

# ***Headquarters U.S. Air Force***

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*Integrity - Service - Excellence*

## ***FY08 President's Budget*** ***“We Are America's Airmen”***



**Maj Gen Frank Faykes**  
**Director, Air Force Budget**  
**5 Feb 07**

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# ***FY08 President's Budget***

## ***■ Your Air Force Today***

### ***■ Fiscal Challenges***

### ***■ FY08 President's Budget***

#### ***■ Baseline Budget***

#### ***■ Global War on Terror Request***

***The United States Air Force in the 21st Century:  
Ensuring Global Air, Space and Cyberspace Dominance***



# AF Leadership Priorities



- *Fighting and Winning the Global War on Terror*
- *Developing and Caring for Airmen and Their Families*
- *Recapitalizing and Modernizing Aging Aircraft and Spacecraft*

***Maintaining America's Edge in the 21st Century***



# Global Engagement for Combatant Commanders

**53% of Active Duty and 40% of Total Force  
“on line” for COCOM Operations  
213K Airmen Engaged Every Day**

## Global Support

**130,000**

Strategic Mobility Forces  
Space and Missile Forces  
Homeland Defense  
Persistent C4ISR



## Steady State Rotational Support

**22,000**

NORTHCOM,  
SOUTHCOM, EUCOM,  
PACOM, **CENTCOM**  
(Operating at 16 Bases and  
Flying Aircraft at 10)



## Forward Based

**61,000**

Pacific Air Forces  
US Air Forces Europe



**25K Airmen Deployed in CENTCOM Today—Exceeding Steady State**





# Fighting the War on Terror AF Activities Since 9/11

**430,000 sorties flown in Afghanistan and Iraq in support of GWOT**

- AF flies 82% of all OIF sorties and 78% of all OEF sorties
- 86,000 Close Air Support sorties
- 800 Strike sorties in the past 6 months
- 200 total sorties per day

**250+ aircraft provide:**

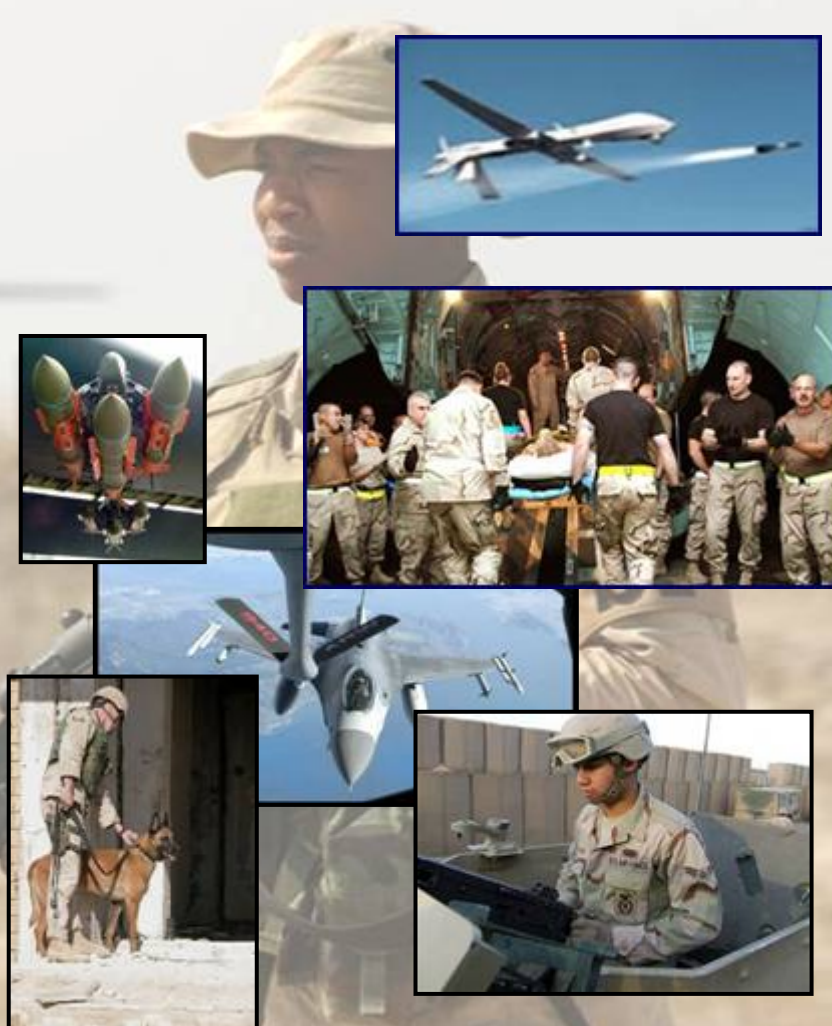
- Inter/Intra-Theater Airlift
- Refueling and C4ISR
- 18,000 Aeromedical Evacuation missions

**38,000 guided and non-guided munitions expended to date**

- Fired ~650,000 rounds

**7,700 Airmen committed to non-traditional taskings**

- Detainee Operations, Interpreters, Convoy Operations, Explosive Ordnance Disposal and Police Training



***AEF Over-Commitment is Stressing Readiness***



# Your Air Force

## Other Operations at Home and Abroad

### HOMELAND DEFENSE

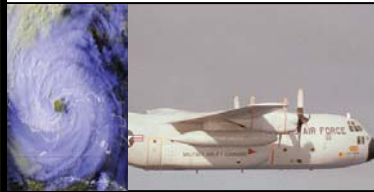
100% of Operation NOBLE EAGLE sorties—fighter, refueling and early warning



