-Deployed Fleet	25	-1	24	-	24
Deployed Fleet	56	-17	39	-3	36
Reserve Fleet	16	+1	17	-	17
<u>Shipyears (Less Charter Ships)</u>					
Conventional, O&M,N	173	+8	181	+2	183
Nuclear, O&M,N	78	+5	83	-	83
Conventional, O&M,NR	24	-1	23	-4	19
<u>Operating Months (Less Charter Ships)</u>					
Conventional, O&M,N	1,761	-151	1,610	+11	1,621
Nuclear (Surface), O&M,N	804	-7	797	-72	725
Conventional, O&M,NR	260	-	260	-44	216

SHIP OPERATIONS

	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Deployed Operating Months</u>					
Conventional, O&M,N	690	-254	436	-83	353
Nuclear (surface), O&M,N	28	-7	15	-	15
Conventional, O&M,NR	22	-22	0	-	0
<u>Ship Maintenance</u>					
<u>Active</u>					
Overhauls	4	-1	3	1	4
Selected Restricted Availabilities	54	2	56	-6	50
Phased Maintenance Availabilities	23	-5	18	-6	12
Planned Incremental Availabilities	2	1	3	1	4
<u>Reserve</u>					
Overhauls	n/a	n/a	n/a	n/a	n/a
Selected Restricted Availabilities	5	0	5	-1	4
Phased Maintenance Availabilities	10	-5	5	-1	4

Ship Operations

Shipyear data provides a more accurate indicator of the overall force level for that year. A shipyear measures that portion of a fiscal year that a ship serves in the fleet. For example, a ship decommissioning on June 30th would have 0.75 shipyears for that fiscal year (October through June) – whereas the end-of-year ship inventory would be zero. There is a net increase of 2 shipyears from FY 2006 to FY 2007 reflecting the increased ship inventory. Shipyear data is not affected by the OPTEMPO reductions discussed below.

Operating month data is also a good measure of ship operations costs. Operating months reflect the part of the fiscal year that a ship is fully available for missions. The complement of operating months is repair months. For example, a ship not available for missions while undergoing a 3-month repair period would have 9 operating months and 3 repair months (assuming it was not to be commissioned or decommissioned in that particular year).

The changes from FY 2006 to FY 2007 for the active conventional forces reflect the net decrease of 83 conventional deployed operating months as a result of the peacetime OPTEMPO reduction due to continuing GWOT operations. Deployed steaming days are funded at 36 days per quarter from 39 days per quarter in FY 2006.

SHIP OPERATIONS

Ship Maintenance

Ship Depot Level Maintenance requires skills or facilities beyond the capacity or capability of organizational or intermediate level activities. Public and Private Shipyards, Naval Ship Repair Facilities, and Equipment Depot Maintenance Facilities perform Ship Depot Maintenance.

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

- Overhauls are docking availabilities, normally exceeding six months in duration, involving major repairs and alterations.
- Phased Maintenance Availabilities and Selected Restricted Availabilities are relatively short and highly intensive availabilities averaging two to three months in duration during which both alterations and repairs are typically performed. They may be docking or non-docking.
- Phased Incremental Availabilities are availabilities specific to USS NIMITZ class Aircraft Carriers during which both alterations and repairs are typically performed. They may be docking or non-docking.

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

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

SHIP OPERATIONS

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UNITED STATES SPECIAL OPERATIONS COMMAND (USSOCOM)

FY 2005¹	Price	Program	FY 2006²	Price	Program	FY 2007
<u>Actual</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>
3,104.5	140.3	-1,079.0	2,165.8	97.0	589.8	2,852.6

¹The FY 2005 Actual column includes \$592,844 thousand of FY 2005 Supplemental funds (PL 109-13), \$465 thousand of FY 2005 Hurricane Supplemental funds (PL 108-324, PL 109-61, and PL 109-62), \$111,248 thousand of Iraq Freedom Fund transfers, and \$273,928 thousand of FY 2004/FY 2005 Title IX obligations (PL 108-287).

²The FY 2006 Estimate column excludes \$490,000 thousand of FY 2006 Title IX obligations (PL 109-148) and \$7,491 thousand of FY 2006 Hurricane Supplemental funds (PL 109-148).

The United States Special Operations Command (USSOCOM) is a unified command with responsibilities to lead, plan, synchronize and, when directed, conduct global operations to disrupt, defeat and destroy terrorist networks that threaten the United States, its citizens and interests worldwide. USSOCOM has been appointed by the Secretary of Defense as the lead planner for the Global War on Terrorism (GWOT) and to act as the supported command for selected GWOT missions. USSOCOM also organizes, trains, and equips special operations forces (SOF) provided to Geographic Combatant Commanders, American Ambassadors, and their country teams. SOF are comprised of specially selected, trained, and organized soldiers, sailors, and airmen from the Armed Services. Their training, education, initiative, and experience set them apart from all others in the Department of Defense. The USSOCOM 2007 Budget Estimate submission focuses on the planning and preparation required to place SOF operators on the global battlefield in exactly the right place with the appropriate equipment, technologies and optimum training. Fundamental to mission success is the readiness of our SOF warriors and their unique skill sets, including the Reserve and National Guard who fight along side our active duty forces.

The FY 2007 Budget Estimate initiates fundamental changes necessary to expand USSOCOM's capabilities to lead, plan, and coordinate global operations against international terrorist networks while improving established capabilities to respond to a wide range of national threats. The FY 2007 increases represent the beginning of substantial new investments in USSOCOM personnel which will ultimately add thousands of new Rangers, SEALs, Civil Affairs, and other individuals to ensure that the United States is able to apply specially skilled forces whenever and wherever they are needed. The FY 2007 estimate also reflects significant O&M increases associated with the initial establishment of the United States Marine Corps Forces Special Operations Command (MARSOC).

UNITED STATES SPECIAL OPERATIONS COMMAND (USSOCOM)

USSOCOM faces a strategic environment characterized by rapid geo-political change and technological advancement, evolving threats, and emerging new roles. These factors require innovative thinking to provide the widest array of options to protect American interests. To meet this challenge, USSOCOM is pursuing a holistic approach to transformation through training, organizational structure, and technology. We must establish command and control infrastructures which complement the Combatant Commanders and invest in programs and systems improving SOF speed, agility, precision, lethality, stealth, survivability, and sustainability.

Long term success in the Global War on Terrorism depends largely upon our ability to employ rapidly a sustainable mix of capabilities with little warning. Non-traditional approaches are required to counter and defeat the elusive, asymmetric, and disruptive threats pervasive in today's operational environment. To meet this demand, USSOCOM has invested in capabilities to improve SOF warrior systems, advance force operations, specialized training, institutional training, organizational structure, leap ahead technology, and force structure and manpower to support the Command's most important asset – the SOF warrior.

The USSOCOM Fiscal Year 2007 Budget Estimate submission requests the resources necessary to continue to provide full spectrum, multi-mission global SOF that provides a comprehensive set of unique capabilities for the nation.

UNITED STATES SPECIAL OPERATIONS COMMAND (USSOCOM)

This table displays USSOCOM, Operation and Maintenance (O&M), Defense-Wide funding by Budget Activity (BA) and Budget Sub-Activity (BSA).

	<u>FY 2005 Actuals</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2006 Estimate</u>	<u>Price Growth</u>	<u>Program Growth</u>	<u>FY 2007 Estimate</u>
<u>BA 1 – OPERATING FORCES</u>	<u>2,916.6</u>	<u>132.4</u>	<u>-1,068.7</u>	<u>1,980.3</u>	<u>92.6</u>	<u>585.2</u>	<u>2,658.1</u>
OPERATIONAL FORCES							
FLIGHT OPERATIONS	757.6	37.9	-114.1	681.3	57.5	95.5	834.3
SHIP/BOAT OPERATIONS	63.6	2.3	-10.7	55.2	2.1	8.9	66.2
COMBAT DEV ACTIVITIES	698.6	34.9	-329.0	404.5	12.1	216.1	632.7
OTHER OPERATIONS	556.8	27.8	-342.2	242.3	5.8	75.5	323.6
OPERATIONAL SUPPORT							
FORCE RELATED TRAINING	40.7	1.3	-7.4	34.6	.8	-.4	35.0
OPERATIONAL SUPPORT	90.8	3.0	-38.9	54.9	1.5	-2.3	54.1
INTELLIGENCE & COMM	206.9	10.3	-53.2	164.0	3.6	110.0	277.6
MGT/OPERATIONAL HQTRS	164.7	4.4	-53.8	115.3	3.7	52.3	171.3
DEPOT MAINTENANCE	198.2	4.9	-62.5	140.6	3.8	33.9	178.3
BASE SUPPORT	29.6	.7	-14.5	15.8	.3	1.7	17.8
MFP-3	109.3	4.9	-42.4	71.8	1.4	-6.0	67.2
<u>BA 3 - SKILL AND ADVANCED TRAINING</u>	<u>124.3</u>	<u>6.0</u>	<u>-9.0</u>	<u>121.3</u>	<u>2.9</u>	<u>5.0</u>	<u>129.2</u>
SPECIALIZED SKILL TRAINING	113.3	5.7	-5.9	113.1	2.7	3.4	119.1
PROF DEVELOPMENT EDUCATION	7.3	.2	-1.1	6.4	.1	.3	6.9
BASE SUPPORT	3.7	.1	-2.0	1.8	.1	1.3	3.2
<u>BA 4 - LOGISTICS OPERATIONS</u>	<u>63.6</u>	<u>1.9</u>	<u>-1.3</u>	<u>64.2</u>	<u>1.5</u>	<u>-.4</u>	<u>65.3</u>
ACQ/PROGRAM MANAGEMENT	63.6	1.9	-1.3	64.2	1.5	-.4	65.3
TOTAL SPECIAL OPERATIONS COMMAND	3,104.5	140.3	-1,079.0	2,165.8	97.0	589.8	2,852.6

*Numbers may not add due to rounding

UNITED STATES SPECIAL OPERATIONS COMMAND (USSOCOM)

Narrative Explanation of Changes:

USSOCOM's FY 2007 budget estimate increases by \$686.8 million of which \$90.0 million is price growth and \$589.7 million is program growth. An explanation of the program changes includes the following:

Budget Activity 1: Operating Forces

Flight Operations: (FY 2007 Price Growth \$57.5 million, Program Increase \$95.5 million.)

Program increase includes; \$42.9 million increase in the Flying Hour Program is associated with fielding three additional MH-47Gs, three additional CV-22s, and five additional A/MH-6Ms, and higher costs per flying hour; an additional \$26.0 million increase to support expanded operational aviation requirements associated with CENTCOM Forward Presence beginning in FY 2007; a \$24.9 million dollar increase supports the beginning of O&M sustainment for the Directional Infrared Countermeasure System (DIRCM); a \$6.9 million dollar increase provides sustainment for an increase in combat aviation advisors to train indigenous Air Force personnel. Additional program growth of \$2.1 million provides civilian pay for an additional 14 civilians at Air Force Special Operations Command. Flight Operations also includes the following FY 2007 reductions; a -\$5.4 million reduction associated with the realignment of forward staged aviation units, realignment of O&M (-\$1.9 million) to procurement within the MC130 Aerial Refueling effort.

Ship/Boat Operations: (FY 2007 Price Growth \$2.1 million, Program Increase \$8.9 million.)

Program growth includes: A \$7.7 million increase to support 48 new civilians, additional military personnel, and increased maintenance and operational support for Naval Special Warfare combatant craft such as MK V Special Operations Craft, Rigid Hull Inflatable Boat (RIB), Riverine Craft, and SEAL Delivery Vehicles (SDVs). Another \$1.2 million in program growth was provided to operate and sustain additional surface support craft used for recovery and safety requirements associated with Naval Special Warfare maritime and underwater mobility platforms.

Combat Development Activities: (FY 2007 Price Growth \$12.1 million, Program Increase \$216.1 million.)

See Classified Submission provided under separate cover.

Other Operations: (FY 2007 Price Growth \$5.8 million, Program Increase \$75.5 million.)

A significant O&M increase of \$63.0 million will provide operational capability for the newly established Marine Corps Forces Special Operations Command (MARSOC). A programmatic increase of \$3.7 million will support additional Psychological Operations Broadcast Systems (POBS). An additional \$4.0 million supports the enhancement of Naval Special Warfare's capability to provide training in advanced operational techniques and tactics. Other increases totaling \$3.2 million provide additional sustainment for psychological operations units, civil affairs units, and SOF tactical vehicles. Also included in this sub activity is a \$2.4 million increase for MILCON

UNITED STATES SPECIAL OPERATIONS COMMAND (USSOCOM)

O&M collateral equipment requirements. FY 2007 program also includes a \$.8 million reduction to Naval Special Warfare's Phased Equipment Replacement (PERP) program.

Force Related Training: (FY 2007 Price Growth \$.8 million, Program Decrease -\$.4 million.)

A Programmatic reduction of \$-.4 million represents a decrease in exercise costs to reflect recent execution trends.

Operational Support: (FY 2007 Price Growth \$1.5 million, Program Decrease -\$2.3 million.)

A \$-2.3 million reduction in the Operational Support sub activity is due to the realignment of requirements associated with Special Applications for Contingencies.

Intelligence and Communications: (FY 2007 Price Growth \$3.6 million, Program Increase \$110.0 million.)

The programmatic increases are associated with the following initiatives; \$4.3 million for an additional 47 civilian FTEs to provide increased intelligence and mission planning capabilities, \$6.9 million to support fielding of additional Tactical Local Area Network systems (TACLAN) to correspond with force structure growth, \$11.8 million to fund technical support, capital equipment replacement, consumables, workstations, servers, hubs, routers, and printers for a variety of Command, Control, Communication, and Information systems, \$2.5 million to support SOF unique communication and intelligence requirements at the newly established Marine Corps Forces Special Forces Command (MARSOC), an increase of \$6.7 million for deployed communication capabilities such as airtime, connectivity, and deployable communication kits supporting additional force structure, situational awareness and mission planning. A programmatic increase of \$79 million in this sub activity supports classified communication and intelligence capabilities. Program also includes a - \$1.2 million reduction in sustainment requirements for the Combat Survivor Evader Locator (CSEL) radio.

Management/Operational Headquarters: (FY 2007 Price Growth \$3.7 million, Program Increase \$52.3 million.)

Program growth includes \$25.3 million for 227 additional civilian workyears at HQ USSOCOM, Theater Special Operations Commands, Naval Special Warfare Command, US Army Special Operations Command, and Air Force Special Operations Command. These civilians will support workload growth and new mission responsibilities associated with the Global War on Terrorism. A \$2.1 million increase represents the addition of nine civilians and associated O&M costs for the initial start-up of the United States Marine Corps Forces Special Operations Command (MARSOC). Other O&M increases totaling \$3.1 million will fund cost increases for facility rentals, information assurance initiatives, increased OPSEC capabilities, and increased force structure support at the Theater Special Operations Commands. Additionally, \$21.8 million was added to increase intelligence capabilities supporting USSOCOM's GWOT mission.

UNITED STATES SPECIAL OPERATIONS COMMAND (USSOCOM)

Depot Maintenance: (FY 2007 Price Growth \$3.8 million, Program Increase \$33.9 million.)

Program growth of \$11.6 million will increase sustainment and maintenance for SOF warrior systems such as Body Armor Load carrying System (BALCS), Light Weight Protective Combat Uniform (LEPCU), Modular Integrated Communications Helmut (MICH), Unmanned Vehicles (UVs), Heavy Sniper Rifle (HSR), and Military Liaison Element (MLE) equipment, special operations tactical vehicles, and the Very Shallow Water Mine Countermeasure system (VSWMCM). A \$15.2 million increase to maintain, repair, and replace additional Naval Special Warfare diving and underwater communications systems associated with maritime mobility platforms and Combat Swimmer operations. An increase of \$5.2 million will support maintenance and sustainment of SOF unique aircraft systems onboard the AC-130 Gunship. Another \$1.9 million in maintenance program growth supports CV-22 simulators and training systems to correspond with four additional aircraft in FY 2007.

