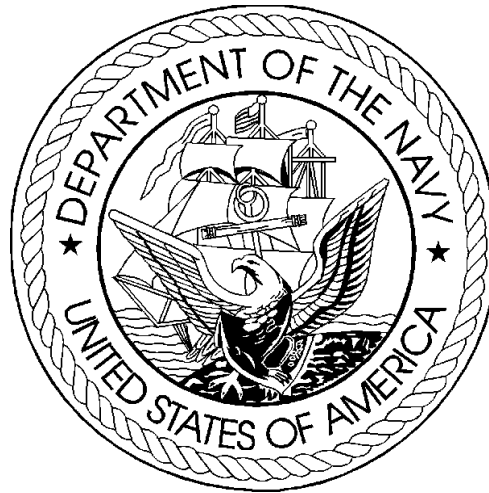


DEPARTMENT OF THE NAVY
FY 1999 AMENDED BUDGET ESTIMATES



JUSTIFICATION OF ESTIMATES
FEBRUARY 1998

OPERATION AND MAINTENANCE,
MARINE CORPS RESERVE

Department of the Navy
Operation and Maintenance, Marine Corps Reserve
FY 1999 Budget Estimate
Exhibit OP-5

INTRODUCTORY STATEMENT

Operating Forces: This budget activity includes five sub-activity groups: Operating Forces (MARFORRES), Depot Maintenance, Base Support, Training Support and Real Property Maintenance. Operating Forces funding supports costs such as travel associated with inspections, planning of exercises and annual training duty support and postage at MARFORRES. Depot Maintenance funding provides funds for depot level maintenance of equipment used by Marine Corps Reserve Units except for aircraft and related equipment rework. Base Support funds the costs of financial and military/civilian manpower management, automatic data processing support printing and reproduction services uniform alterations, travel operation, purchase of collateral equipment (office equipment), other local administrative support, and cost of organic supply operations. Base support also includes costs to operate and maintain Marine Reserve Training Centers, Marine Corps Reserve spaces in joint facilities, and MARFORRES. Training funds supports Marine Reserve Force unit training requirements. Real Property Maintenance (MRP) funds ensure adequate maintenance support, facilities, and equipment are provided to the Operating Forces to sustain the Marine Corps mission.

Administration and Servicewide Activities: This budget activity has five sub-activity groups: Special Support, Servicewide Transportation, Administration, Other Base Support, and Recruiting and Advertising. Special Support funds for all ancillary support from the Defense Finance and Accounting Services, and Defense Information Services Agency. Servicewide Transportation funds for operation of transportation of things (TOT) for the Marine Corps Reserve. Administration funds for operation of the Marine Corps Reserve Support Command. Other Base Support costs fund the Marine Corps marksmanship program, simulator support costs, ADP support at HQMC, GSA lease payments, systems support administered by the Marine Corps System Command, and Civilian Personnel at HQMC. Recruiting and Advertising funds for the operation and maintenance of Marine Corps Reserve Recruiting.

Department of the Navy
Operation and Maintenance, Marine Corps Reserve
FY 1999 Budget Estimate
Exhibit OP-5

Section I Description of Operations Financed

This Budget Activity supports the day-to-day operations of the Marine Corps Reserve Forces and the Marine Force Reserve (MARFORRES) headquarters located in New Orleans, LA. This budget activity contains the following sub-activity groups.

Operating Forces: This sub-activity group provides funds for the day-to-day cost of training and supporting the Marine Reserve Forces. This program includes funding of material readiness, purchase and replacement of expense type items authorized by unit training allowances, local repair of equipment between depot maintenance activities and training centers, and mount-out materials for training and preparation for mobilization.

Depot Maintenance: Maintenance of Marine Corps Reserve major end items of equipment is accomplished on a scheduled basis by the depot maintenance activities at the Marine Corps Logistics Base, Albany, Georgia and Marine Corps Logistics Base, Barstow, California. Depot repair and rebuild has proven to be an effective program whereby major end items of equipment can be sustained and operated for their maximum useful life. The requested funding is required to insure that major end items are available to meet unit training and mobilization requirements. Items programmed for repair have been screened to insure that valid requirements exist and that Repair and Rebuild is the most effective means of satisfying the requirement.