**NORTHWEST U.S.**  
ARC C-130s make fire retardant air drops over Northwest

### HOMELAND RESPONSE

Disaster warning—flying 100% of all DoD Hurricane Hunting (AFR)



### PHILIPPINES

C-130s and C-17s transported equipment and supplies to mudslide victims



### ALASKA

Northern Edge 2006 joint training  
Total Force exercise  
First ever deployment of F-22A



### LEBANON

American Citizens board MH-53 in Beirut evacuation ops



### ECUADOR

AWACS and KC-135 refuel in support of counter-narco terrorism



**The AF is Engaged 24/7/365 in National & Worldwide Responses**



# Aircraft Losses

Aircraft	Contingency Losses	Non-Contingency
Fighters	4	44
Bombers	1	0
Helicopters	2	3
Transport/Mobility	10	6
Unmanned ISR	30	6
Manned ISR	1	1
Trainers	0	19
<b>Total</b>	<b>48</b>	<b>79</b>

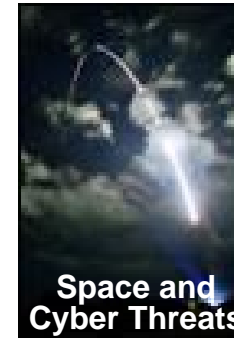
**Since 9/11 AF Has Lost 127 Aircraft in the Global War on Terror**





# Leading the Fight Today Challenges to Air and Space Dominance

- ***While globally engaged, we must simultaneously prepare for the future***
- ***We're meeting commitments today; we are concerned about emerging threats:***
  - ***Proliferation of integrated air defense systems***
  - ***Growth of 4th generation combat aircraft world-wide***
  - ***Proliferation of low observable land cruise missiles***
  - ***Threats to our ability to leverage space and cyberspace***
- ***Recapitalization is an urgent national security need***