Base Support: (FY 2007 Price Growth \$.3 million, Program Increase \$1.7 million.)

Programmatic increase related to initial O&M facility costs associated the completion of Naval Special Warfare MILCON projects.

MFP 3: (FY 2007 Price Growth \$1.4 million, Program decrease -\$6.0 million.)

See Classified Submission provided under separate cover.

Budget Activity 3: Skill and Advanced Training

Specialized Skill Training: (FY 2007 Price Growth \$2.7 million, Program Increase \$3.4 million.)

In FY 2007 the Specialized Skill Training sub activity retains the increases begun in FY 2006. Another increase in FY 2007 supports the second phase of civilian manpower increases (49 instructor positions) at United States Army John F. Kennedy Special Warfare Center (USAJFKSWC). These instructors are required to meet the training goal of 750 Special Forces Soldiers each year to fulfill requirements associated with the Global War on Terrorism.

Professional Development Education: (FY 2007 Price Growth \$.1 million, Program Increase \$.3 million.)

Programmatic growth represents schoolhouse cost increases and 2 additional civilians at the Air Force Special Operations School.

Base Support: (FY 2007 Price Growth \$.1 million, Program Increase \$1.3 million.)

Programmatic increase related to increased tenant support costs associated with new SOF training facilities.

UNITED STATES SPECIAL OPERATIONS COMMAND (USSOCOM)

Budget Activity 4: Logistics Operations

Acquisition and Program Management: (FY 2007 Price growth \$1.5 million, Program Decrease -\$0.4 million.)

Overall program decrease represents the net effect of; \$.7 million for civilian pay increases to better reflect recent execution trends, a - \$1.1 million reduction to O&M program management costs associated with the CAAP radar program and the termination of the Towed Decoy modification.

UNITED STATES SPECIAL OPERATIONS COMMAND (USSOCOM)

USSOCOM FLYING OPERATIONS

Supports Special Operations Aviation Assets. These aviation assets include Army and Air Force active and Air Force guard and reserve units operating and maintaining uniquely equipped fixed and rotary wing aircraft. Funding satisfies operations and maintenance requirements necessary to provide highly trained aircrews and mission capable aircraft to accomplish Special Operations Forces (SOF) aviation missions including insertion, extraction, resupply, aerial fire support, air-to-air refueling, psychological operations, aerial security, medical evacuation, electronic warfare, mine dispersal, and command and control.

	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Aircraft Inventory</u>					
<u>Primary Aircraft Authorized (PAA) (End FY)</u>					
Air Force Special Operations Command					
Tactical/Mobility	88	5	93	4	97
Training	<u>22</u>	<u>3</u>	<u>25</u>	-	<u>25</u>
Total	110	8	118	4	122
<u>Primary Aircraft Authorized (PAA) (End FY)</u>					
United States Army Special Operations Command					
Tactical/Mobility	112	20	132	-2	130
Training	<u>34</u>	<u>5</u>	<u>39</u>	<u>-2</u>	<u>37</u>
Total	146	25	171	-4	167
<u>Total Aircraft Inventory (TAI) (End FY)</u>					
Tactical/Mobility	230	18	248	8	256
Training	<u>56</u>	<u>8</u>	<u>64</u>	<u>-2</u>	<u>62</u>
Total	286	26	312	6	318

TRAINING AND EDUCATION

The Training and Education program provides funds (including the costs of staff, curricula, equipment, and services) for the training and educational requirements primarily for military personnel. The principal effort is to acquire and maintain a trained force of personnel able to effectively man and support DoD's military units, ships, aircraft, and installed weapon systems. To accomplish this goal, resources are required to finance the operation of a wide range of training centers, Service schools and colleges, DoD and joint-Service schools, Reserve Officer Training Corps (ROTC) units, Service academies, and the Uniformed Services University of Health Services (USUHS), and to finance the Health Professional Scholarship Program (HPSP). Resources to finance base support activities are also included. The FY 2007 budget request reflects a total funding increase of \$253.9 million. Of this amount, \$265.2 million is for price growth and \$-11.3 million is for overall program decrease.

	<u>(\$ in Millions)</u>						
	<u>FY 2005</u> <u>Actual</u>	<u>Price</u> <u>Growth</u>	<u>Program</u> <u>Growth</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Price</u> <u>Growth</u>	<u>Program</u> <u>Growth</u>	<u>FY 2007</u> <u>Estimate</u>
Army	2,052.6	+58.6	+200.6	2,311.8	+68.8	+28.8	2,409.4
Navy	1,458.9	+45.2	-63.3	1,440.8	+48.2	-5.6	1,483.4
Marine Corps	492.5	+16.5	-45.8	463.2	+9.1	+6.8	479.1
Air Force	2,572.7	+87.5	-241.9	2,418.3	+116.7	-55.7	2,479.3
American Forces Information Services(AFIS)	16.7	+0.8	0.0	17.5	+0.8	0.0	18.3
Defense Acquisition University (DAU)	103.4	+2.9	-1.6	104.7	+2.4	-2.4	104.7
Defense Contract Audit Agency (DCAA)	5.3	+0.2	+0.1	5.6	+0.1	0	5.7
Defense Human Resources Agency (DHRA)	23.3	+0.4	+2.5	26.2	+0.5	-2.1	24.5
Defense Security Services (DSS)	0.9	0.0	0.0	0.9	0.0	0.0	0.9
Defense Threat Reduction Agency (DTRA)	5.3	+0.1	-0.6	4.8	+0.1	-0.1	4.8
National Defense University (NDU)	93.1	+2.6	-26.9	68.8	+1.0	+15.4	85.2
USSOCOM	124.3	+3.1	-6.4	121.0	+2.8	+5.4	129.2
Defense Health Program (DHP)	446.3	+15.2	-14.3	447.2	+14.7	-1.8	460.1
Total	7,395.3	+233.1	-197.6	7,430.8	+265.2	-11.3	7,684.7

TRAINING AND EDUCATION

	(\$ in Millions)						
	<u>FY 2005</u> <u>Actual</u>	<u>Price</u> <u>Growth</u>	<u>Program</u> <u>Growth</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Price</u> <u>Growth</u>	<u>Program</u> <u>Growth</u>	<u>FY 2007</u> <u>Estimate</u>
<u>Recruit Training</u>							
Army 1/	66.5	+2.6	-5.2	63.9	+2.4	+18.0	84.3
Navy	6.9	+0.2	-1.9	79.0	+0.2	+0.8	10.0
Marine Corps	10.9	+0.2	-0.4	10.7	+0.2	+0.6	11.5
Air Force	<u>9.8</u>	<u>+0.2</u>	<u>-3.8</u>	<u>6.2</u>	<u>+0.1</u>	<u>0</u>	<u>6.3</u>
Total	94.1	+3.2	-11.3	159.8	+2.9	+19.4	112.1
<u>Specialized Skills Training</u>							
Army	447.2	+14.4	+42.9	504.5	+13.8	+6.3	524.6
Navy	456.2	+12.2	+12.5	480.9	+11.0	+25.9	517.8
Marine Corps	46.0	0	-6.0	40.0	-0.2	+1.3	41.1
Air Force	326.5	+9.1	+24.9	360.5	+9.2	-18.3	351.4
AFIS	16.4	+0.8	0	17.2	+0.8	0	18.0
DTRA	5.3	+0.1	-0.6	4.8	+0.1	-0.1	4.8
Defense Health Program	160.7	+5.5	-23.9	142.3	+4.7	-3.6	143.4
USSOCOM	<u>113.3</u>	<u>+2.8</u>	<u>-3.1</u>	<u>113.0</u>	<u>+2.7</u>	<u>+3.4</u>	<u>119.1</u>
Total	1,571.6	+44.9	+46.7	1,663.2	+42.1	+14.9	1,720.2
<u>Officer Acquisition</u>							
Army	101.4	+2.7	-7.8	96.3	+2.3	+13.8	112.4
Navy	123.2	+3.5	-2.1	124.6	+3.0	+7.4	135.0
Marine Corps	0.4	0	0	0.4	0	0	0.4
Air Force	79.3	+2.3	-3.7	77.9	+1.8	+1.7	81.4
Defense Health Program	<u>253.3</u>	<u>+8.6</u>	<u>+10.7</u>	<u>272.6</u>	<u>+8.9</u>	<u>+2.4</u>	<u>283.9</u>
Total	557.6	+17.1	-2.9	571.8	+16.0	+25.3	613.1

1/ Includes Army One Station Unit Training (OSUT).

TRAINING AND EDUCATION

	(\$ in Millions)						
	<u>FY 2005</u>	<u>Price</u>	<u>Program</u>	<u>FY 2006</u>	<u>Price</u>	<u>Program</u>	<u>FY 2007</u>
	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>
<u>Professional Development</u>							
Army	109.6	+2.6	+0.4	112.6	+2.6	0	115.2
Navy	128.3	+3.6	+7.8	139.7	+3.4	-21.5	121.6
Marine Corps	11.6	+0.3	-0.9	11.0	+0.2	+5.1	16.4
Air Force	171.2	+4.6	-5.3	170.5	+3.9	+0.8	175.2
AFIS	0.3	0	0	0.3	0	0	0.3
DAU	103.4	+2.9	-1.6	104.7	+2.4	-2.4	104.7
DCAA	5.3	+0.2	+0.1	5.6	+0.1	0	5.7
DHRA	23.3	+0.4	+2.5	26.2	+0.5	-2.1	24.5
DSS	0.9	0	0	0.9	0	0	0.9
NDU	93.1	+2.6	-26.9	68.7	+1.0	+15.4	85.1
USSOCOM	7.3	+0.2	-1.0	6.5	+0.1	+0.3	6.9
Defense Health Program	<u>32.3</u>	<u>+1.1</u>	<u>-1.1</u>	<u>32.3</u>	<u>+1.1</u>	<u>-0.6</u>	<u>32.8</u>
Total	686.6	+18.5	-26.0	679.1	+15.3	-4.8	689.4
<u>Senior ROTC</u>							
Army	224.8	+5.9	+37.1	267.7	+6.0	-0.3	273.4
Navy	96.3	+5.4	-41.6	60.0	+3.1	+41.9	105.1
Air Force	<u>83.1</u>	<u>+2.0</u>	<u>+11.8</u>	<u>96.9</u>	<u>+2.1</u>	<u>-3.7</u>	<u>95.3</u>
Total	404.2	+13.3	+7.3	424.6	+11.2	+37.9	473.8
<u>Flight Training</u>							
Army	532.6	+15.7	+73.2	621.5	+26.0	-9.8	637.7
Navy	414.1	+15.6	-40.6	389.1	+23.1	+13.2	425.4
Marine Corps	0.2	0	+0.2	0.2	0	0	0.2
Air Force	<u>728.2</u>	<u>+37.9</u>	<u>+11.0</u>	<u>778.1</u>	<u>+82.5</u>	<u>-23.7</u>	<u>836.9</u>
Total	1,675.1	+69.2	+43.8	1,788.9	+131.6	-20.3	1,900.2

TRAINING AND EDUCATION

<u>Training Support</u>	(\$ in Millions)						
	<u>FY 2005</u> <u>Estimate</u>	<u>Price</u> <u>Growth</u>	<u>Program</u> <u>Growth</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Price</u> <u>Growth</u>	<u>Program</u> <u>Growth</u>	<u>FY 2007</u> <u>Estimate</u>
Army	570.4	+14.7	+60.1	645.2	+15.7	+0.7	661.6
Navy	233.9	+4.7	-1.2	237.4	+4.4	-73.3	168.5
Marine Corps	138.5	+3.3	-9.3	132.5	+2.7	+9.4	144.6
Air Force	<u>113.3</u>	<u>+3.3</u>	<u>-4.5</u>	<u>112.1</u>	<u>+2.7</u>	<u>-25.8</u>	<u>89.0</u>
Total	1,056.1	+26.0	+45.1	1,127.2	+25.5	-89.0	1,063.7

Base Support/Facilities Sustainment Restoration and Modernization

2/

Army	0	0	0	0	0	0	0
Navy	0	0	0	0	0	0	0
Marine Corps	227.7	+11.2	-37.8	201.1	+4.7	-13.8	192.0
Air Force	1,060.3	+28.1	-272.3	816.1	+14.4	+13.3	843.8
USSOCOM	<u>3.7</u>	<u>+0.1</u>	<u>-2.3</u>	<u>1.5</u>	<u>0</u>	<u>+1.7</u>	<u>3.2</u>
Total	1,291.7	+39.4	-312.4	1,018.7	+19.1	+1.2	1,039.0

2/ Includes Base Operations Support and Facilities Sustainment, Restoration and Maintenance in support of training.

PROGRAM DATA (Hours in Thousands)

<u>Flying Hours</u>	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Army	240	-33	207	-16	191
Navy	270	+1	271	-11	260
Air Force	<u>410</u>	<u>0</u>	<u>410</u>	<u>+2</u>	<u>412</u>
Total	920	-32	888	-25	863

TRAINING AND EDUCATION

WORKLOAD INDICATORS (Student/Trainee Workyears)

	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Army</u>	<u>58,878</u>	<u>+12,592</u>	<u>71,470</u>	<u>+4,209</u>	<u>75,679</u>
Recruit Training	10,707	+4,213	14,920	+1,788	16,708
One Station Unit Training	10,097	+1,218	11,315	-1,651	9,664
Specialized Skill 3/	30,527	+6,472	36,999	+3,778	40,777
Officer Acquisition	4,552	+247	4,799	+56	4,855
Flight Training	1,276	-4	1,272	-13	1,259
Professional Development	1,719	+446	2,165	+251	2,416
<u>Navy</u>	<u>43,637</u>	<u>-2,460</u>	<u>41,177</u>	<u>-1,432</u>	<u>39,745</u>
Recruit Training	6,640	-1,250	5,390	-377	5,013
One Station Unit Training	0	0	0	0	0
Specialized Skill 3/	20,084	-234	19,850	-562	19,288
Officer Acquisition	5,862	-249	5,613	-190	5,423
Senior ROTC	5,713	-50	5,663	-245	5,418
Flight Training	2,833	-698	2,135	+45	2,180
Professional Development	2,505	+21	2,526	-103	2,423
<u>Marine Corps</u>	<u>17,247</u>	<u>+1,896</u>	<u>19,143</u>	<u>-85</u>	<u>19,058</u>
Recruit Training	8,324	+404	8,728	+12	8,740
One Station Unit Training	0	0	0	0	0
Specialized Skill 3/	7,597	+965	8,562	-8	8,554
Officer Acquisition	356	-37	319	0	319
Flight Training	0	0	0	0	0
Professional Development	970	+564	1,534	-89	1,445

3/ Specialized skill includes initial skill, skill progression, and functional training for both officer and enlisted.