Base Support: Base Operations funding provides the administrative services and support for civilian personnel in support of the Base Support services for the Marine Forces Reserves. Base Support also funds for utilities, janitorial services, public affairs, MWR support, postage, base communications and, environmental compliances costs. This funding supports operations of Marine Reserve Training Centers, Marine Corps Reserve spaces in joint facilities, and MARFORRES.

Training: This sub-activity group supports exercises, weekend training, both at and away from Reserve training centers, annual training duty, Mobilization Operational Readiness Deployment Tests (MORDT's), and individual training through formal schools, civilian institutions, and mobile training teams. The program includes transportation and travel costs for exercises, inspections, training aides, training directives, operation costs of equipment used in training, officer and enlisted billeting fees at training sites, and hire of commercial vehicles to support operations.

Maintenance of Real Property (MRP): MRP provides the maintenance funding required by the Marine Reserve Forces including environmental compliance maintenance costs and minor construction of MARFORRES facilities. This funding also supports maintenance of Marine Reserve Training Centers and Marine Corps Reserve spaces in joint facilities.

Section II Force Structure Summary

This Budget Activity provides the funds to assure accomplishment of the Marine Corps Reserve mission to provide trained units to selectively augment and reinforce the active forces, provide a Marine Expeditionary Brigade (MEB) Headquarters, or, if augmentation/reinforcement is not ordered, provide a Fourth Marine Division, Fourth Marine Aircraft Wing, and a Fourth Force Service Support Group.

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

III. Financial Summary (\$ in Thousands):

A. Sub-Activity Group Total

	<u>FY 1997</u> <u>Actuals</u>	<u>Budget</u> <u>Request</u>	<u>FY 1998</u> <u>Approp-</u> <u>riated</u>	<u>Current</u> <u>Estimate</u>	<u>FY 1999</u> <u>Estimate</u>
1A1A Operating Forces	35,784	30,174	33,174	33,186	33,823
1A3A Depot Maintenance	2,923	2,555	2,555	2,555	2,821
1A4A Base Support	14,961	16,309	16,309	16,311	16,272
1A5A Training Support	19,210	14,559	17,559	17,550	14,435
1A8A Real Property Maintenance	5,615	6,898	6,898	6,893	6,976

B. Reconciliation Summary:

	<u>Change</u> <u>FY 1998/1998</u>	<u>Change</u> <u>FY 1998/1999</u>
Baseline Funding	70,495	76,495
Congressional - Distributed	6,000	0
Congressional - Undistributed	0	0
Technical Adjustments	0	0
Price Change	0	1,226
Functional Transfers	0	0
Program Changes	0	-3,394
Current Estimate	76,495	74,327