***Our Nation Must Invest Today to Ensure Tomorrow's Air, Space and Cyberspace Dominance***





# ***FY08 President's Budget***

- ***Your Air Force Today***

- ***Fiscal Challenges***

- ***FY08 President's Budget***

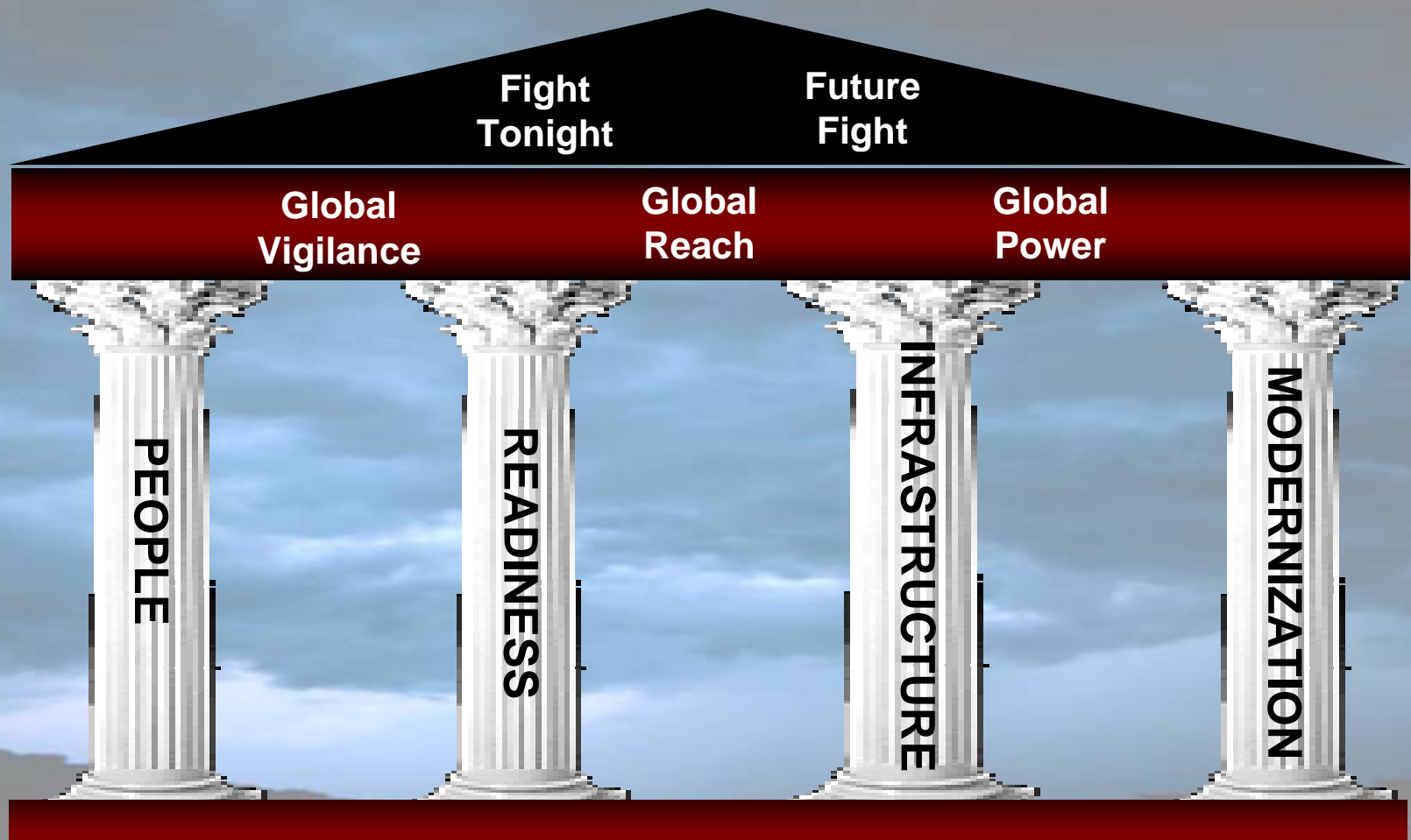
- ***Baseline Budget***

- ***Global War on Terror Request***

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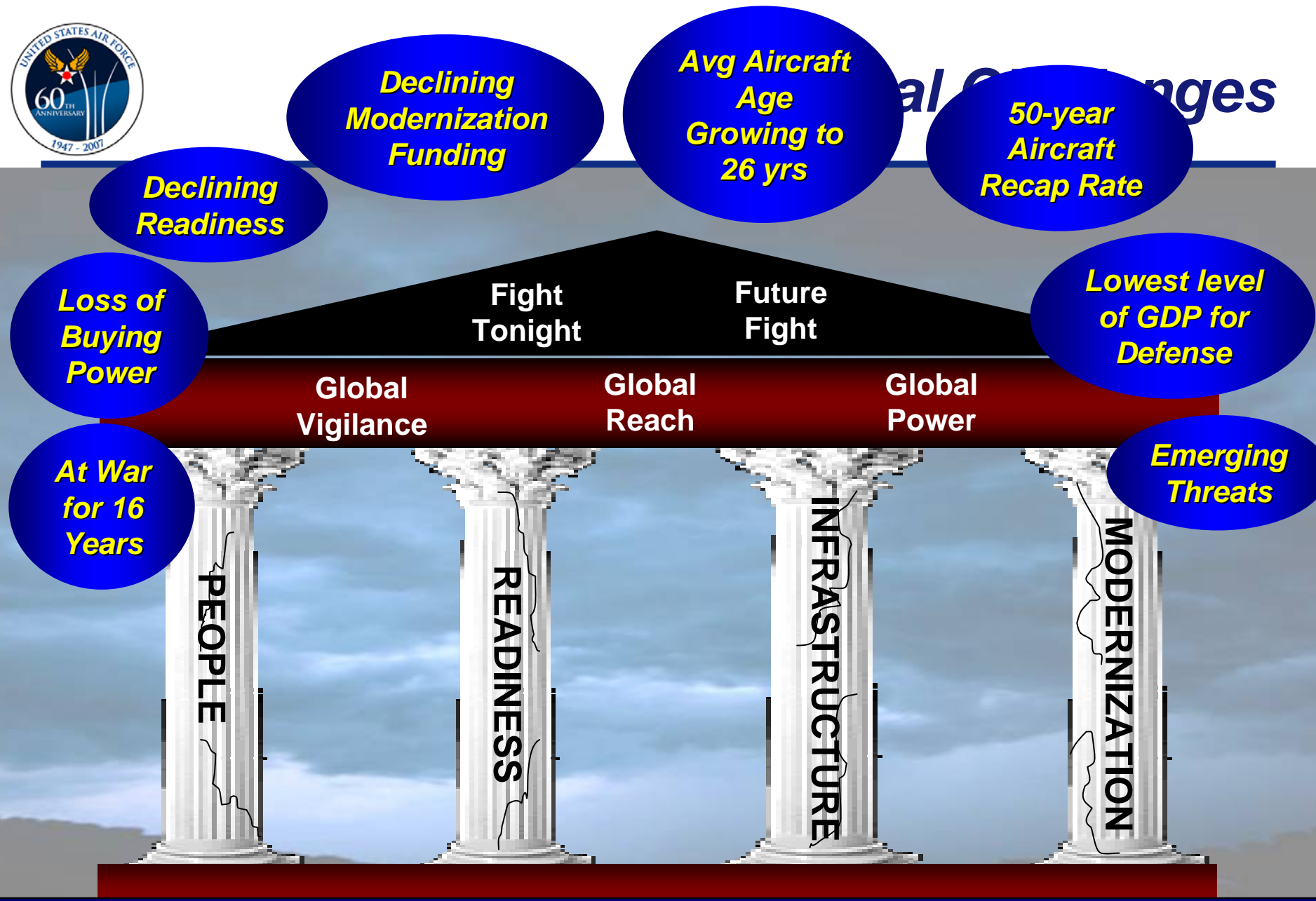
# Fiscal Challenges