TRAINING AND EDUCATION

(Student/Trainee Workyears)

	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Air Force</u>	<u>23,461</u>	<u>-120</u>	<u>23,341</u>	<u>+934</u>	<u>24,275</u>
Recruit Training	4,059	-60	3,999	+119	4,118
One Station Unit Training	0	0	0	0	0
Specialized Skill 3/	11,888	-349	11,539	+170	11,709
Officer Acquisition	4,365	-99	4,266	+84	4,350
Flight Training	1,580	+38	1,618	+36	1,654
Professional Development	1,569	+350	1,919	+525	2,444
<u>Defense Health Program</u>	<u>98,668</u>	<u>+15,235</u>	<u>113,903</u>	<u>-289</u>	<u>113,614</u>
Recruit Training	0	0	0	0	0
One Station Unit Training	0	0	0	0	0
Specialized Skill	85,743	+14,472	100,215	-375	99,840
Officer Acquisition	5,524	+66	5,590	+95	5,685
Flight Training	0	0	0	0	0
Professional Development	7,401	+697	8,098	-9	8,089
<u>USSOCOM</u>	<u>3,152</u>	<u>+861</u>	<u>4,013</u>	<u>+73</u>	<u>4,086</u>
Recruit Training	0	0	0	0	0
One Station Unit Training	0	0	0	0	0
Specialized Skill	2,989	+848	3,837	+82	3,919
Officer Acquisition	0	0	0	0	0
Flight Training	0	0	0	0	0
Professional Development	163	+13	176	-9	167

3/ Specialized skill includes initial skill, skill progression, and functional training for both officer and enlisted.

Note: Training workload and dollars includes Guard and Reserve Forces when training is the mission responsibility of the Activity Component.

TRANSPORTATION

	(\$ in Millions)						
	FY 2005 <u>Actual</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2006 <u>Estimate</u>	Price <u>Change</u>	Program <u>Change</u>	FY 2007 <u>Estimate</u>
Army	1,272.9	+21.3	-783.3	510.9	-14.3	-45.5	451.1
Navy	344.8	+7.0	-156.0	195.6	+10.0	+13.0	218.6
Marine Corps	285.5	-1.0	-247.7	36.8	+2.7	-15.4	24.1
Air Force	356.8	-4.2	-168.5	184.1	+8.0	-15.9	176.2
Defense-Wide	198.7	-4.5	+11.6	205.8	+7.7	+12.3	225.9
Army Reserve	3.1	+0.1	+1.1	4.3	+0.1	+2.7	7.1
Navy Reserve	4.1	+0.2	-0.3	4.0	+0.1	-0.1	4.0
Marine Corps Reserve	0.6	-	+0.2	0.8	-	-	0.8
Air Force Reserve	2.9	+0.1	-1.0	2.0	-	-	2.0
Army National Guard	6.8	+0.2	+1.4	8.4	+0.2	+0.2	8.8
Air National Guard	<u>17.8</u>	<u>+0.1</u>	<u>-6.4</u>	<u>11.5</u>	<u>+0.4</u>	<u>+2.6</u>	<u>14.5</u>
Total	2,494.0	+19.3	-1,349.1	1,164.2	+14.9	-46.1	1,133.1

* May not add due to rounding.

Transportation cost, which is a subset of operations cost such as airlift and sealift, funds the movement of materiel between contractors' plants, military logistics centers, and field activities throughout the world. The Components purchase transportation from DoD activities in the Defense Working Capital Funds (DWCF) and from commercial sources. Transportation consists of two types: First Destination and Second Destination (explained subsequently). In addition to DoD military supplies and equipment, other major commodities shipped include overseas mail, subsistence items, and Base Exchange stock.

In FY 2007, total DoD transportation costs are \$1,133.1 million, a net decrease of \$-31.2 million from the FY 2006 estimate of \$1,164.2 million. This net decrease includes price growth of \$14.9 million and a net program decrease of \$-46.1 million (4.0 percent). The price growth is mostly due to changes in the Working Capital Fund approved transportation rates. The FY 2007 program decreases are mostly due to the Army's constrained resources and a balance within Army priorities, the Marine Corps expeditionary forces transportation program to meet total force reduction requirements, and the Air Force's projected savings by more effectively using less expensive modes of transportation for future shipments. These decreases are partially offset by the increases in the Navy Exchange sales volume, including the transfer of Ship Store operations in Bahrain to the Navy Exchange Command Resale, and the Joint Staff's increase to support Full Scale Civil Military Exercises.

TRANSPORTATION

First Destination Transportation

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

<u>First Destination Transportation</u>							
(\$ in Millions)							
	<u>FY 2005</u>	<u>Price</u>	<u>Program</u>	<u>FY 2006</u>	<u>Price</u>	<u>Program</u>	<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
<u>Major Commodity</u> (Military Supplies and Equip)	<u>8.0</u>	<u>+0.1</u>	=	<u>8.1</u>	=	=	<u>8.1</u>
<u>Mode of Shipment</u>	<u>8.0</u>	<u>+0.1</u>	=	<u>8.1</u>	=	=	<u>8.1</u>
<u>Military Commands</u>	<u>5.0</u>	=	=	<u>5.0</u>	=	=	<u>5.0</u>
Sealift	1.0	-	-	1.0	-	-	1.0
Airlift	4.0	-	-	4.0	-	-	4.0
<u>Commercial</u>	<u>3.0</u>	<u>+0.1</u>	=	<u>3.1</u>	=	=	<u>3.1</u>
Surface	3.0	+0.1	-	3.1	-	-	3.1

Second Destination Transportation

Funding for Second Destination Transportation (SDT) finances the movement of equipment and materiel among and between depots, logistics centers, and field activities including: retrograde cargo; Post Office mail; ammunition; support of classified and special programs; spare parts and other cargo by either military airlift and sealift worldwide, commercial surface transportation, or commercial air carriers operating daily flights over regular routes within the Continental United States and Alaska; accessory transportation services such as vessel per diem, retention charges; and other cargo. The following table summarizes SDT funding:

TRANSPORTATION

Second Destination Transportation

(\$ in millions)

	FY 2005	Price	Program	FY 2006	Price	Program	FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
<u>Major Commodity</u>	2,486.0	+19.2	-1,349.1	1,156.1	+14.9	-46.1	1,125.0
Supplies and Equip	1,825.8	+11.0	-1,124.7	712.1	+1.3	-37.9	675.6
Mail Overseas	417.4	+5.9	-178.0	245.3	+7.2	-13.7	238.8
Subsistence	41.3	+0.4	-0.6	41.1	+1.5	-1.9	40.7
Base Exchange	201.5	+1.9	-45.8	157.6	+4.9	+7.4	169.9
<u>Mode of Shipment</u>							
<u>Military Commands</u>	1,619.7	+4.5	-806.2	818.1	+7.2	-57.7	767.6
Surface	68.9	-7.5	+16.7	78.1	+0.4	-0.1	78.4
Sealift	366.6	+4.0	-56.7	314.2	-1.4	+35.3	348.1
Airlift	1,184.2	+8.0	-766.4	425.8	+8.2	-92.8	341.2
<u>Commercial</u>	866.3	+14.7	-543.0	338.0	+7.7	+11.6	357.3
Surface	206.0	+1.0	-145.9	61.2	+1.9	+15.3	78.4
Sea	-	-	-	-	-	-	-
Air	542.6	+8.7	-395.9	155.4	+3.5	+3.8	162.7
Other*	117.6	+5.0	-1.2	121.4	+2.3	-7.5	116.2

*May not add due to rounding.

**Other includes container leasing, shipping equipment (e.g., cranes), storage costs, cargo tracking systems, etc.

TRANSPORTATION

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CIVILIAN PERSONNEL

<u>By Department/Defense-Wide</u>	<u>FY 2005</u>	<u>Change</u>	<u>FY 2006</u>	<u>Change</u>	<u>FY 2007</u>
	<u>Estimate</u>		<u>Estimate</u>		<u>Estimate</u>
Army	230,719	2,624	233,343	1,542	234,885
Navy	190,303	2,215	192,518	-1,973	190,545
Air Force	163,243	2,420	165,663	586	166,249
Defense-Wide	<u>107,562</u>	<u>2,643</u>	<u>110,205</u>	<u>-427</u>	<u>109,778</u>
DoD Total	691,827	9,902	701,729	-272	701,457
<u>By Type of Hire</u>					
U.S. Direct Hire	638,246	12,004	650,250	-341	649,909
Foreign National Direct Hire	14,741	-354	14,387	-463	13,924
Total – Direct Hire	652,987	11,650	664,637	-804	663,833
Foreign National Indirect Hire	<u>38,840</u>	<u>-1,748</u>	<u>37,092</u>	<u>532</u>	<u>37,624</u>
DoD Total	691,827	9,902	701,729	-272	701,457
<u>By Appropriation</u>					
Operation and Maint, Active & Defense-Wide	389,620	2,553	392,173	13,883	406,056
Operation and Maintenance, Reserve	25,225	1,632	26,857	111	26,968
Operation and Maintenance, National Guard	46,463	3,156	49,619	484	50,103
Research, Development, Test, and Evaluation	28,447	-1,263	27,184	375	27,559
Military Construction	8,342	-289	8,053	-116	7,937
Family Housing	2,063	-19	2,044	-144	1,900
Defense Working Capital Funds	191,667	<u>4,132</u>	195,799	<u>-14,865</u>	180,934
DoD Total	691,827	9,902	701,729	-272	701,457

CIVILIAN PERSONNEL

ARMY					
<u>Direct Hires by Appropriation</u>					
	FY 2005		FY 2006		FY 2007
	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Operation and Maintenance, Army</u>					
U. S. Direct Hire	122,236	-1,462	120,774	1,566	122,340
Foreign National Direct Hire	<u>7,506</u>	<u>-254</u>	<u>7,252</u>	<u>11</u>	<u>7,263</u>
Total Direct Hire	129,742	-1,716	128,026	1,577	129,603
<u>Operation and Maintenance, Army Reserve</u>					
U. S. Direct Hire	9,531	1,823	11,354	94	11,448
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	9,531	1,823	11,354	94	11,448
<u>Operation and Maintenance, Army National Guard</u>					
U. S. Direct Hire	22,579	2,523	25,102	212	25,314
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	22,579	2,523	25,102	212	25,314
<u>Research, Development, Test & Evaluation, Army</u>					
U. S. Direct Hire	18,363	-1,125	17,238	-175	17,063
Foreign National Direct Hire	<u>116</u>	<u>23</u>	<u>139</u>	<u>0</u>	<u>139</u>
Total Direct Hire	18,479	-1,102	17,377	-175	17,202

CIVILIAN PERSONNEL

ARMY

<u>Direct Hires by Appropriation</u>	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Military Construction, Army</u>					
Foreign National Direct Hire	<u>243</u>	<u>40</u>	<u>283</u>	<u>-2</u>	<u>281</u>
Total Direct Hire	6,044	-383	5,661	-66	5,595
 <u>Family Housing, Army</u>					
U. S. Direct Hire	571	-73	498	0	498
Foreign National Direct Hire	<u>50</u>	<u>-3</u>	<u>47</u>	<u>0</u>	<u>47</u>
Total Direct Hire	621	-76	545	0	545
 <u>Working Capital Fund, Army</u>					
U. S. Direct Hire	25,405	2,759	28,164	-108	28,056
Foreign National Direct Hire	<u>67</u>	<u>0</u>	<u>67</u>	<u>0</u>	<u>67</u>
Total Direct Hire	25,472	2,759	28,231	-108	28,123
 <u>Coalition Provisional Authority, Army</u>					
U. S. Direct Hire	13	-1	12	0	12
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	13	-1	12	0	12
 <u>Army Total</u>					
U. S. Direct Hire	204,499	4,021	208,520	1,525	210,045
Foreign National Direct Hire	<u>7,982</u>	<u>-194</u>	<u>7,788</u>	<u>9</u>	<u>7,797</u>
Total Direct Hire	212,481	3,827	216,308	1,534	217,842

CIVILIAN PERSONNEL

ARMY

	<u>FY 2005</u>	<u>Change</u>	<u>FY 2006</u>	<u>Change</u>	<u>FY 2007</u>
<u>Indirect Hires by Appropriation</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Operation and Maintenance, Army	17,438	-1,217	16,221	6	16,227
Military Construction, Army	245	-17	228	2	230
Family Housing, Army	349	50	399	0	399
Working Capital Fund, Army	<u>206</u>	<u>-14</u>	<u>192</u>	<u>-5</u>	<u>187</u>
Total Indirect Hire	18,238	-1,198	17,040	3	17,043
<u>Army Total</u>					
Total Direct Hire	212,481	3,822	216,303	1,539	217,842
Total Indirect Hire	<u>18,238</u>	<u>-1,198</u>	<u>17,040</u>	<u>3</u>	<u>17,043</u>
Total Army Civilians	230,719	2,624	233,343	1,542	234,885

NAVY

<u>Direct Hires by Appropriation</u>					
<u>Operation and Maintenance, Navy</u>					
U. S. Direct Hire	76,773	314	77,087	11,527	88,614
Foreign National Direct Hire	<u>2,767</u>	<u>-242</u>	<u>2,525</u>	<u>-483</u>	<u>2,042</u>
Total Direct Hire	79,540	72	79,612	11,044	90,656
<u>Operation and Maintenance, Marine Corps</u>					
U. S. Direct Hire	11,848	395	12,243	642	12,885
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>-</u>	<u>-</u>
Total Direct Hire	11,848	395	12,243	642	12,885

CIVILIAN PERSONNEL

<u>Direct Hires by Appropriation</u>	<u>FY 2005</u>	<u>Change</u>	<u>FY 2006</u>	<u>Change</u>	<u>FY 2007</u>
<u>Operation and Maintenance, Navy Reserve</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
U. S. Direct Hire	1,290	-177	1,113	-95	1,018
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	1,290	-177	1,113	-95	1,018
 <u>Operation and Maintenance, Marine Corps Reserve</u>					
U. S. Direct Hire	182	25	207	0	207
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	182	25	207	0	207
 <u>Research, Development, Test and Evaluation, Navy</u>					
U. S. Direct Hire	1,043	108	1,151	6	1,157
Foreign National Direct Hire	<u>307</u>	<u>-24</u>	<u>283</u>	<u>0</u>	<u>283</u>
Total Direct Hire	1,350	84	1,434	6	1,440
 <u>Military Construction, Navy</u>					
U. S. Direct Hire	1,933	98	2,031	-52	1,979
Foreign National Direct Hire	<u>58</u>	<u>3</u>	<u>61</u>	<u>0</u>	<u>61</u>
Total Direct Hire	1,991	101	2,092	-52	2,040
 <u>Working Capital Fund, Navy</u>					
U. S. Direct Hire	81,590	1,692	83,282	-13,447	69,835
Foreign National Direct Hire	<u>57</u>	<u>82</u>	<u>139</u>	<u>76</u>	<u>215</u>
Total Direct Hire	81,547	1,774	83,421	-13,371	70,050
 <u>Family Housing, Navy</u>					
U. S. Direct Hire	823	14	837	-144	693
Foreign National Direct Hire	<u>148</u>	<u>-3</u>	<u>145</u>	<u>0</u>	<u>145</u>
Total Direct Hire	971	1	982	-144	838

CIVILIAN PERSONNEL

	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Direct Hires</u>					
<u>Foreign Military Financing, Navy</u>					
U. S. Direct Hire	6	0	6	0	6
Foreign National Direct Hire	<u>55</u>	<u>1</u>	<u>56</u>	<u>0</u>	<u>56</u>
Total Direct Hire	61	1	62	0	62
<u>Total Navy</u>					
U. S. Direct Hire	163,458	2,049	165,507	-2,205	163,302
Foreign National Direct Hire	<u>3,392</u>	<u>-183</u>	<u>3,209</u>	<u>-407</u>	<u>2,802</u>
Total Direct Hire	166,850	1,866	168,716	-2,612	166,104
<u>Total – Marine Corps</u>					
U. S. Direct Hire	12,030	420	12,450	642	13,092
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	12,030	420	12,450	642	13,092
<u>Total Department of Navy (DON)</u>					
U. S. Direct Hire	175,488	2,469	177,957	-1,563	176,394
Foreign National Direct Hire	<u>3,392</u>	<u>-183</u>	<u>3,209</u>	<u>-407</u>	<u>2,802</u>
Total Direct Hire	178,880	2,286	181,166	-1,970	179,196