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

C. Reconciliation of Increases and Decreases

1. FY 1998 President's Budget	70,495
2. Congressional Action (Distributed)	6,000
a) Initial Issue	3,000
b) M1A1 Tank Training	3,000
3. Program Growth in FY 1998	1,871
a) Increase provides for supplies and materials associated with cleaning of common areas.	85
b) Increase provides for contractual services of base support operations for 191 Marine Corps Reserve sites. (Baseline: \$1,206)	293
c) Increase for contractual officer and enlisted billeting fees at Marine Forces Reserve training sites. (Baseline: Training: \$19,210)	245
d) Increase for supplies and materials associated with additional unit training and operational cost of equipment used in training. (Baseline: \$5,472)	340
e) Increase of 1.5 percent in Marine Corps contribution to the Civil Service Retirement System (CSRS) as directed by the Balanced Budget Act of 1997. (Issue 65340)	20
f) Increase in replenishment and replacement of mount-out materials for training and preparation for mobilization. (Baseline: Op Forces: \$35,784)	550
g) Increase provides operational support for the Marine Corps Reserve Readiness Support Program.	338
4. Program Decreases in FY 1998	-1,871
a) Decrease of 0.7 percent in Marine Corps contribution for the Federal Employee Retirement System (FERS) as directed by the Balanced Budget Act of 1997. (Issue 65341)	-20
b) Reduction in Marine Corps Reserve Operating Forces support costs in accordance with the Quadrennial Defense Review (QDR) direction.	-1,851
5. FY 1998 Current Estimate	76,495
6. Price Growth	1,226
7. Program Growth in FY 1999	4,682
a) Funding increase supports the Post Deployment Software Support (PDSS) associated with the ATLASS program.	963
b) Increase for additional travel requirements associated with Training support. (Baseline: \$5,693)	40
c) Increase for Environmental compliance costs associated with Federally mandated projects. (Baseline: 5,613)	172
d) Increase in funding is associated with the fielding of new equipment releases to Reserve units. The increase is supports the following systems: Contingency Theatre Automated Planning System, Air Defense Command Platform, AN/MRC-142 PIP, Tactical Combat Operation Systems, Defense Message System, AN/TPQ-36 Firefinder Radar Unit, Third Echelon Test Set, Tactical Data network, Third Echelon Test Sets. (Baseline: \$ 963)	419
e) Increase for Initial Issue purchases of Equipment to support Reserve infantrymen. (Baseline: \$9,004)	3,000

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

C. Reconciliation of Increases and Decreases

f) Increase in maintenance requirements due to increased number of major end-items owned by the Reserves. (Baseline: \$ 2,555)	88	
8. One-Time FY 1998 Costs		-6,507
a) Decrease in supplies and materials associated with Operating Forces. (Baseline: Op Forces: \$33,186)	-507	
b) Decrease in Training due to one-time cost for M1A1 tank training.	-3,000	
c) Decrease in Operating Forces due to one-time cost for Initial Issue.	-3,000	
9. Program Decreases in FY 1999		-1,569
a) Decrease in supplies, equipment and contracts for support of normal day-to-day operations of 191 Reserve sites. (Baseline: \$2,161)	-188	
b) Reduction in Marine Corps Reserve Operating Forces support costs in accordance with the Quadrennial Defense Review (QDR) direction.	-1,381	
10. FY 1999 Current Estimate		74,327

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

IV. Performance Criteria

	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>
A. 1. Special Interest Category Totals (\$000)			
Other Base Support	10,896	9,412	9,127
Base Communications	1,018	1,033	1,050
MWR	247	253	220
Environmental	2,800	5,613	5,875
Maintenance of Real Property	5,615	6,893	6,976
2. 4 th Marine Division/4th Force	269	269	269
Services Support Group Units/Det			
Reserve Training Sites	161	161	161
3. 4 th Marine Aircraft Wing			
Units/Dets	113	113	113
Reserve Training sites	30	30	30
4. IMA Detachments	51	51	51
(Individual Mobilization			
Augmentee)			
5. Equipment to be Maintained (#s of)			
Motor Transport	7,434	7,804	7,895
Comm/Elec & Electronics	62,863	67,808	67,849
Ordnance	87,281	87,328	90,917
Engineer	8,692	9,496	9,515
6. POL Consumption			
MOGAS Unleaded (000 gals)	18	23	24
Diesel (000 gals)	32	36	37

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

IV. Performance Criteria

	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>
7. Operation of Utilities (\$000)	4,561	4,629	4,703
Electricity (MWH)	26,799	26,899	26,979
Heating (MBTU)	41,554	41,660	41,964
Potable Water (000 gals)	72,113	72,210	72,363
Sewage (000 gals)	29,500	29,500	29,800
8. Other Engineering Support (\$000)	3,220	1,817	1,859
Refuse Collectable/Disposable (000 cu yards)	116	116	116
Custodial (000 Sq ft)	1,751	1,751	1,751
9. Administration			
Supplies & Materials (\$000)	1,460	1,482	1,496
Base Comm (\$000)	1,018	1,033	1,050
Civilian Payroll (\$000)	656	719	741
10. Environmental (\$000)	2,800	5,613	5,875
Class I Projects #s	6	61	64
11. POL Consumption (\$000)	404	445	441
Other (000 gals)	13	13	13
12. Depot Maintenance (\$000)	2,923	2,555	2,821
13. MRP (\$000)	4,305	5,441	5,250