***Our Success Depends on the Strength of our Pillars. However. . .***



# Global Challenges



**...Fiscal and Operational Pressures are Stressing the Foundation**

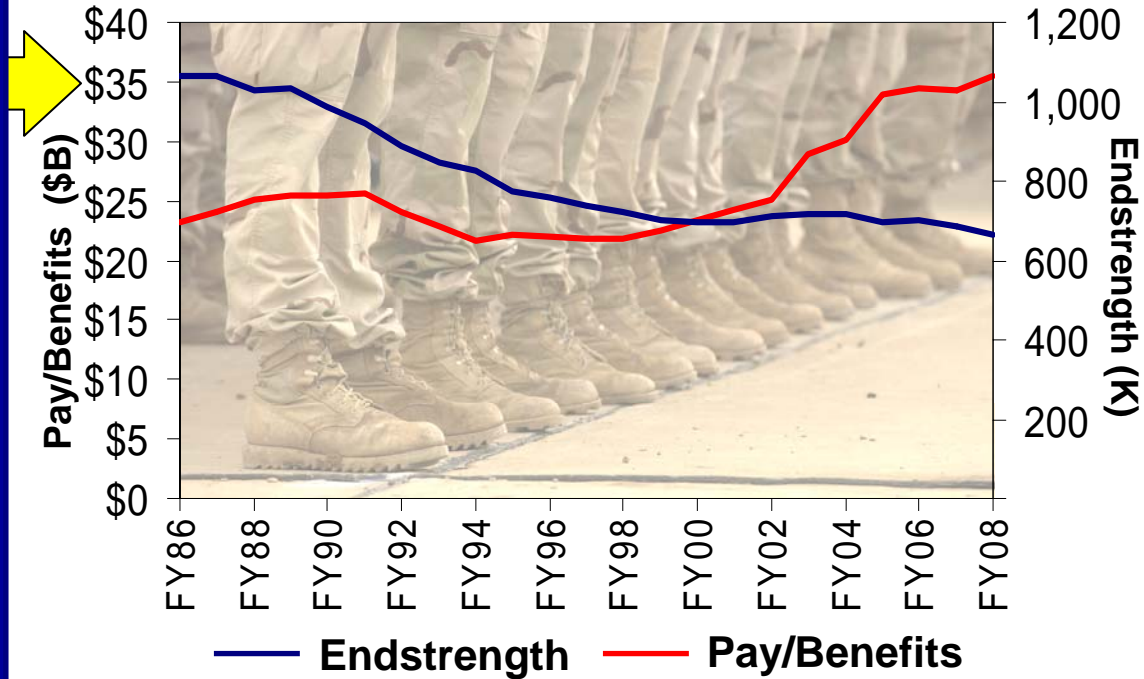


# Constraints in Today's Environment



- Rising Personnel Costs**
- Rising Costs of Fleet Operation
- Modernization Costs
- Aging Aircraft Inventory
- Readiness
- GDP Spending on Defense

**Pay and Benefits Compared to Endstrength**



**Personnel Costs Continue to Rise; Up 57% Over Last Ten Years While Personnel Endstrength Decreased 8%**





# Constraints in Today's Environment



Rising Personnel Costs

Rising Costs of Fleet Operation

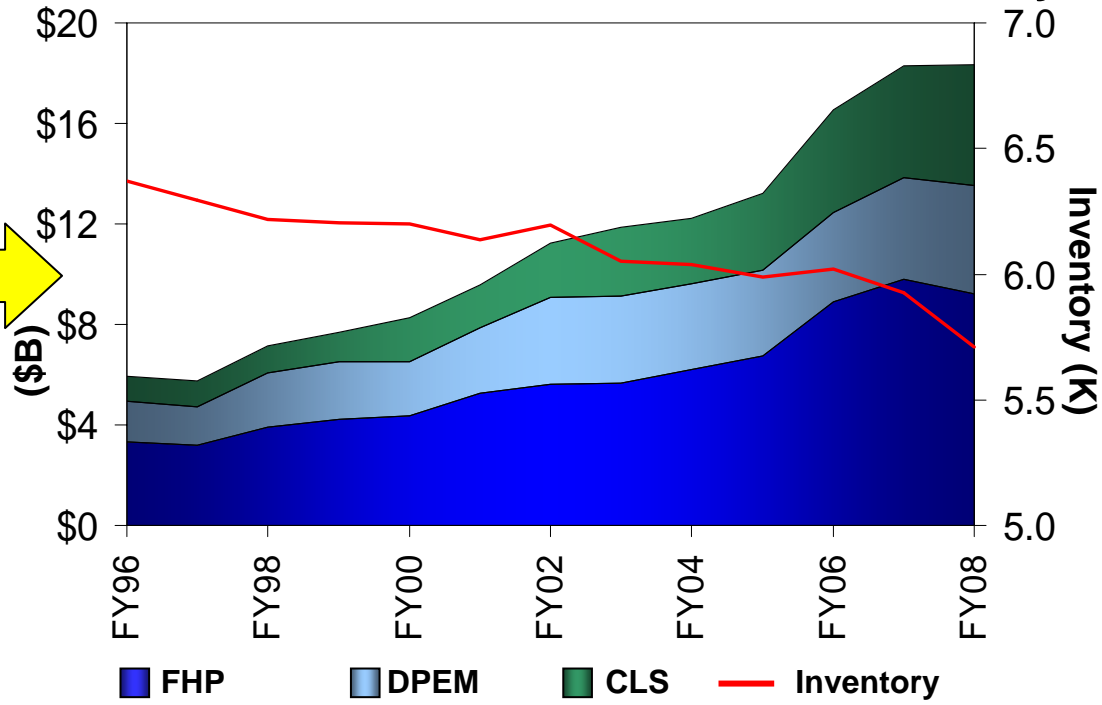
Modernization Costs

Aging Aircraft Inventory

Readiness

GDP Spending on Defense

DPEM, CLS and FHP with Aircraft Inventory



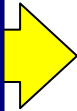
**Operating Costs up 179% Over Last Ten Years and Continue to Stress our Ability to Recapitalize**