CIVILIAN PERSONNEL

	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Foreign National Indirect Hire</u>					
Operation and Maintenance, Navy	5,971	-75	5,896	-26	5,870
Operation and Maintenance, Marine Corps	3,518	-157	3,361	0	3,361
Research, Development, Test, and Eval, Navy	3	0	3	0	3
Military Construction, Navy	62	10	72	0	72
Working Capital Fund, Navy	<u>1,740</u>	<u>155</u>	<u>1,895</u>	<u>23</u>	<u>1,918</u>
Total Indirect Hire	11,294	-67	11,227	-3	11,224
<u>Total Department of the Navy</u>					
Navy	174,755	1,952	176,707	-2,615	174,092
Marine Corps	15,548	263	15,811	642	16,453
Total Civilians	190,303	2,215	192,518	1,973	190,545

AIR FORCE

<u>Direct Hires by Appropriation</u>					
<u>Operation and Maintenance, Air Force</u>					
U. S. Direct Hire	81,279	3,505	84,784	383	85,167
Foreign National Direct Hire	<u>2,062</u>	<u>16</u>	<u>2,078</u>	<u>-89</u>	<u>1,989</u>
Total Direct Hire	83,341	3,521	86,862	294	87,156

CIVILIAN PERSONNEL

<u>Direct Hires by Appropriation</u>	<u>FY 2005</u> <u>Estimate</u>	<u>Change</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Change</u>	<u>FY 2007</u> <u>Estimate</u>
<u>Operation and Maintenance, Air Force Reserve</u>					
U. S. Direct	14,222	-39	14,183	112	14,295
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	14,222	-39	14,183	112	14,295
<u>Operation and Maintenance, Air National Guard</u>					
U. S. Direct	23,884	633	24,517	272	24,789
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	23,884	633	24,517	272	24,789
<u>Research, Development, Test, and Evaluation, Air Force</u>					
U. S. Direct Hire	7,274	-239	7,035	275	7,310
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	7,274	-239	7,035	275	7,310
<u>Working Capital Fund, Air Force</u>					
U. S. Direct Hire	27,934	-1,229	26,705	-80	26,625
Foreign National Direct Hire	<u>122</u>	<u>0</u>	<u>122</u>	<u>0</u>	<u>122</u>
Total Direct Hire	28,056	-1,229	26,827	-80	26,747
<u>Air Force Total</u>					
U. S. Direct Hire	154,495	2,965	157,400	127	157,587
Foreign National Direct Hire	<u>2,177</u>	<u>23</u>	<u>2,200</u>	<u>-89</u>	<u>2,111</u>
 Total Direct Hire	156,672	2,988	159,296	38	159,698

CIVILIAN PERSONNEL

<u>Indirect Hires by Appropriation</u>	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Operation and Maintenance, Air Force	6,352	-580	5,772	548	6,320
Working Capital Fund, Air Force	<u>219</u>	<u>12</u>	<u>231</u>	<u>0</u>	<u>231</u>
Total Indirect Hire	6,571	-568	6,003	548	6,551
 <u>Air Force Total</u>					
Total Direct Hire	156,672	2,988	159,660	38	159,698
Total Indirect Hire	<u>6,571</u>	<u>-568</u>	<u>6,003</u>	<u>548</u>	<u>6,551</u>
Total Air Force Civilians	163,243	2,420	165,663	586	166,249

DEFENSE-WIDE ACTIVITIES

Direct Hires by Appropriation

Operation and Maintenance, Defense-Wide

U. S. Direct Hire	48,224	1,931	50,155	497	50,652
Foreign National Direct Hire	<u>448</u>	<u>8</u>	<u>456</u>	<u>-5</u>	<u>451</u>
Total Direct Hire	48,672	1,939	50,611	492	51,103

Research, Development, Test, & Evaluation, Defense-Wide

U. S. Direct Hire	1,341	122	1,463	141	1,604
Foreign National Direct Hire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Direct Hire	1,341	122	1,463	141	1,604

Working Capital Fund

U. S. Direct Hire	51,243	636	51,879	-1,314	50,565
Foreign National Direct Hire	<u>742</u>	<u>-12</u>	<u>730</u>	<u>0</u>	<u>730</u>
Total Direct Hire	51,985	624	52,609	-1,314	51,295

CIVILIAN PERSONNEL

DEFENSE-WIDE ACTIVITIES

<u>Direct Hires by Appropriation</u>	<u>FY 2005</u> <u>Estimate</u>	<u>Change</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Change</u>	<u>FY 2007</u> <u>Estimate</u>
<u>Pentagon Reservation Fund</u>					
U. S. Direct Hire	1,064	212	1,276	108	1,384
<u>National Defense Stockpile</u>					
U. S. Direct Hire	142	1	143	-9	134
<u>Building Maintenance Fund</u>					
U. S. Direct Hire	47	11	58	0	58
<u>Defense Health Program</u>					
U. S. Direct Hire	389	105	494	0	494
<u>U. S. Court of Appeals for the Armed Forces</u>					
U. S. Direct Hire	52	7	59	0	59
<u>Office of the Inspector General</u>					
U. S. Direct Hire	1,292	129	1,421	-18	1,403
<u>Total Defense-Wide Activities</u>					
U. S. Direct Hire	103,883	3,097	106,980	-588	106,392
Foreign National Direct Hire	<u>1,101</u>	<u>53</u>	<u>1,154</u>	<u>-12</u>	<u>1,142</u>
Total Direct Hire	104,984	3,150	108,134	-600	107,534

CIVILIAN PERSONNEL

DEFENSE-WIDE ACTIVITIES

	FY 2005	Change	FY 2006	Change	FY 2007
<u>Indirect Hires by Appropriation</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
Operation and Maintenance, Defense-Wide	587	-288	299	-6	293
Office of the Inspector General	1	0	1	0	1
Defense Health Program	0	4	4	0	4
Working Capital Fund, Defense-Wide	<u>2,342</u>	<u>51</u>	<u>2,393</u>	<u>-10</u>	<u>2,383</u>
Total Indirect Hire	2,930	-233	2,697	-16	2,681
Total Direct Hire	104,632	2,876	107,508	-411	107,097
Total Indirect Hire	<u>2,930</u>	<u>-233</u>	<u>2,697</u>	<u>-16</u>	<u>2,681</u>
Total Defense-Wide Civilians	107,562	2,643	110,205	-427	109,778

CIVILIAN PERSONNEL

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MILITARY PERSONNEL/ACTIVE FORCE PERSONNEL

ACTIVE FORCE PERSONNEL

(End Strength)

	FY 2005		FY 2006		FY 2007
	<u>Actual</u> ^{/1}	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>DoD Total by Type</u>	<u>1,389,394</u>	<u>-27,494</u>	<u>1,361,900</u>	<u>-29,600</u>	<u>1,332,300</u>
Officer	226,619	-7,096	219,523	-5,452	214,071
Enlisted	1,149,919	-19,642	1,130,277	-24,048	1,106,229
Cadets	12,856	-756	12,100	-100	12,000
<u>DoD Total by Service</u>	<u>1,389,394</u>	<u>-27,494</u>	<u>1,361,900</u>	<u>-29,600</u>	<u>1,332,300</u>
Army	492,728	-10,328	482,400	+0	482,400
Navy	362,941	-10,241	352,700	-12,000	340,700
Marine Corps	180,029	-5,029	175,000	+0	175,000
Air Force	353,696	-1,896	351,800	-17,600	334,200

^{/1} Includes end strength funded from Emergency Supplemental Appropriations Act for Defense, the Global War on Terror, and Tsunami Relief, 2005 (P.L. 109-13).

MILITARY PERSONNEL/ACTIVE FORCE PERSONNEL

(End Strength)

<u>End Strength by Service</u>	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Actual</u> ¹	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Army</u>	<u>492,728</u>	<u>-10,328</u>	<u>482,400</u>	<u>+0</u>	<u>482,400</u>
Officer	81,656	-3,006	78,650	+150	78,800
Enlisted	406,923	-7,173	399,750	-150	399,600
Cadets	4,149	-149	4,000	+0	4,000
<u>Navy</u>	<u>362,941</u>	<u>-10,241</u>	<u>352,700</u>	<u>-12,000</u>	<u>340,700</u>
Officer	52,826	-931	51,895	-800	51,095
Enlisted	305,735	-9,030	296,705	-11,100	285,605
Cadets	4,380	-280	4,100	-100	4,000
<u>Marine Corps</u>	<u>180,029</u>	<u>-5,029</u>	<u>175,000</u>	<u>+0</u>	<u>175,000</u>
Officer	18,885	-485	18,400	+0	18,400
Enlisted	161,144	-4,544	156,600	+0	156,600
<u>Air Force</u>	<u>353,696</u>	<u>-1,896</u>	<u>351,800</u>	<u>-17,600</u>	<u>334,200</u>
Officer	73,252	-2,674	70,578	-4,802	65,776
Enlisted	276,117	+1,105	277,222	-12,798	264,424
Cadets	4,327	-327	4,000	+0	4,000
<u>DoD Total</u>	<u>1,389,394</u>	<u>-27,494</u>	<u>1,361,900</u>	<u>-29,600</u>	<u>1,332,300</u>
Officer	226,619	-7,096	219,523	-5,452	214,071
Enlisted	1,149,919	-19,642	1,130,277	-24,048	1,106,229
Cadets	12,856	-756	12,100	-100	12,000

¹ Includes end strength funded from Emergency Supplemental Appropriations Act for Defense, the Global War on Terror, and Tsunami Relief, 2005 (P.L. 109-13).

MILITARY PERSONNEL/ACTIVE FORCE PERSONNEL

(Average Strength)

<u>Average Strength by Service</u>	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Actual ¹</u>	<u>Change</u>	<u>Estimate ²</u>	<u>Change</u>	<u>Estimate</u>
<u>Army</u>	<u>614,800</u>	<u>-85,602</u>	<u>529,198</u>	<u>-44,885</u>	<u>484,313</u>
Officer	97,088	-9,575	87,513	-9,214	78,299
Enlisted	513,671	-76,002	437,669	-35,671	401,998
Cadets	4,041	-25	4,016	+0	4,016
<u>Navy</u>	<u>372,356</u>	<u>-19,627</u>	<u>352,729</u>	<u>-5,970</u>	<u>346,759</u>
Officer	55,353	-3,123	52,230	-212	52,018
Enlisted	312,775	-16,425	296,350	-5,572	290,778
Cadets	4,228	-79	4,149	-186	3,963
<u>Marine Corps</u>	<u>188,809</u>	<u>-8,427</u>	<u>180,382</u>	<u>-6,322</u>	<u>174,060</u>
Officer	20,351	-725	19,626	-940	18,686
Enlisted	168,458	-7,702	160,756	-5,382	155,374
<u>Air Force</u>	<u>384,298</u>	<u>-17,603</u>	<u>366,695</u>	<u>-15,821</u>	<u>350,874</u>
Officer	77,505	-2,324	75,181	-4,485	70,696
Enlisted	302,590	-15,388	287,202	-11,350	275,852
Cadets	4,203	+109	4,312	+14	4,326
<u>DoD Total</u>	<u>1,560,263</u>	<u>-131,259</u>	<u>1,429,004</u>	<u>-72,998</u>	<u>1,356,006</u>
Officer	250,297	-15,747	234,550	-14,851	219,699
Enlisted	1,297,494	-115,517	1,181,977	-57,975	1,124,002
Cadets	12,472	5	12,477	-172	12,305

¹ Includes end strength funded from Emergency Supplemental Appropriations Act for Defense, the Global War on Terror, and Tsunami Relief, 2005 (P.L. 109-13).

² FY 2006 estimate includes average strength funded from appropriations provided by Title IX of the FY 2006 DoD Appropriations Act (P.L. 109-148).

MILITARY PERSONNEL/ACTIVE FORCE PERSONNEL

U.S. SPECIAL OPERATIONS COMMAND (USSOCOM) SUPPORT

Included within the Services' estimates are the following active military end strength that provide direct support to the United States Special Operations Command (USSOCOM)

	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Army</u>	<u>17,374</u>	<u>+1,269</u>	<u>18,643</u>	<u>+1,098</u>	<u>19,741</u>
Officer	3,420	+132	3,552	+251	3,803
Enlisted	13,954	+1,137	15,091	+847	15,938
<u>Navy</u>	<u>5,309</u>	<u>+339</u>	<u>5,648</u>	<u>+691</u>	<u>6,339</u>
Officer	855	+25	880	+139	1,019
Enlisted	4,454	+314	4,768	+552	5,320
<u>Marine Corps</u>	<u>58</u>	<u>+24</u>	<u>82</u>	<u>+1,391</u>	<u>1,473</u>
Officer	32	+7	39	+225	264
Enlisted	26	+17	43	+1,166	1,209
<u>Air Force</u>	<u>8,587</u>	<u>+1,316</u>	<u>9,903</u>	<u>+767</u>	<u>10,670</u>
Officer	1,695	+183	1,878	+235	2,113
Enlisted	6,892	+1,133	8,025	+532	8,557
<u>DoD Total</u>	<u>31,328</u>	<u>+2,948</u>	<u>34,276</u>	<u>+3,947</u>	<u>38,223</u>
Officer	6,002	+347	6,349	+850	7,199
Enlisted	25,326	+2,601	27,927	+3,097	31,024

SELECTED RESERVE, NATIONAL GUARD, AND RESERVE SUPPORT PERSONNEL

(Military End Strength/ Civilian Full-Time Equivalent)

	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Total Selected Reserve</u>	<u>820,745</u>	<u>+27,755</u>	<u>848,500</u>	<u>-22,800</u>	<u>825,700</u>
Trained in Units	687,758	+10,038	697,796	-22,029	675,767
Individual Mobilization Augmentees (IMAs)	19,728	+1,514	21,242	-2,349	18,893
Training Pipeline	44,464	+11,351	55,815	+1,630	57,445
Full-time Duty	68,795	+4,852	73,647	-52	73,595
Active Military Support to Reserves	8,559	-336	8,223	-411	7,812
Civilian FTEs For Reserves/National Guard	71,311	+5,400	76,711	+338	77,049
(Technicians Included Above)	60,436	+5,416	65,852	+703	66,555
<u>Selected Reserve By Service</u>	<u>820,745</u>	<u>+27,755</u>	<u>848,500</u>	<u>-22,800</u>	<u>825,700</u>
Army Reserve	189,005	+15,995	205,000	-5,000	200,000
Navy Reserve	76,473	-3,373	73,100	-1,800	71,300
Marine Corps Reserve	39,858	-258	39,600	+	39,600
Air Force Reserve	75,802	-1,802	74,000	+900	74,900
Army National Guard	333,177	+16,823	350,000	-17,100	332,900
Air National Guard	106,430	+370	106,800	+200	107,000

SELECTED RESERVE, NATIONAL GUARD, AND RESERVE SUPPORT PERSONNEL

(Military End Strength/ Civilian Full-Time Equivalents)