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

IV. Performance Criteria

	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>
14. Minor Construction (\$000)	1,310	1,452	1,726
15. BMAR (\$000)	2,500	7,620	7,560
		<u>Total Cost</u>	<u>Un-funded Cost</u>
Total Principle End Items	FY 97	2,953	1,263
	FY 98	2,555	1,463
	FY 99	2,851	1,249
Total Reserve Maintenance	FY 97	2,953	1,263
	FY 98	2,555	1,463
	FY 99	2,851	1,249

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

V. Personnel Summaries

	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 1998/1999</u>
A. <u>End Strength (E/S)</u>				
<u>Active Military (Prgm 5)</u>	4,612	4,513	4,513	0
Officer	540	515	515	0
Enlisted	4,072	3,998	3,998	0
<u>Reserve Military</u>	41,997	40,855	40,018	-837
Officer	4,743	4,211	4,153	-58
Enlisted	37,254	36,644	35,865	-779
<u>Civilian</u>				
USDH	40	41	41	0
B. <u>Workyears (W/Y)</u>				
<u>Active Military</u>	4,562	4,668	4,668	0
Officer	533	535	534	-1
Enlisted	4,029	4,133	4,134	1
<u>Reserve Military</u>	41,744	41,366	40,739	-627
Officer	4,776	4,348	4,180	-168
Enlisted	36,968	37,018	36,559	-459
<u>Civilian</u>				
USDH	40	41	41	0

Department of the Navy
Operation and Maintenance, Marine Corps Reserve
FY 1999 Budget Estimate
Exhibit OP-5

Section I Description of Operations Financed

This Budget Activity supports the Marine Force Reserve and contains the following sub-activity groups:

Special Support: This sub-activity group finances all ancillary support provided to the Marine Reserve Forces by the Department of Defense Information Services Agency (DISA) and the Defense Finance Accounting System (DFAS).

Servicewide Transportation: The resources in this sub-activity group provide for Transportation of Things (TOT) in support of the Marine Force Reserve and unit training requirements.

Administration: This sub-activity group provides funding for the administrative and civilian personnel support for the Marine Corps Reserve Support Command and the Marine Corps Support Activity in Kansas City, MO. at Richards Gebaur Air Force Base. This funding provides for supplies and materials for daily operations, civilian personnel, Reserve specific automated data processing, and Selected Marine Corps Reserve and Inactive Ready Reserve administration.

Other Base Support: Funding provides the administrative services and support for civilian personnel in support of the Marine Reserve Force at Headquarters, U.S. Marine Corps (HQMC). This sub-activity group also funds for travel and training for HQMC personnel, ADP support for HQMC, and training systems managed by the Marine Corps Systems Command.

Recruiting and Advertising: The resources in this sub-activity group support the total force recruiting and advertising effort. The Marine Corps Total Force recruiting program tasks recruiters to procure accessions for both regular and reserve forces.

Section II Force Structure Summary

This Budget Activity provides the funds for the operation of the Marine Corps Reserve Support Command, Overland Park, Kansas and the civilian personnel supporting the Marine Corps Support Activity, Kansas City, Missouri. This budget activity also funds the Reserve Recruiting and Advertising program, all Servicewide Transportation costs, all Department of Defense ancillary support, and simulator system support costs for the Marine Force Reserve. In FY97 Service-wide Transportation (4A3G), Transportation of Things (TOT) funds were executed under Training (1A5A) to properly reflect mission costs under the Operating Forces budget activity.