Includes GWOT Funding

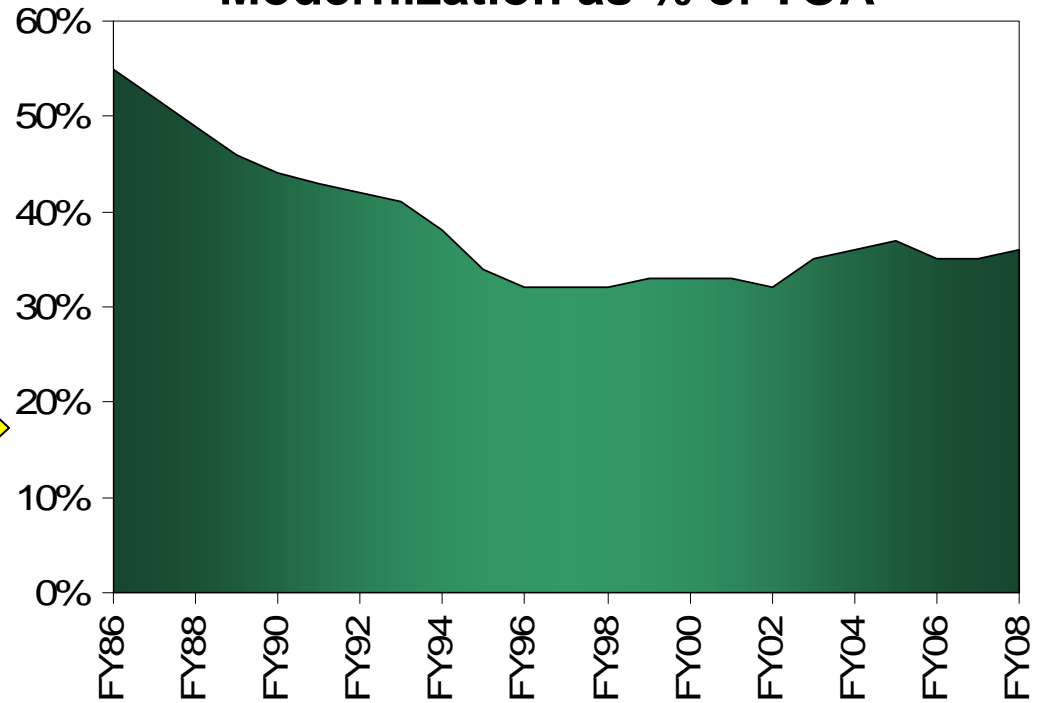


# Constraints in Today's Environment

-  Rising Personnel Costs
-  Rising Costs of Fleet Operation
-  **Modernization Costs**
-  Aging Aircraft Inventory
-  Readiness
- GDP Spending on Defense



### Modernization as % of TOA



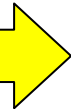
**Investment Funding Has Declined 19% Over the Past 22 Years as a % of AF TOA**



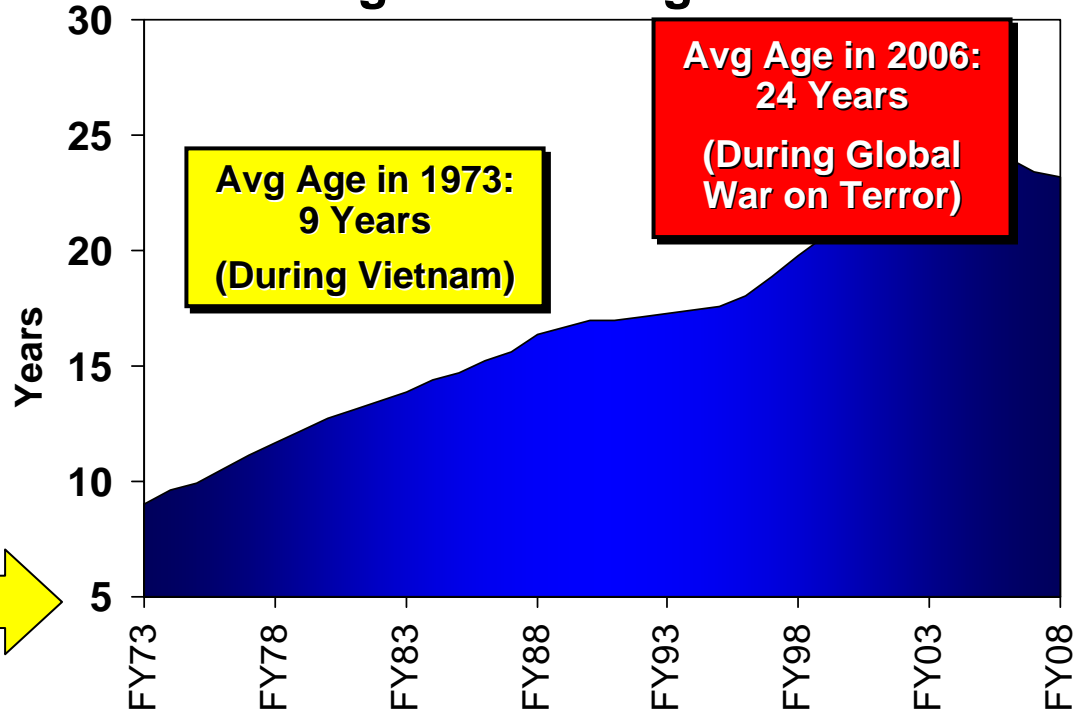
# Constraints in Today's Environment



- Rising Personnel Costs
- Rising Costs of Fleet Operation
- Modernization Costs
- Aging Aircraft Inventory
- Readiness
- GDP Spending on Defense



## Average Aircraft Age Over Time



Aircraft Retirements	Avg Age	Aircraft Retirements	Avg Age
KC-135E Stratotanker	48	U-2 Dragon Lady	24
B-52H Stratofortress	45	F-117A Night Hawk	21
C-130E Hercules	42		