	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Army Reserve (AR)</u>	<u>189,005</u>	<u>+15,995</u>	<u>205,000</u>	<u>-5,000</u>	<u>200,000</u>
Trained in Units	162,127	+12,140	174,267	-1,773	172,494
Individual Mobilization Augmentees (IMAs)	4,871	+1,129	6,000	-2,500	3,500
Training Pipeline	6,614	+2,849	9,463	-873	8,590
Full-time Duty	15,393	-123	15,270	+146	15,416
Active Military Support to AR	277	+	277	-131	146
Civilian FTE for AR	9,531	+1,823	11,354	+94	11,448
(Technicians Included Above)	6,512	+1,609	8,121	+94	8,215
<u>Navy Reserve (NR)</u>	<u>76,473</u>	<u>-3,373</u>	<u>73,100</u>	<u>-1,800</u>	<u>71,300</u>
Trained in Units	62,279	-2,853	59,426	-1,374	58,052
Individual Mobilization Augmentees (IMAs)	213	-45	168	+101	269
Training Pipeline	274	-160	114	+301	415
Full-time Duty	13,707	-315	13,392	-828	12,564
Active Military Support to NR	2,481	-291	2,190	-264	1,926
Civilian FTEs for NR	1,271	+77	1,348	-352	996
(Technicians Included Above)	0	0	0	0	0
<u>Marine Corps Reserve (MCR)</u>	<u>39,858</u>	<u>-258</u>	<u>39,600</u>	<u>+</u>	<u>39,600</u>
Trained in Units	32,764	-836	31,928	+	31,928
Individual Mobilization Augmentees (IMAs)	1,706	+422	2,128	+	2,128
Training Pipeline	3,132	+151	3,283	+	3,283
Full-time Duty	2,256	+5	2,261	+	2,261
Active Military Support to MCR	4,401	+4	4,405	+	4,405
Civilian FTEs for MCR	182	+25	207	0	207
(Technicians Included Above)	0	0	0	0	0

SELECTED RESERVE, NATIONAL GUARD, AND RESERVE SUPPORT PERSONNEL

(Military End Strength/ Civilian Full-Time Equivalents)

	FY 2004		FY 2005		FY 2006
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>Air Force Reserve (AFR)</u>	<u>75,802</u>	<u>-1,802</u>	<u>74,000</u>	<u>+900</u>	<u>74,900</u>
Trained in Units	59,236	-3,614	55,622	+499	56,121
Individual Mobilization Augmentees (IMAs)	12,938	+8	12,946	+50	12,996
Training Pipeline	1,720	+1,422	3,142	-66	3,076
Full-time Duty	1,908	+382	2,290	+417	2,707
Active Military Support for AFR	661	-57	604	-5	599
Civilian FTEs for AFR	14,222	-39	14,183	+112	14,295
(Technicians Included Above)	9,407	+547	9,954	+125	10,079
<u>Army National Guard (ARNG)</u>	<u>333,177</u>	<u>+16,823</u>	<u>350,000</u>	<u>-17,100</u>	<u>332,900</u>
Trained in Units	282,438	+2,930	285,368	-19,464	265,904
Individual Mobilization Augmentees (IMAs)	0	+	0	+	0
Training Pipeline	27,335	+9,952	37,287	+2,268	39,555
Full-time Duty	23,404	+3,941	27,345	+96	27,441
Active Military Support to ARNG	194	+	194	+	194
Civilian FTEs for ARNG	22,221	+2,881	25,102	+212	25,314
(Technicians Included Above)	21,786	+2,788	24,574	+212	24,786
<u>Air National Guard (ANG)</u>	<u>106,430</u>	<u>+370</u>	<u>106,800</u>	<u>+200</u>	<u>107,000</u>
Trained in Units	88,914	+2,271	91,185	+83	91,268
Individual Mobilization Augmentees (IMAs)	0	+	0	+	0
Training Pipeline	5,389	-2,863	2,526	+	2,526
Full-time Duty	12,127	+962	13,089	+117	13,206
Active Military Support for ANG	545	+8	553	-11	542
Civilian FTEs for ANG	23,884	+633	24,517	+272	24,789
(Technicians Included Above)	22,731	+472	23,203	+272	23,475

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

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DOD CUSTOMER FUEL PRICES

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

The DoD makes refined fuel purchases in a two-step process involving both the Defense Logistics Agency (DLA) and the individual Service or Agency customers. The DLA, through its Defense Energy Support Center operating under the Defense Working Capital Fund (DWCF), purchases the majority of the fuel and subsequently sells it primarily to DoD customers. This operation permits the Department to take advantage of price breaks for large quantity purchases and in most years provides the DoD customer a stabilized price for all products during that fiscal year.

In FY 2005, increases in world fuel market prices, along with the impact of hurricane damage on the U.S. refining industry, necessitated a significant price change, and drove an increase to the current stabilized rate of \$84.00 per barrel. The FY 2006 budget, however, only reflected funding to meet an overall composite rate of \$61.74 per barrel. Due to this significant increase in cost, the Department is requesting \$2.6 billion in the FY 2006 Global War on Terror Supplemental to fund the price growth. As a result, the FY 2007 budget requests funding to reflect the increase from \$61.74 to \$84.00. The budgeted increase is reflected as price growth, since the customer's budget does not include the funding necessary to meet the stabilized price of \$84.00 per barrel in FY 2006.

The following table reflects the composite price and stabilized prices by fuel product that DoD customers are paying and will pay for fuel in each fiscal year. Because of the repricing occurring in both FY 2005 and FY 2006, the composite prices provided below represent the current or last paid prices charged to DoD customers.

(Rates in Dollars)

<u>Product Type</u>	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>	
	<u>Gallon</u>	<u>Barrel</u>	<u>Gallon</u>	<u>Barrel</u>	<u>Gallon</u>	<u>Barrel</u>
AVGAS OCONUS	\$7.79	\$327.18	\$8.95	\$375.90	\$8.95	\$375.90
AVGAS CONUS	\$1.97	\$82.74	\$2.27	\$95.34	\$2.27	\$95.34
Motor Gas Leaded	\$2.09	\$87.78	\$2.40	\$100.80	\$2.40	\$100.80
Motor Gas Unleaded	\$1.78	\$74.76	\$2.05	\$86.10	\$2.05	\$86.10
Premium	\$2.01	\$84.42	\$2.32	\$97.44	\$2.32	\$97.44
Midgrade	\$1.79	\$75.18	\$2.06	\$86.52	\$2.06	\$86.52
Regular	\$1.70	\$71.40	\$1.95	\$81.90	\$1.95	\$81.90
Gasohol	\$1.79	\$75.18	\$2.06	\$86.52	\$2.06	\$86.52

DOD CUSTOMER FUEL PRICES

Jet Fuel Widecut	\$1.79	\$75.18	\$2.06	\$86.52	\$2.06	\$86.52
Jet Fuel Commercial Grade	\$1.74	\$73.08	\$2.00	\$84.00	\$2.00	\$84.00

<u>Product Type</u>	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>	
	<u>Gallon</u>	<u>Barrel</u>	<u>Gallon</u>	<u>Barrel</u>	<u>Gallon</u>	<u>Barrel</u>
JP-5	\$1.76	\$73.92	\$2.02	\$84.84	\$2.02	\$84.84
JP-8	\$1.74	\$73.08	\$2.00	\$84.00	\$2.00	\$84.00
Distillates	\$1.73	\$72.66	\$1.99	\$83.58	\$1.99	\$83.58
Diesel (Generic)	\$1.70	\$71.40	\$1.95	\$81.90	\$1.95	\$81.90
Diesel KSN PC&S	\$1.65	\$69.30	\$1.90	\$79.80	\$1.90	\$79.80
Diesel KS1 PC&S	\$1.71	\$71.82	\$1.97	\$82.75	\$1.97	\$82.74
Diesel FS2 PC&S	\$1.49	\$62.58	\$1.72	\$72.24	\$1.72	\$72.24
Diesel FS1 PC&S	\$1.70	\$71.40	\$1.95	\$81.90	\$1.95	\$81.90
Diesel DF2 High Sulfur	\$1.56	\$65.52	\$1.79	\$75.18	\$1.79	\$75.18
Diesel DL2 Low Sulfur	\$1.82	\$76.44	\$2.09	\$87.78	\$2.09	\$87.78
Diesel DL1 Low Sulfur	\$2.00	\$84.00	\$2.30	\$96.60	\$2.30	\$96.60
Diesel DF1 High Sulfur	\$1.74	\$73.08	\$2.00	\$84.00	\$2.00	\$84.00
Residuals	\$1.31	\$55.02	\$1.50	\$63.00	\$1.50	\$63.00
Navy Reclaimed	\$1.01	\$42.42	\$1.00	\$42.00	\$1.00	\$42.00
Into Plane Jet Fuel	\$1.97	\$82.74	\$2.27	\$95.34	\$2.27	\$95.34
Into Plane AVGAS	\$4.31	\$181.02	\$4.95	\$207.90	\$4.95	\$207.90
Local Purchase Jet Fuel	\$3.22	\$135.24	\$3.70	\$155.40	\$3.70	\$155.40
Local Purchase Ground Fuel	\$2.74	\$115.08	\$3.15	\$132.30	\$3.15	\$132.30
Bunker - Marine	\$1.32	\$55.44	\$1.52	\$63.84	\$1.52	\$63.84
Bunker - Intermediate	\$1.10	\$46.20	\$1.27	\$53.34	\$1.27	\$53.34
Local Purchase Bunker	\$2.36	\$99.12	\$2.72	\$114.24	\$2.72	\$114.24
Special Fuels JPTS	\$3.90	\$163.80	\$3.90	\$163.80	\$3.90	\$163.80
Composite Price	\$1.74	\$73.08	\$2.00	\$84.00	\$2.00	\$84.00

FOREIGN CURRENCY FLUCTUATION RATES

Foreign Currency Fluctuations, Defense

The Foreign Currency Fluctuations, Defense (FCF,D) appropriation was established in FY 1979 to enable execution of budgeted programs with minimal concern for adverse variations in foreign currency exchange rates. This centralized account is managed by the Under Secretary of Defense (Comptroller). Funds are transferred from this appropriation to selected DoD Components' Operation and Maintenance and Military Personnel appropriations to offset net losses in purchasing power because of unfavorable fluctuations in the foreign currency exchange rates of specified currencies. If a net gain results, the asset is transferred from the gaining appropriation to the FCF,D appropriation to replenish the fund. Unobligated balances from the prior two years for Operation and Maintenance and Military Personnel appropriations can be transferred to the FCF,D for further replenishing the fund. The specified currencies are shown below as well as the rates used to formulate the budget. The Department will use these rates to measure foreign currency fluctuation during execution. These rates are expressed in terms of units of foreign currency that can be purchased with one (1) U.S. dollar. The FY 2007 budget recognizes that the U.S. dollar has declined in value compared to other countries' currencies and the rates reflect the U.S. dollar's reduced value.

<u>FOREIGN CURRENCY EXCHANGE RATES</u>				
(Units of Foreign Currency Per One U.S. Dollar)				
<u>Country</u>	<u>Monetary Unit</u>	<u>Execution Rates</u>		<u>President's</u>
		<u>FY 2005</u>	<u>FY 2006</u>	<u>Budget Rates</u>
				<u>FY 2007</u>
Denmark	Krone	7.7996	6.0170	6.4710
European Community	Euro	1.0314	.8785	.8530
Japan	Yen	125.4900	115.0000	113.3000
Norway	Krone	7.6394	6.7510	6.7680
Iceland	Krona	-	82.1990	74.0730
Singapore	Dollar	1.8037	1.7410	1.7040
South Korea	Won	1,255.0000	1,205.2000	1,151.0000
Turkey	Lira	1,694,915.0000*	1.514427	1.491817
United Kingdom	Pound	0.6517	0.5930	0.5750

On January 1, 2005, the Central Bank of Turkey redenominated the Turkey Lira by dropping six zeros off the currency, i.e., the Department's New Turkey Lira rate for FY 2006 is 1.514427; for FY 2007, 1.491817.

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KEY ACTIVITY INDICATORS

	FY 2005		FY 2006		FY 2007
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>ARMY</u>					
Active Duty Military Personnel (End Strength)	492,728	-10,328	482,400	0	482,400
Civilian Personnel (O&M FTEs)	147,180	-2,933	144,247	+1,583	144,830
Total Aircraft Inventory (TAI)	2,701	-53	2,648	+60	2,708
Primary Authorized Aircraft (PAA)	2,139	-15	2,124	+91	2,215
Flying Hours (000s)	682	-219	463	+12	475
Training Workloads	58,878	+12,592	71,470	+4,209	75,679
Major Installations	90	0	90	0	90
<u>NAVY</u>					
Active Duty Military Personnel (End Strength)	362,941	-10,241	352,700	-12,000	340,700
Civilian Personnel (O&M FTEs)	85,511	+2,792	88,303	+8,223	96,526
Total Aircraft Inventory (TAI)	3,726	+67	3,793	-5	3,788
Primary Authorized Aircraft (PAA) (Active)	1,893	+415	2,308	-37	2,271
Flying Hours (000's)	871	-143	728	0	728
Ship Inventory (Ship Years)	251	+13	264	+2	266
Steaming Hours (000's) (Conventional)	332	-89	243	-16	227
Steaming Hours (000's) (Nuclear)	122	-20	102	0	102
Training Workloads	43,637	-2,460	41,177	-1,432	39,745
Major Installations	98	-1	97	0	97
<u>MARINE CORPS</u>					
Active Duty Military Personnel (End Strength)	180,029	-5,029	175,000	0	175,000
Civilian Personnel (O&M FTEs)	17,794	+670	18,464	+53	18,517
Training Workloads	17,247	+1,896	19,143	-85	19,058
Major Installations	22	+1	23	0	23
Major Supply Depots	2	0	2	0	2

KEY ACTIVITY INDICATORS

	<u>FY 2005</u> <u>Actual</u>	<u>Change</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Change</u>	<u>FY 2007</u> <u>Estimate</u>
<u>AIR FORCE</u>					
Active Duty Military Personnel (End Strength)	353,696	-1,896	351,800	-17,600	334,200
Civilian Personnel (O&M FTEs)	90,039	+3,547	93,586	+1,251	94,837
Total Aircraft Inventory (TAI)	4,071	-67	4,004	-133	3,871
Primary Assigned Aircraft (PAA)	3,368	+64	3,432	-65	3,367
Flying Hours (000's)	1,351	-148	1,203	-21	1,182
Training Workloads	23,461	-120	23,341	+934	24,275
Major Installations	77	0	77	0	77
<u>ARMY RESERVE</u>					
Total Selected Reserve Strength (End Strength)	189,005	+15,995	205,000	-5,000	200,000
Civilian Personnel (O&M FTEs)	9,531	+1,823	11,354	+94	11,448
(Technicians Included Above)	6,512	+1,609	8,121	+94	8,215
Flying Hours (000's)	41	-5	36	+2	38
Primary Authorized Aircraft (PAA)	152	0	152	0	152
Major Installations	6	+1	7	-3	4
Training Locations (Installations and Reserve Centers)	829	+13	842	0	842
<u>NAVY RESERVE</u>					
Total Selected Reserve Strength (End Strength)	76,473	-3,373	73,100	-1,800	71,300
Civilian Personnel (O&M FTEs)	1,271	+77	1,348	-352	996
Primary Authorized Aircraft (PAA)	200	-2	198	-15	183
Flying Hours (000's)	99	-13	86	+22	108
Ship Inventory	24	-4	20	-3	17
Steaming Hours (000's)	30	-2	28	-4	24
Training Centers	162	-8	154	-7	147
Major Installations	6	0	6	0	6