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

III. Financial Summary (\$ in Thousands):

A. Sub-Activity Group Total

	<u>FY 1997</u> <u>Actuals</u>	<u>Budget</u> <u>Request</u>	<u>FY 1998</u> <u>Approp-</u> <u>riated</u>	<u>Current</u> <u>Estimate</u>	<u>FY 1999</u> <u>Estimate</u>
4A2G Special Support	10,101	11,199	11,199	11,199	11,080
4A3G Servicewide Transportation	499	5,161	5,161	5,161	4,714
4A4G Administration	6,801	7,039	7,039	7,051	8,763
4A5G Base Support	5,980	8,746	8,746	8,737	7,789
4A6G Recruiting and Advertising	7,838	7,726	7,726	7,624	7,920

B. Reconciliation Summary:

	<u>Change</u> <u>FY 1998/1998</u>	<u>Change</u> <u>FY 1998/1999</u>
Baseline Funding	39,871	39,772
Congressional - Distributed	0	0
Congressional - Undistributed	-99	0
Technical Adjustments	0	0
Price Change	0	784
Functional Transfers	0	0
Program Changes	0	-290
Current Estimate	39,772	40,266

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

C. Reconciliation of Increases and Decreases

1. FY 1998 President's Budget		39,871
2. Congressional Action (Undistributed)		-99
a) Contract Advisory and Assistance Services (CAAS) Savings	-99	
3. Program Growth in FY 1998		12
a) Increase of 1.5 percent in Marine Corps contribution to the Civil Service Retirement System (CSRS) as directed by the Balanced Budget Act of 1997. (Issue 65340)	12	
4. Program Decreases in FY 1998		-12
a) Decrease of 0.7 percent in Marine Corps contribution for the Federal Employee Retirement System (FERS) as directed by the Balanced Budget Act of 1997. (Issue 65341)	-12	
5. FY 1998 Current Estimate		39,772
6. Price Growth		784
7. Program Growth in FY 1999		1,874
a) Increase for automated data processing cost implemented by DISA-information (Baseline: 2,399)	145	
b) Increase in administrative costs associated with Non-Prior Service (NPS) enlisted applicant processing.	96	
c) Increase in recruiting travel. (Baseline: 4,029)	78	
d) Increase to support the Marine Corps consolidation of four commands at Richards-Gebaur Memorial Airport(RGMA). The increase is for data communications requirements, telecommunications equipment and engineering support services. (Baseline: Administration: \$7,051)	1,555	
8. Program Decreases in FY 1999		-2,164
a) Decrease associated with DFAS services (Baseline: 8,800)	-517	
b) Decrease for the Reserve Network (R-NET) O&M tails (Baseline: 6,080)	-1,092	
c) Decreased transportation requirements. (Baseline: 5,161)	-555	
9. FY 1999 Current Estimate		40,266

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

IV. Performance Criteria

	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>
A. 1. Special Interest (\$000)			
Base Communications	179	166	131
MWR	40	40	0
Base Support	5,845	8,612	7,686
Reserve Network	4,780	6,080	4,988
Advertising	2,748	2,781	2,828
Recruiting	5,090	4,843	5,092
2. Estimated DFAS Billing (\$000)	8,800	8,800	8,800
Estimated DISA Billing (\$000)	1,301	2,399	2,280

Department of the Navy
 Operation and Maintenance, Marine Corps Reserve
 FY 1999 Budget Estimate
 Exhibit OP-5

V. Personnel Summaries

	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 1998/1999</u>
A. <u>End Strength (E/S)</u>				
<u>Active Reserve Military</u>	2,489	2,494	2,362	-132
Officer	404	394	376	-18
Enlisted	2,085	2,100	1,986	-114
<u>Civilian</u>				
USDH	117	120	120	0
B. <u>Workyears (W/Y)</u>				
<u>Active Reserve Military</u>	2,536	2,495	2,455	-23
Officer	407	389	385	-4
Enlisted	2,129	2,106	2,070	-36
<u>Civilian</u>				
USDH	119	120	120	0