**14% of the Fleet is Grounded or Has Mission-Limiting Restrictions**



# Constraints in Today's Environment

**Capt Moseley's  
A/C 76-120: 1977**

**7 FS  
49 TFW**



**Gen Moseley's  
A/C 76-120: 2006**

**199 FS  
HI ANG**



**A/C 76-120**

**Retired 19 Dec 06**

**~30 Service yrs**

**Rising  
Personnel  
Costs**

**Rising Costs of  
Fleet Operation**

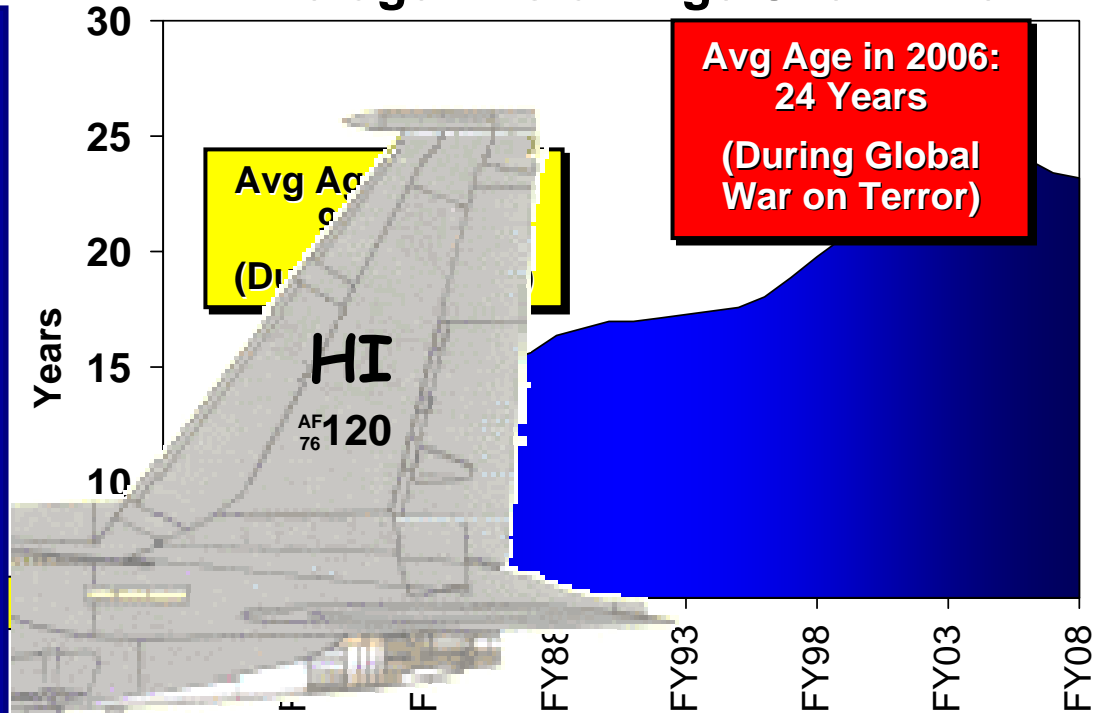
**Modernization  
Costs**

**Aging Aircraft  
Inventory**

**Readiness**

**GDP Spending  
on Defense**

**Average Aircraft Age Over Time**



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**14% of the Fleet Is Grounded or Has Mission-Limiting Restrictions**





# Constraints in Today's Environment



Rising Personnel Costs



Rising Costs of Fleet Operation



Modernization Costs

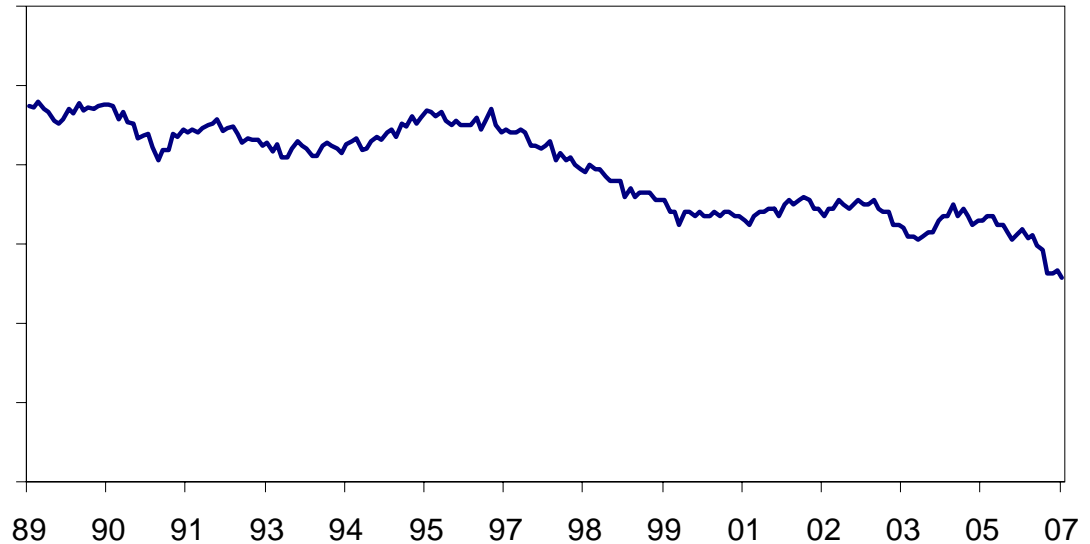


Aging Aircraft Inventory

Readiness

GDP Spending on Defense

### Impact of GWOT on AF Readiness



**OPTEMPO and Operating a Smaller, Older Fleet the Underlying Cause**

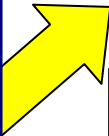
**Readiness Has Declined 17% Since 2001**