KEY ACTIVITY INDICATORS

	<u>FY 2005</u>		<u>FY 2006</u>		<u>FY 2007</u>
	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Estimate</u>
<u>MARINE CORPS RESERVE</u>					
Total Selected Reserve Personnel (End Strength)	39,858	-258	39,600	0	39,600
Civilian Personnel (O&M FTEs)	182	+25	207	0	207
Division/Wing Team	1/1	0	1/1	0	1/1
Training Centers	185	0	185	0	185
<u>AIR FORCE RESERVE</u>					
Total Selected Reserve Strength (End Strength)	75,802	-1,802	74,000	+900	74,900
Civilian Personnel (O&M FTEs)	14,222	-39	14,183	+112	14,295
(Technicians Included Above)	9,407	+547	9,954	+125	10,079
Total Aircraft Inventory (TAI)	400	-2	398	-13	385
Primary Authorized Aircraft (PAA)	355	+4	359	-5	354
Flying Hours (000's)	107	+23	130	+4	134
Major Installations	13	0	13	0	13
<u>ARMY NATIONAL GUARD</u>					
Total Selected Reserve Strength (End Strength)	333,177	+16,823	350,000	-17,100	332,900
Civilian Personnel (O&M FTEs)	22,221	+2,881	25,102	+212	25,314
(Military Technicians Included Above)	21,786	+2,788	24,574	+212	24,786
Primary Aircraft Authorized (PAA)	1,336	-2	1,334	-22	1,312
Flying Hours (000's)	292	-34	258	-18	240
Training Locations	283	0	283	0	283

KEY ACTIVITY INDICATORS

	<u>FY 2005</u> <u>Actual</u>	<u>Change</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Change</u>	<u>FY 2007</u> <u>Estimate</u>
<u>AIR NATIONAL GUARD</u>					
Total Selected Reserve Strength (End Strength)	106,430	+370	106,800	+200	107,000
Civilian Personnel (O&M FTEs)	23,884	+633	24,517	+272	24,789
(Technicians Included Above)	22,731	+472	23,203	+272	23,475
Total Aircraft Inventory (TAI)	1,313	-46	1,267	-63	1,204
Primary Authorized Aircraft (PAA)	1,103	+24	1,127	-25	1,102
Flying Hours (000's)	263	-21	242	+62	304
Major Installations	2	0	2	0	2
Other Operating Locations	177	0	177	-5	172
 <u>DEFENSE HEALTH PROGRAM</u>					
Total Aircraft Inventory (TAI)/(PAA)	<u>6</u>	<u>-6</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fixed	0	0	0	0	0
Rotary	6	-6	0	0	0
 Total Flying Hours (000's)	<u>1</u>	<u>-1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fixed	0	0	0	0	0
Rotary	1	-1	0	0	0
 Training Workloads					
HPSP/FAP/HPLRP	4,544	+56	4,600	+93	4,693
USUHS	980	+10	990	+2	992
Other Education & Training	93,144	+15,169	108,313	-384	107,929
Medical Centers and Hospitals	70	0	70	-	70
Average Daily Patient Load	2,379	-41	2,337	-	2,274

KEY ACTIVITY INDICATORS

	<u>FY 2005</u> <u>Actual</u>	<u>Change</u>	<u>FY 2006</u> <u>Estimate</u>	<u>Change</u>	<u>FY 2007</u> <u>Estimate</u>
<u>SPECIAL OPERATIONS COMMAND</u>					
Total Aircraft Inventory (TAI)	<u>286</u>	<u>+26</u>	<u>312</u>	<u>+6</u>	<u>318</u>
AFSOC	126	+10	136	+5	141
USASOC	160	+16	176	+1	177
Primary Authorized Aircraft (PAA)	<u>256</u>	<u>+33</u>	<u>289</u>	<u>0</u>	<u>289</u>
AFSOC	110	+8	118	+4	122
USASOC	146	+25	171	-4	167
Total Flying Hours (000's)	<u>91</u>	<u>-1</u>	<u>90</u>	<u>+14</u>	<u>104</u>
AFSOC	49	+5	54	+14	68
USASOC	42	-6	36	0	36

KEY ACTIVITY INDICATORS

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LEGISLATIVE PROPOSALS

The FY 2007 budget includes funding and legislation for new authorities to enhance retention and improve quality-of-life for military and civilian members of the Department of Defense. The following table provides a summary of the legislative proposal and the associated cost.

	<u>(\$ in Millions)</u> <u>FY 2007</u>
Operation and Maintenance, Army	17.9
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	17.9

Civilian Personnel Initiatives

Flexible Spending Accounts for Annuitants and Surviving Spouses– Enables federal retirees and their survivors to participate in the flexible spending accounts.

Operation and Maintenance, Army	-
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	-

Payment of Federal Employees Health Benefits (FEHB) Premiums with Pre-Tax Dollars for Federal Retirees, their Survivors, and Survivors Killed in the Line-of-Duty– Enables federal retirees, their survivors, and survivors of employees killed in the line of duty to continue to pay FEHB premiums from pre-tax dollars.

Operation and Maintenance, Army	-
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	-

LEGISLATIVE PROPOSALS

Deployment Temporary Change of Station – Removes adverse impact on civilian employees serving on extended deployments and provides ample benefits and incentives to encourage longer deployments.

Operation and Maintenance, Army	11.4
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	<u>11.4</u>

Appointments of Retires Military and Leave Accrual– Eliminates the 180-day waiting period prior to retired military appointments to DoD civilian positions and allows for similar leave accrual as civilians.

Operation and Maintenance, Army	-
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	<u>-</u>

Department of Defense National Security Personnel System (NSPS) Clarification on Participation of Laboratory

Personnel – Clarifies law to ensure government employees working in Defense laboratories that are not included in a Laboratory Demonstration Project are included in the NSPS.

Operation and Maintenance, Army	-
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	<u>-</u>

LEGISLATIVE PROPOSALS

Military Community and Family Policy Initiatives

Authority to Waive Tuition Requirements for Children of Foreign Military and Civilian Members Assigned to the Supreme Headquarters Allied Powers Europe (SHAPE) – Allows for a tuition-free enrollment in DoD schools for individuals assigned to SHAPE headquarters.

Operation and Maintenance, Army	5.7
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	<u>5.7</u>

DoD Computer/Electronic Accommodations Program (CAP) Eligibility to Support Wounded Service Members (WSMs)– Allows CAP to provide assistive technology to recovering WSMs during rehabilitation, medical evaluation, and the non-DoD transition.

Operation and Maintenance, Army	.8
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	<u>.8</u>

Severely Injured Service Member to Accept Gifts – Allows for the acceptance of gifts from individuals, organizations, and private sector entities to assist with the rehabilitation provided by the Federal Government.

Operation and Maintenance, Army	-
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	<u>-</u>

LEGISLATIVE PROPOSALS

Health Affairs Initiatives

Accounting for Military Treatment Facilities (MTFs) Medical Service Account (MSA) Collections – Modifies procedure for recording when MSA reimbursements are collected back into the Military Health System.

Operation and Maintenance, Army	-
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	-

Expands Definition of the Mental Health Providers Authorized to Perform Mental Health Evaluations of Members of the Armed Services – Allows clinical social workers with master degrees to perform mental health evaluations on members of the Armed Forces.

Operation and Maintenance, Army	-
Operation and Maintenance, Navy	-
Operation and Maintenance, Marine Corps	-
Operation and Maintenance, Air Force	-
Total	-

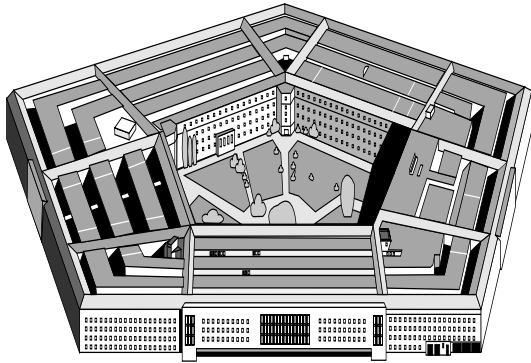
WORLD WIDE WEB ADDRESS

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

<http://www.dod.mil/comptroller/defbudget/fy2007/index.html>

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**MILITARY PERSONNEL (M-1)
And
OPERATION AND MAINTENANCE (O-1)
PROGRAMS**



*Department of Defense Budget
Fiscal Year 2007
February 2006
Office of the Under Secretary of Defense (Comptroller)*

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Preface

The Military Personnel (M-1) and Operation & Maintenance (O-1) Programs are derived from and consistent with the Comptroller Information System database.

The M-1 and O-1 are provided annually to the DoD oversight committees of the Congress coincident with the transmittal of the President's Budget. This document is also provided to Office of Assistance Secretary of Defense (Public Affairs) for use by non-DoD activities, and is available to the public on the Internet at <http://www.dod.mil/comptroller>.

Office of the Under Secretary of Defense (Comptroller)

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		MILITARY PERSONNEL, ARMY			
		ACTIVITY 01: PAY AND ALLOWANCES OF OFFICERS			
2010A	5	BASIC PAY	5,555,906	5,211,608	4,773,474
2010A	10	RETIRED PAY ACCRUAL	1,507,308	1,380,698	1,266,221
2010A	15	DEFENSE HEALTH PROGRAM ACCRUAL	398,479		
2010A	25	BASIC ALLOWANCE FOR HOUSING	1,386,650	1,439,430	1,191,126
2010A	30	BASIC ALLOWANCE FOR SUBSISTENCE	212,850	198,952	181,536
2010A	35	INCENTIVE PAYS	97,849	108,791	99,060
2010A	40	SPECIAL PAYS	360,045	252,223	229,703
2010A	45	ALLOWANCES	268,091	161,524	145,446
2010A	50	SEPARATION PAY	44,261	70,183	69,415
2010A	55	SOCIAL SECURITY TAX	419,535	395,154	365,133
		TOTAL BUDGET ACTIVITY 01:	10,250,974	9,218,563	8,321,114
		ACTIVITY 02: PAY AND ALLOWANCES OF ENLISTED			
2010A	60	BASIC PAY	13,518,820	11,365,369	10,514,144
2010A	65	RETIRED PAY ACCRUAL	3,699,723	3,011,772	2,786,578
2010A	70	DEFENSE HEALTH PROGRAM ACCRUAL	2,025,505		
2010A	80	BASIC ALLOWANCE FOR HOUSING	3,796,680	3,122,568	2,524,779
2010A	85	INCENTIVE PAYS	85,847	99,252	85,392
2010A	90	SPECIAL PAYS	1,452,442	940,898	601,536
2010A	95	ALLOWANCES	1,163,497	796,330	703,574
2010A	100	SEPARATION PAY	344,921	318,516	305,407
2010A	105	SOCIAL SECURITY TAX	1,029,371	859,400	804,228
		TOTAL BUDGET ACTIVITY 02:	27,116,806	20,514,105	18,325,638
		ACTIVITY 03: PAY AND ALLOWANCES OF CADETS/MIDSHIPMEN			
2010A	110	ACADEMY CADETS	51,510	53,392	55,818
		TOTAL BUDGET ACTIVITY 03:	51,510	53,392	55,818
		ACTIVITY 04: SUBSISTENCE OF ENLISTED PERSONNEL			
2010A	115	BASIC ALLOWANCE FOR SUBSISTENCE	1,280,650	811,859	855,617
2010A	120	SUBSISTENCE-IN-KIND	1,697,196	807,621	582,540
2010A	121	FAMILY SUBSISTENCE SUPPLEMENTAL ALLOWANCE	928	3,193	3,288
		TOTAL BUDGET ACTIVITY 04:	2,978,774	1,622,673	1,441,445
		ACTIVITY 05: PERMANENT CHANGE OF STATION TRAVEL			
2010A	125	ACCESSION TRAVEL	94,344	205,707	203,641
2010A	130	TRAINING TRAVEL	75,676	36,541	53,366
2010A	135	OPERATIONAL TRAVEL	274,132	281,395	138,488
2010A	140	ROTATIONAL TRAVEL	383,310	457,404	361,210
2010A	145	SEPARATION TRAVEL	127,755	170,685	173,210
2010A	150	TRAVEL OF ORGANIZED UNITS	15,011	9,759	3,709
2010A	155	NON-TEMPORARY STORAGE	23,955	40,829	42,121
2010A	160	TEMPORARY LODGING EXPENSE	30,856	23,068	23,053
		TOTAL BUDGET ACTIVITY 05:	1,025,039	1,225,388	998,798

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		MILITARY PERSONNEL, ARMY			
		ACTIVITY 06: OTHER MILITARY PERSONNEL COSTS			
2010A	170	APPREHENSION OF MILITARY DESERTERS	838	1,398	1,407
2010A	175	INTEREST ON UNIFORMED SERVICES SAVINGS	10,102	294	203
2010A	180	DEATH GRATUITIES	378,222	116,738	6,761
2010A	185	UNEMPLOYMENT BENEFITS	201,932	152,539	153,072
2010A	190	SURVIVOR BENEFITS	5,587	3,677	3,378
2010A	195	EDUCATION BENEFITS	2,979	4,214	2,184
2010A	200	ADOPTION EXPENSES	442	446	746
2010A	210	TRANSPORTATION SUBSIDY	5,542	4,308	4,344
2010A	215	PARTIAL DISLOCATION ALLOWANCE	610	2,468	2,489
2010A	216	SGLI EXTRA HAZARD PAYMENTS	70,869	22,808	
2010A	217	RESERVE OFFICERS TRAINING CORPS (ROTC)		81,894	84,175
2010A	218	JUNIOR ROTC		28,241	28,925
		TOTAL BUDGET ACTIVITY 06:	677,123	419,025	287,684
2010A	220	LESS REIMBURSABLES	(260,571)	(298,174)	(318,594)
		TOTAL DIRECT - MILITARY PERSONNEL, ARMY	41,839,655	32,754,972	29,111,903

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		RESERVE PERSONNEL, ARMY			
		RESERVE COMPONENT TRAINING AND SUPPORT			
2070A	10	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48)	881,451	928,074	1,103,645
2070A	20	PAY GROUP B TRAINING (BACKFILL FOR ACT DUTY)	31,966	48,989	28,932
2070A	30	PAY GROUP F TRAINING (RECRUITS)	155,311	172,750	177,571
2070A	40	PAY GROUP P TRAINING (PIPELINE RECRUITS)	1,769	335	
2070A	45	DEFENSE HEALTH PROGRAM ACCRUAL (UNIT & INDIVIDUAL TRAINING)	575,902		
		TOTAL BUDGET ACTIVITY 01:	1,646,399		1,310,148
2070A	60	MOBILIZATION TRAINING	6,859	19,031	22,053
2070A	70	SCHOOL TRAINING	122,423	179,008	193,406
2070A	80	SPECIAL TRAINING	188,865	166,440	173,222
2070A	90	ADMINISTRATION AND SUPPORT	1,442,085	1,588,216	1,532,726
2070A	100	EDUCATION BENEFITS	43,302	108,594	113,090
2070A	110	ROTC - SENIOR, JUNIOR, SCHOLARSHIP	96,278		
2070A	120	HEALTH PROFESSION SCHOLARSHIP	30,497	34,219	35,880
2070A	125	DEFENSE HEALTH PROGRAM ACCRUAL (ADMIN & SUPPORT)	79,939		
2070A	130	OTHER PROGRAMS	49,160	43,475	25,132
		TOTAL BUDGET ACTIVITY 01:		3,289,131	
		TOTAL BUDGET ACTIVITY 02:	2,059,408		2,095,509
		TOTAL DIRECT - RESERVE PERSONNEL, ARMY	3,705,807	3,289,131	3,405,657

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		NATIONAL GUARD PERSONNEL, ARMY			
		RESERVE COMPONENT TRAINING AND SUPPORT			
2060A	10	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48)	1,766,055	1,703,330	1,752,136
2060A	30	PAY GROUP F TRAINING (RECRUITS)	249,199	370,061	310,889
2060A	40	PAY GROUP P TRAINING (PIPELINE RECRUITS)	21,949	29,685	21,592
2060A	45	DEFENSE HEALTH PROGRAM ACCRUAL (UNIT & INDIVIDUAL TRAINING)	966,174		
		TOTAL BUDGET ACTIVITY 01:	3,003,377		2,084,617
2060A	70	SCHOOL TRAINING	305,930	284,562	263,772
2060A	80	SPECIAL TRAINING	437,664	203,919	146,562
2060A	90	ADMINISTRATION AND SUPPORT	2,366,975	2,473,918	2,562,455
2060A	100	EDUCATION BENEFITS	113,716	220,042	196,174
2060A	125	DEFENSE HEALTH PROGRAM ACCRUAL (ADMIN & SUPPORT)	136,261		
		TOTAL BUDGET ACTIVITY 01:		5,285,517	
		TOTAL BUDGET ACTIVITY 02:	3,360,546		3,168,963
		TOTAL DIRECT - NATIONAL GUARD PERSONNEL, ARMY	6,363,923	5,285,517	5,253,580
		TOTAL DIRECT - ARMY MILITARY PERSONNEL APPROPRIATIONS	51,909,385	41,329,620	37,771,140
		MEDICARE-ELIGIBLE RETIREE HEALTH FUND CONTRIBUTION ACCOUNTS:			
1004A	300	ARMY		2,727,452	2,891,198
1005A	300	RESERVE PERSONNEL, ARMY		716,969	742,233
1006A	300	NATIONAL GUARD PERSONNEL, ARMY		1,219,403	1,232,152
		GRAND TOTAL DIRECT - ARMY MILITARY PERSONNEL COSTS	51,909,385	45,993,444	42,636,723

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		MILITARY PERSONNEL, NAVY			
		ACTIVITY 01: PAY AND ALLOWANCES OF OFFICERS			
1453N	5	BASIC PAY	3,261,142	3,203,743	3,262,932
1453N	10	RETIRED PAY ACCRUAL	896,815	848,992	864,677
1453N	15	DEFENSE HEALTH PROGRAM ACCRUAL	288,233		
1453N	25	BASIC ALLOWANCE FOR HOUSING	975,093	917,095	1,058,250
1453N	30	BASIC ALLOWANCE FOR SUBSISTENCE	119,940	116,963	118,701
1453N	35	INCENTIVE PAYS	180,447	170,837	176,448
1453N	40	SPECIAL PAYS	280,903	329,940	346,524
1453N	45	ALLOWANCES	119,616	90,018	92,258
1453N	50	SEPARATION PAY	31,859	62,716	33,187
1453N	55	SOCIAL SECURITY TAX	247,521	242,789	247,353
		TOTAL BUDGET ACTIVITY 01:	6,401,569	5,983,093	6,200,330
		ACTIVITY 02: PAY AND ALLOWANCES OF ENLISTED			
1453N	60	BASIC PAY	8,049,707	7,905,599	7,983,057
1453N	65	RETIRED PAY ACCRUAL	2,213,671	2,094,984	2,115,509
1453N	70	DEFENSE HEALTH PROGRAM ACCRUAL	1,682,857		
1453N	80	BASIC ALLOWANCE FOR HOUSING	2,907,926	2,729,595	3,126,811
1453N	85	INCENTIVE PAYS	99,733	108,875	110,364
1453N	90	SPECIAL PAYS	887,757	911,837	927,683
1453N	95	ALLOWANCES	596,719	479,909	480,800
1453N	100	SEPARATION PAY	147,948	204,628	199,473
1453N	105	SOCIAL SECURITY TAX	615,803	599,777	605,705
		TOTAL BUDGET ACTIVITY 02:	17,202,121	15,035,204	15,549,402
		ACTIVITY 03: PAY AND ALLOWANCES OF CADETS/MIDSHIPMEN			
1453N	110	MIDSHIPMEN	55,651	56,350	56,412
		TOTAL BUDGET ACTIVITY 03:	55,651	56,350	56,412
		ACTIVITY 04: SUBSISTENCE OF ENLISTED PERSONNEL			
1453N	115	BASIC ALLOWANCE FOR SUBSISTENCE	635,162	613,845	613,611
1453N	120	SUBSISTENCE-IN-KIND	355,128	341,190	346,276
1453N	121	FAMILY SUBSISTENCE SUPPLEMENTAL ALLOWANCE	28	500	500
		TOTAL BUDGET ACTIVITY 04:	990,318	955,535	960,387
		ACTIVITY 05: PERMANENT CHANGE OF STATION TRAVEL			
1453N	125	ACCESSION TRAVEL	60,506	58,225	55,392
1453N	130	TRAINING TRAVEL	66,492	70,486	74,363
1453N	135	OPERATIONAL TRAVEL	245,504	236,107	193,731
1453N	140	ROTATIONAL TRAVEL	304,430	286,637	279,737
1453N	145	SEPARATION TRAVEL	105,275	99,284	93,326
1453N	150	TRAVEL OF ORGANIZED UNITS	45,674	19,406	19,521
1453N	155	NON-TEMPORARY STORAGE	7,598	7,034	6,892
1453N	160	TEMPORARY LODGING EXPENSE	7,295	6,867	6,871
1453N	165	OTHER	3,663	6,063	6,272
		TOTAL BUDGET ACTIVITY 05:	846,437	790,109	736,105

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		MILITARY PERSONNEL, NAVY			
		ACTIVITY 06: OTHER MILITARY PERSONNEL COSTS			
1453N	170	APPREHENSION OF MILITARY DESERTERS	550	725	725
1453N	175	INTEREST ON UNIFORMED SERVICES SAVINGS	628	506	511
1453N	180	DEATH GRATUITIES	28,624	4,561	3,336
1453N	185	UNEMPLOYMENT BENEFITS	96,790	103,505	70,386
1453N	190	SURVIVOR BENEFITS	1,797	1,461	1,354
1453N	195	EDUCATION BENEFITS	1,716	2,107	5,109
1453N	200	ADOPTION EXPENSES	232	346	346
1453N	210	TRANSPORTATION SUBSIDY	4,840	4,849	4,549
1453N	215	PARTIAL DISLOCATION ALLOWANCE	1,140	1,461	1,032
1453N	216	SGLI EXTRA HAZARD PAYMENTS	21,225	105,533	
1453N	217	RESERVE OFFICERS TRAINING CORPS (ROTC)		20,704	20,940
1453N	218	JUNIOR R.O.T.C		13,094	13,492
		TOTAL BUDGET ACTIVITY 06:	157,542	258,852	121,780
1453N	220	LESS REIMBURSABLES	(359,784)	(325,891)	(353,405)
		TOTAL DIRECT - MILITARY PERSONNEL, NAVY	25,293,854	22,753,252	23,271,011

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FY 2007 President's Budget

APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		RESERVE PERSONNEL, NAVY			
		RESERVE COMPONENT TRAINING AND SUPPORT			
1405N	10	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48)	662,063	562,184	625,339
1405N	20	PAY GROUP B TRAINING (BACKFILL FOR ACTIVE DUTY)	5,794	7,266	7,715
1405N	30	PAY GROUP F TRAINING (RECRUITS)	4,542	11,438	16,037
1405N	45	DEFENSE HEALTH PROGRAM ACCRUAL (UNIT & INDIVIDUAL TRAINING)	203,229		
		TOTAL BUDGET ACTIVITY 01:	875,628		649,091
1405N	60	MOBILIZATION TRAINING	7,109	6,971	7,491
1405N	70	SCHOOL TRAINING	20,668	34,451	31,198
1405N	80	SPECIAL TRAINING	83,080	65,527	59,861
1405N	90	ADMINISTRATION AND SUPPORT	971,669	962,673	977,626
1405N	100	EDUCATION BENEFITS	1,277	24,542	20,827
1405N	110	ROTC - SENIOR, JUNIOR, SCHOLARSHIP	36,594		
1405N	120	HEALTH PROFESSION SCHOLARSHIP	28,584	32,246	31,872
1405N	125	DEFENSE HEALTH PROGRAM ACCRUAL (ADMIN & SUPPORT)	74,482		
		TOTAL BUDGET ACTIVITY 01:		1,707,298	
		TOTAL BUDGET ACTIVITY 02:	1,223,463		1,128,875
		TOTAL DIRECT - RESERVE PERSONNEL, NAVY	2,099,091	1,707,298	1,777,966
		TOTAL DIRECT - NAVY MILITARY PERSONNEL APPROPRIATIONS	27,392,945	24,460,550	25,048,977
		MEDICARE-ELIGIBLE RETIREE HEALTH FUND CONTRIBUTION ACCOUNTS:			
1000N	300	NAVY		2,028,599	2,074,177
1002N	300	RESERVE PERSONNEL, NAVY		291,754	287,140
		GRAND TOTAL DIRECT - NAVY MILITARY PERSONNEL COSTS	27,392,945	26,780,903	27,410,294

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		MILITARY PERSONNEL, MARINE CORPS			
		ACTIVITY 01: PAY AND ALLOWANCES OF OFFICERS			
1105N	5	BASIC PAY	1,172,937	1,166,662	1,131,638
1105N	10	RETIRED PAY ACCRUAL	325,866	310,001	301,438
1105N	15	DEFENSE HEALTH PROGRAM ACCRUAL	101,226		
1105N	25	BASIC ALLOWANCE FOR HOUSING	309,010	302,897	327,019
1105N	30	BASIC ALLOWANCE FOR SUBSISTENCE	44,396	42,449	42,639
1105N	35	INCENTIVE PAYS	48,246	47,665	47,079
1105N	40	SPECIAL PAYS	14,900	4,463	4,508
1105N	45	ALLOWANCES	42,404	23,086	24,106
1105N	50	SEPARATION PAY	11,916	12,188	12,514
1105N	55	SOCIAL SECURITY TAX	89,468	88,461	85,620
		TOTAL BUDGET ACTIVITY 01:	2,160,369	1,997,872	1,976,561
		ACTIVITY 02: PAY AND ALLOWANCES OF ENLISTED			
1105N	60	BASIC PAY	3,815,637	3,713,757	3,708,158
1105N	65	RETIRED PAY ACCRUAL	1,053,072	980,696	979,106
1105N	70	DEFENSE HEALTH PROGRAM ACCRUAL	852,518		
1105N	80	BASIC ALLOWANCE FOR HOUSING	940,976	864,389	1,024,902
1105N	85	INCENTIVE PAYS	8,858	8,276	8,360
1105N	90	SPECIAL PAYS	224,114	123,048	126,406
1105N	95	ALLOWANCES	269,593	206,067	213,304
1105N	100	SEPARATION PAY	63,682	72,201	75,522
1105N	105	SOCIAL SECURITY TAX	289,092	283,558	283,089
		TOTAL BUDGET ACTIVITY 02:	7,517,542	6,251,992	6,418,847
		ACTIVITY 04: SUBSISTENCE OF ENLISTED PERSONNEL			
1105N	115	BASIC ALLOWANCE FOR SUBSISTENCE	352,046	305,469	304,767
1105N	120	SUBSISTENCE-IN-KIND	223,418	245,574	255,101
1105N	121	FAMILY SUBSISTENCE SUPPLEMENTAL ALLOWANCE	750	742	750
		TOTAL BUDGET ACTIVITY 04:	576,214	551,785	560,618
		ACTIVITY 05: PERMANENT CHANGE OF STATION TRAVEL			
1105N	125	ACCESSION TRAVEL	43,223	44,030	45,331
1105N	130	TRAINING TRAVEL	8,505	9,736	9,523
1105N	135	OPERATIONAL TRAVEL	90,803	100,738	90,676
1105N	140	ROTATIONAL TRAVEL	122,750	124,836	126,686
1105N	145	SEPARATION TRAVEL	47,562	49,242	50,659
1105N	150	TRAVEL OF ORGANIZED UNITS	2,563	1,705	1,755
1105N	155	NON-TEMPORARY STORAGE	5,138	5,189	5,351
1105N	160	TEMPORARY LODGING EXPENSE	12,346	12,467	12,857
1105N	165	OTHER	2,428	2,414	2,524
		TOTAL BUDGET ACTIVITY 05:	335,318	350,357	345,362

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		MILITARY PERSONNEL, MARINE CORPS			
		ACTIVITY 06: OTHER MILITARY PERSONNEL COSTS			
1105N	170	APPREHENSION OF MILITARY DESERTERS	3,157	1,622	1,668
1105N	175	INTEREST ON UNIFORMED SERVICES SAVINGS	213	16	17
1105N	180	DEATH GRATUITIES	165,201	165,079	2,208
1105N	185	UNEMPLOYMENT BENEFITS	63,700	71,450	52,317
1105N	190	SURVIVOR BENEFITS	1,441	714	686
1105N	195	EDUCATION BENEFITS	744	1,029	959
1105N	200	ADOPTION EXPENSES	127	256	363
1105N	210	TRANSPORTATION SUBSIDY	1,438	1,143	1,270
1105N	215	PARTIAL DISLOCATION ALLOWANCE	730	661	682
1105N	216	SGLI EXTRA HAZARD PAYMENTS	9,853	40,000	
1105N	218	JUNIOR R.O.T.C		5,249	5,392
		TOTAL BUDGET ACTIVITY 06:	246,604	287,219	65,562
1105N	220	LESS REIMBURSABLES	(19,368)	(30,967)	(32,134)
		TOTAL DIRECT - MILITARY PERSONNEL, MARINE CORPS	10,816,679	9,408,258	9,334,816

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		RESERVE PERSONNEL, MARINE CORPS			
		RESERVE COMPONENT TRAINING AND SUPPORT			
1108N	10	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48)	131,125	142,551	153,729
1108N	20	PAY GROUP B TRAINING (BACKFILL FOR ACT DUTY)	16,205	23,406	35,186
1108N	30	PAY GROUP F TRAINING (RECRUITS)	79,394	86,817	89,381
1108N	40	PAY GROUP P TRAINING (PIPELINE RECRUITS)	14	5	
1108N	45	DEFENSE HEALTH PROGRAM ACCRUAL (UNIT & INDIVIDUAL TRAINING)	118,590		
		TOTAL BUDGET ACTIVITY 01:	345,328		278,296
1108N	60	MOBILIZATION TRAINING	1,042	2,623	2,715
1108N	70	SCHOOL TRAINING	14,960	13,449	15,591
1108N	80	SPECIAL TRAINING	38,484	37,606	48,785
1108N	90	ADMINISTRATION AND SUPPORT	158,276	162,616	168,228
1108N	95	PLATOON LEADER CLASS	15,367	12,708	12,892
1108N	100	EDUCATION BENEFITS	16,539	28,664	24,351
1108N	125	DEFENSE HEALTH PROGRAM ACCRUAL (ADMIN & SUPPORT)	11,831		
		TOTAL BUDGET ACTIVITY 01:		510,445	
		TOTAL BUDGET ACTIVITY 02:	256,499		272,562
		TOTAL DIRECT - RESERVE PERSONNEL, MARINE CORPS	601,827	510,445	550,858
		TOTAL DIRECT - MARINE CORPS MILITARY PERSONNEL APPROPRIATIONS	11,418,506	9,918,703	9,885,674
		MEDICARE-ELIGIBLE RETIREE HEALTH FUND CONTRIBUTION ACCOUNTS:			
1001N	300	MARINE CORPS		981,905	1,050,586
1003N	300	RESERVE PERSONNEL, MARINE CORPS		136,589	144,647
		GRAND TOTAL DIRECT - MARINE CORPS MILITARY PERSONNEL COSTS	11,418,506	11,037,197	11,080,907