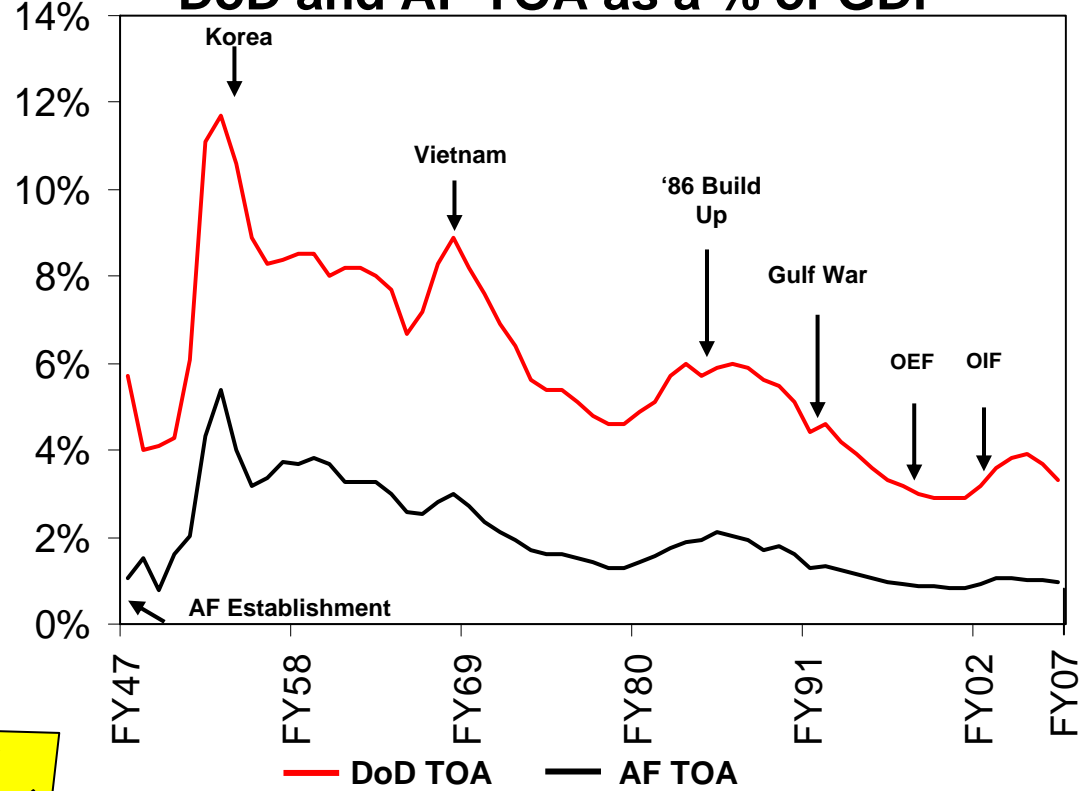
# Constraints in Today's Environment



- Rising Personnel Costs
- Rising Costs of Fleet Operation
- Modernization Costs
- Aging Aircraft Inventory
- Readiness
- GDP Spending on Defense



**DoD and AF TOA as a % of GDP**



**Lowest Level of Defense Spending as a Percent of GDP...**

**AF Balancing Investments Across Limited Resources...**



# ***FY08 President's Budget***

- ***Your Air Force Today***
- ***Fiscal Challenges***
- ***FY08 President's Budget***