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		MILITARY PERSONNEL, AIR FORCE			
		ACTIVITY 01: PAY AND ALLOWANCES OF OFFICERS			
3500F	5	BASIC PAY	4,545,182	4,538,264	4,400,999
3500F	6	ARMY SECURITY	5,091		
3500F	10	RETIRED PAY ACCRUAL	1,222,821	1,183,482	1,161,030
3500F	15	DEFENSE HEALTH PROGRAM ACCRUAL	393,788		
3500F	25	BASIC ALLOWANCE FOR HOUSING	1,095,884	1,060,176	1,045,115
3500F	30	BASIC ALLOWANCE FOR SUBSISTENCE	168,341	168,030	163,045
3500F	35	INCENTIVE PAYS	348,208	309,109	297,388
3500F	40	SPECIAL PAYS	244,259	255,377	222,322
3500F	45	ALLOWANCES	150,045	103,404	99,021
3500F	50	SEPARATION PAY	61,612	69,175	63,194
3500F	55	SOCIAL SECURITY TAX	345,197	344,739	334,906
		TOTAL BUDGET ACTIVITY 01:	8,580,428	8,031,756	7,787,020
		ACTIVITY 02: PAY AND ALLOWANCES OF ENLISTED			
3500F	60	BASIC PAY	8,166,519	8,013,646	7,837,974
3500F	61	ARMY SECURITY	59,480		
3500F	65	RETIRED PAY ACCRUAL	2,195,711	2,062,760	2,056,123
3500F	70	DEFENSE HEALTH PROGRAM ACCRUAL	1,561,963		
3500F	80	BASIC ALLOWANCE FOR HOUSING	2,289,578	1,944,987	1,934,212
3500F	85	INCENTIVE PAYS	34,277	34,034	34,304
3500F	90	SPECIAL PAYS	364,093	323,618	313,765
3500F	95	ALLOWANCES	659,968	557,957	565,007
3500F	100	SEPARATION PAY	163,201	137,684	147,903
3500F	105	SOCIAL SECURITY TAX	627,003	613,044	599,605
		TOTAL BUDGET ACTIVITY 02:	16,121,793	13,687,730	13,488,893
		ACTIVITY 03: PAY AND ALLOWANCES OF CADETS/MIDSHIPMEN			
3500F	110	ACADEMY CADETS	53,011	55,056	57,971
		TOTAL BUDGET ACTIVITY 03:	53,011	55,056	57,971
		ACTIVITY 04: SUBSISTENCE OF ENLISTED PERSONNEL			
3500F	115	BASIC ALLOWANCE FOR SUBSISTENCE	840,777	787,710	782,617
3500F	120	SUBSISTENCE-IN-KIND	211,486	145,538	151,011
3500F	121	FAMILY SUBSISTENCE SUPPLEMENTAL ALLOWANCE	1,254	1,254	1,254
		TOTAL BUDGET ACTIVITY 04:	1,053,517	934,502	934,882

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		MILITARY PERSONNEL, AIR FORCE			
		ACTIVITY 05: PERMANENT CHANGE OF STATION TRAVEL			
3500F	125	ACCESSION TRAVEL	58,959	80,017	75,318
3500F	130	TRAINING TRAVEL	85,300	95,149	97,386
3500F	135	OPERATIONAL TRAVEL	176,502	174,595	158,472
3500F	140	ROTATIONAL TRAVEL	495,927	500,872	515,190
3500F	145	SEPARATION TRAVEL	126,095	117,801	159,474
3500F	150	TRAVEL OF ORGANIZED UNITS	7,817	7,406	4,069
3500F	155	NON-TEMPORARY STORAGE	26,581	25,909	27,800
3500F	160	TEMPORARY LODGING EXPENSE	38,331	36,521	36,100
		TOTAL BUDGET ACTIVITY 05:	1,015,512	1,038,270	1,073,809
		ACTIVITY 06: OTHER MILITARY PERSONNEL COSTS			
3500F	170	APPREHENSION OF MILITARY DESERTERS	100	100	100
3500F	175	INTEREST ON UNIFORMED SERVICES SAVINGS	595	671	671
3500F	180	DEATH GRATUITIES	23,985	6,040	3,101
3500F	185	UNEMPLOYMENT BENEFITS	60,175	49,099	47,792
3500F	190	SURVIVOR BENEFITS	2,198	1,317	1,222
3500F	195	EDUCATION BENEFITS	4,142	1,882	1,882
3500F	200	ADOPTION EXPENSES	600	582	582
3500F	210	TRANSPORTATION SUBSIDY	4,201	3,815	3,803
3500F	215	PARTIAL DISLOCATION ALLOWANCE	5,439	6,985	7,786
3500F	216	EXTRA HAZARD REIMBURSE FOR SGLI	24,632		
3500F	217	RESERVE OFFICERS TRAINING CORPS (ROTC)		41,979	44,657
3500F	218	JUNIOR ROTC		18,379	20,095
		TOTAL BUDGET ACTIVITY 06:	126,067	130,849	131,691
3500F	220	LESS REIMBURSABLES	(381,532)	(313,043)	(319,400)
		TOTAL DIRECT - MILITARY PERSONNEL, AIR FORCE	26,568,796	23,565,120	23,154,866

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APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		RESERVE PERSONNEL, AIR FORCE			
		RESERVE COMPONENT TRAINING AND SUPPORT			
3700F	10	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48)	515,203	560,729	585,006
3700F	20	PAY GROUP B TRAINING (BACKFILL FOR ACT DUTY)	104,251	112,039	115,702
3700F	30	PAY GROUP F TRAINING (RECRUITS)	33,680	54,771	55,331
3700F	40	PAY GROUP P TRAINING (PIPELINE RECRUITS)	48	97	100
3700F	45	DEFENSE HEALTH PROGRAM ACCRUAL (UNIT & INDIVIDUAL TRAINING)	230,764		
		TOTAL BUDGET ACTIVITY 01:	883,946		756,139
3700F	60	MOBILIZATION TRAINING	350	1,800	1,800
3700F	70	SCHOOL TRAINING	109,786	108,264	110,222
3700F	80	SPECIAL TRAINING	118,837	127,237	122,687
3700F	90	ADMINISTRATION AND SUPPORT	177,228	209,905	246,869
3700F	100	EDUCATION BENEFITS	10,800	56,415	55,733
3700F	110	ROTC - SENIOR, JUNIOR	66,542		
3700F	120	HEALTH PROFESSION SCHOLARSHIP	27,700	28,963	29,387
3700F	125	DEFENSE HEALTH PROGRAM ACCRUAL (ADMIN & SUPPORT)	9,554		
3700F	130	OTHER PROGRAMS (ADMIN & SUPPORT)	17,262	25,474	35,491
		TOTAL BUDGET ACTIVITY 01:		1,285,694	
		TOTAL BUDGET ACTIVITY 02:	538,059		602,189
		TOTAL DIRECT - RESERVE PERSONNEL, AIR FORCE	1,422,005	1,285,694	1,358,328

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FY 2007 President's Budget

APPROP	ID		(DOLLARS IN THOUSANDS)		
			<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
		NATIONAL GUARD PERSONNEL, AIR FORCE			
		RESERVE COMPONENT TRAINING AND SUPPORT			
3850F	10	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48)	766,991	816,030	901,071
3850F	30	PAY GROUP F TRAINING (RECRUITS)	54,851	67,061	72,665
3850F	40	PAY GROUP P TRAINING (PIPELINE RECRUITS)	12,626	4,547	455
3850F	45	DEFENSE HEALTH PROGRAM ACCRUAL (UNIT & INDIVIDUAL TRAINING)	295,577		
		TOTAL BUDGET ACTIVITY 01:	1,130,045		974,191
3850F	70	SCHOOL TRAINING	169,226	142,144	141,790
3850F	80	SPECIAL TRAINING	237,206	134,505	80,353
3850F	90	ADMINISTRATION AND SUPPORT	962,963	1,075,970	1,137,353
3850F	100	EDUCATION BENEFITS	36,491	74,051	66,043
3850F	125	DEFENSE HEALTH PROGRAM ACCRUAL (UNIT & INDIVIDUAL TRAINING)	63,535		
		TOTAL BUDGET ACTIVITY 01:		2,314,308	
		TOTAL BUDGET ACTIVITY 02:	1,469,421		1,425,539
		TOTAL DIRECT - NATIONAL GUARD PERSONNEL, AIR FORCE	2,599,466	2,314,308	2,399,730
		TOTAL DIRECT - AIR FORCE MILITARY PERSONNEL APPROPRIATIONS	30,590,267	27,165,122	26,912,924
		MEDICARE-ELIGIBLE RETIREE HEALTH FUND CONTRIBUTION ACCOUNTS:			
1007F	300	AIR FORCE		2,032,519	2,058,270
1008F	300	RESERVE PERSONNEL, AIR FORCE		254,333	268,104
1009F	300	NATIONAL GUARD PERSONNEL, AIR FORCE		385,869	409,546
		GRAND TOTAL DIRECT - AIR FORCE MILITARY PERSONNEL COSTS	30,590,267	29,837,843	29,648,844

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ID	MILITARY PERSONNEL, GRAND TOTAL	(DOLLARS IN THOUSANDS)		
		<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
	ACTIVITY 01: PAY AND ALLOWANCES OF OFFICERS			
5	BASIC PAY	14,535,167	14,120,277	13,569,043
6	ARMY SECURITY	5,091		
10	RETIRED PAY ACCRUAL	3,952,810	3,723,173	3,593,366
15	DEFENSE HEALTH PROGRAM ACCRUAL	1,181,726		
25	BASIC ALLOWANCE FOR HOUSING	3,766,637	3,719,598	3,621,510
30	BASIC ALLOWANCE FOR SUBSISTENCE	545,527	526,394	505,921
35	INCENTIVE PAYS	674,750	636,402	619,975
40	SPECIAL PAYS	900,107	842,003	803,057
45	ALLOWANCES	580,156	378,032	360,831
50	SEPARATION PAY	149,648	214,262	178,310
55	SOCIAL SECURITY TAX	1,101,721	1,071,143	1,033,012
	TOTAL BUDGET ACTIVITY 01:	27,393,340	25,231,284	24,285,025
	ACTIVITY 02: PAY AND ALLOWANCES OF ENLISTED			
60	BASIC PAY	33,550,683	30,998,371	30,043,333
61	ARMY SECURITY	59,480		
65	RETIRED PAY ACCRUAL	9,162,177	8,150,212	7,937,316
70	DEFENSE HEALTH PROGRAM ACCRUAL	6,122,843		
80	BASIC ALLOWANCE FOR HOUSING	9,935,160	8,661,539	8,610,704
85	INCENTIVE PAYS	228,715	250,437	238,420
90	SPECIAL PAYS	2,928,406	2,299,401	1,969,390
95	ALLOWANCES	2,689,777	2,040,263	1,962,685
100	SEPARATION PAY	719,752	733,029	728,305
105	SOCIAL SECURITY TAX	2,561,269	2,355,779	2,292,627
	TOTAL BUDGET ACTIVITY 02:	67,958,262	55,489,031	53,782,780
	ACTIVITY 03: PAY AND ALLOWANCES OF CADETS/MIDSHIPMEN			
110	ACADEMY CADETS	160,172	164,798	170,201
	TOTAL BUDGET ACTIVITY 03:	160,172	164,798	170,201
	ACTIVITY 04: SUBSISTENCE OF ENLISTED PERSONNEL			
115	BASIC ALLOWANCE FOR SUBSISTENCE	3,108,635	2,518,883	2,556,612
120	SUBSISTENCE-IN-KIND	2,487,228	1,539,923	1,334,928
121	FAMILY SUBSISTENCE SUPPLEMENTAL ALLOWANCE	2,960	5,689	5,792
	TOTAL BUDGET ACTIVITY 04:	5,598,823	4,064,495	3,897,332

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FY 2007 President's Budget

ID		(DOLLARS IN THOUSANDS)		
		<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
	MILITARY PERSONNEL, GRAND TOTAL			
	ACTIVITY 05: PERMANENT CHANGE OF STATION TRAVEL			
125	ACCESSION TRAVEL	257,032	387,979	379,682
130	TRAINING TRAVEL	235,973	211,912	234,638
135	OPERATIONAL TRAVEL	786,941	792,835	581,367
140	ROTATIONAL TRAVEL	1,306,417	1,369,749	1,282,823
145	SEPARATION TRAVEL	406,687	437,012	476,669
150	TRAVEL OF ORGANIZED UNITS	71,065	38,276	29,054
155	NON-TEMPORARY STORAGE	63,272	78,961	82,164
160	TEMPORARY LODGING EXPENSE	88,828	78,923	78,881
165	OTHER	6,091	8,477	8,796
	TOTAL BUDGET ACTIVITY 05:	3,222,306	3,404,124	3,154,074
	ACTIVITY 06: OTHER MILITARY PERSONNEL COSTS			
170	APPREHENSION OF MILITARY DESERTERS	4,645	3,845	3,900
175	INTEREST ON UNIFORMED SERVICES SAVINGS	11,538	1,487	1,402
180	DEATH GRATUITIES	596,032	292,418	15,406
185	UNEMPLOYMENT BENEFITS	422,597	376,593	323,567
190	SURVIVOR BENEFITS	11,023	7,169	6,640
195	EDUCATION BENEFITS	9,581	9,232	10,134
200	ADOPTION EXPENSES	1,401	1,630	2,037
210	TRANSPORTATION SUBSIDY	16,021	14,115	13,966
215	PARTIAL DISLOCATION ALLOWANCE	7,919	11,575	11,989
216	SGLI EXTRA HAZARD PAYMENTS	126,579	168,341	
217	RESERVE OFFICERS TRAINING CORPS (ROTC)		144,577	149,772
218	JUNIOR ROTC		64,963	67,904
	TOTAL BUDGET ACTIVITY 06:	1,207,336	1,095,945	606,717
220	LESS REIMBURSABLES	(1,021,255)	(968,075)	(1,023,533)
	TOTAL DIRECT - ACTIVE	104,518,984	88,481,602	84,872,596
300	MEDICARE-ELIGIBLE RETIREE HEALTH FUND CONTRIBUTION		7,770,475	8,074,231
	GRAND TOTAL DIRECT - ACTIVE PERSONNEL COSTS	104,518,984	96,252,077	92,946,827

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ID	RESERVE PERSONNEL, GRAND TOTAL	(DOLLARS IN THOUSANDS)		
		<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
	RESERVE COMPONENT TRAINING AND SUPPORT			
10	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48)	2,189,842	2,193,538	2,467,719
20	PAY GROUP B TRAINING (BACKFILL FOR ACT DUTY)	158,216	191,700	187,535
30	PAY GROUP F TRAINING (RECRUITS)	272,927	325,776	338,320
40	PAY GROUP P TRAINING (PIPELINE RECRUITS)	1,831	437	100
45	DEFENSE HEALTH PROGRAM ACCRUAL (UNIT & INDIVIDUAL TRAINING)	1,128,485		
	TOTAL BUDGET ACTIVITY 01:	3,751,301		2,993,674
60	MOBILIZATION TRAINING	15,360	30,425	34,059
70	SCHOOL TRAINING	267,837	335,172	350,417
80	SPECIAL TRAINING	429,266	396,810	404,555
90	ADMINISTRATION AND SUPPORT	2,749,258	2,923,410	2,925,449
95	PLATOON LEADER CLASS	15,367	12,708	12,892
100	EDUCATION BENEFITS	71,918	218,215	214,001
110	ROTC - SENIOR, JUNIOR, SCHOLARSHIP	199,414		
120	HEALTH PROFESSION SCHOLARSHIP	86,781	95,428	97,139
125	DEFENSE HEALTH PROGRAM ACCRUAL (ADMIN & SUPPORT)	175,806		
130	OTHER PROGRAMS	66,422	68,949	60,623
	TOTAL BUDGET ACTIVITY 01:		6,792,568	
	TOTAL BUDGET ACTIVITY 02:	4,077,429		4,099,135
	TOTAL DIRECT - RESERVE	7,828,730	6,792,568	7,092,809
300	MEDICARE-ELIGIBLE RETIREE HEALTH FUND CONTRIBUTION		1,399,645	1,442,124
	GRAND TOTAL DIRECT - RESERVE PERSONNEL COSTS	7,828,730	8,192,213	8,534,933