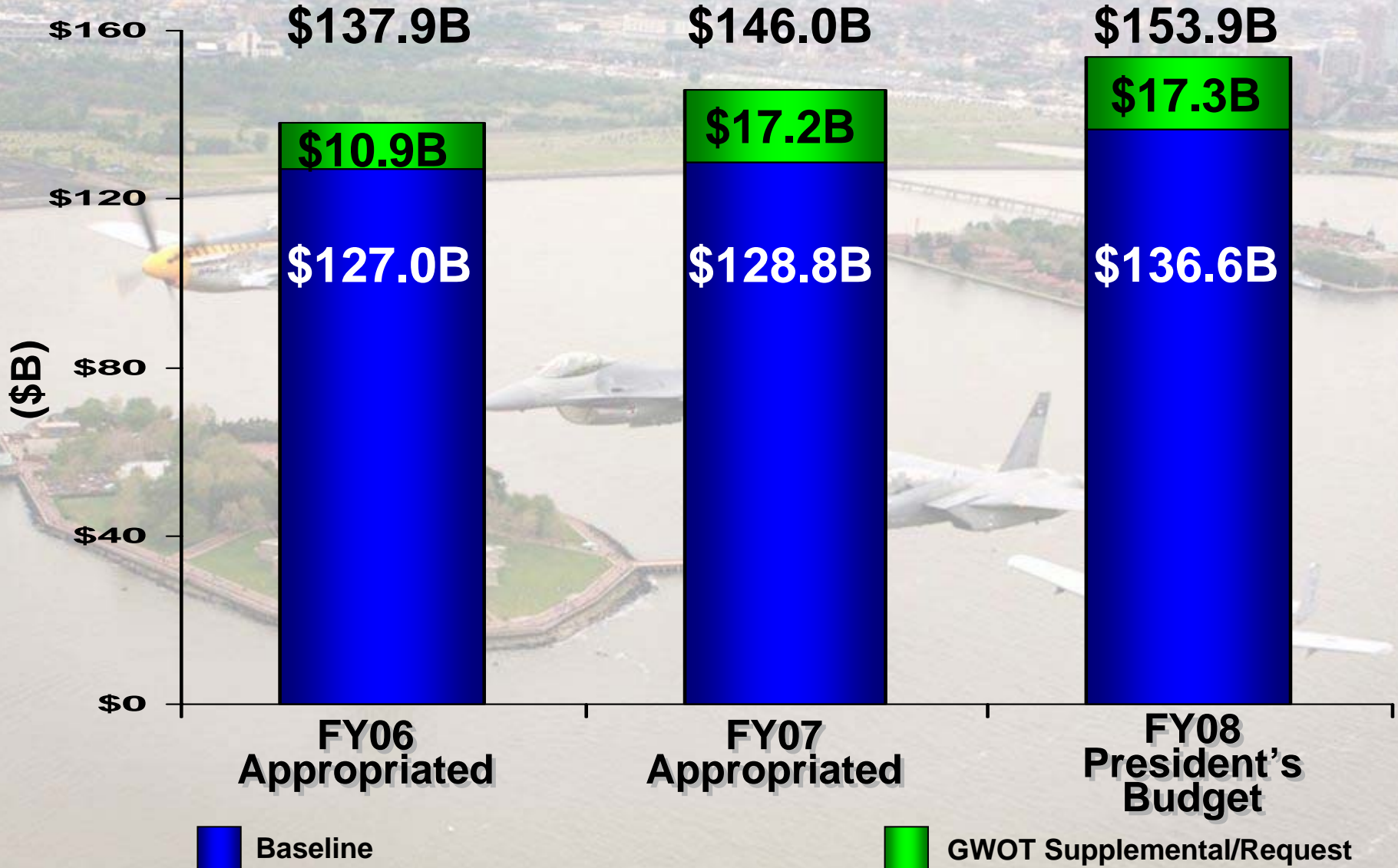
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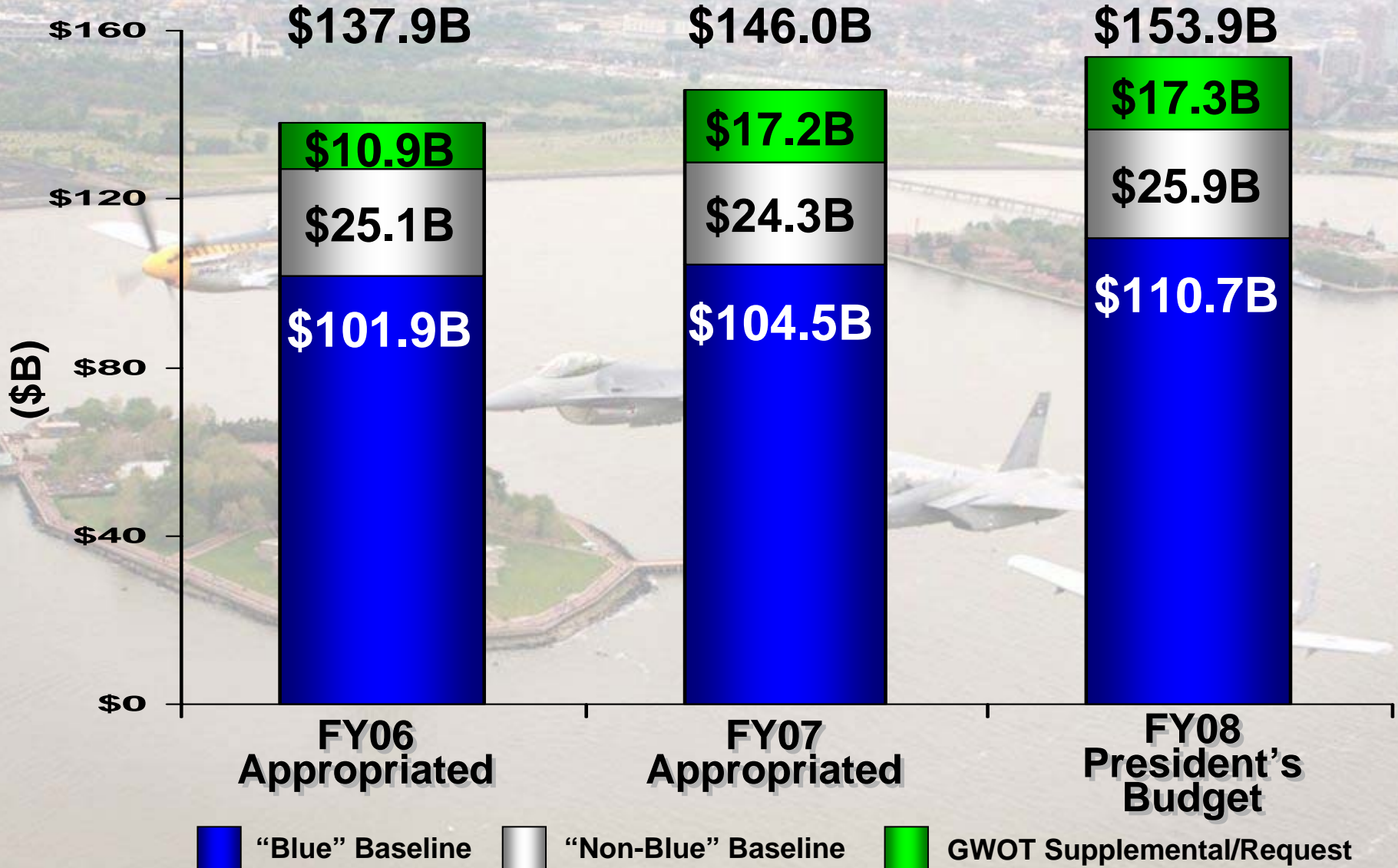
# The Air Force Budget





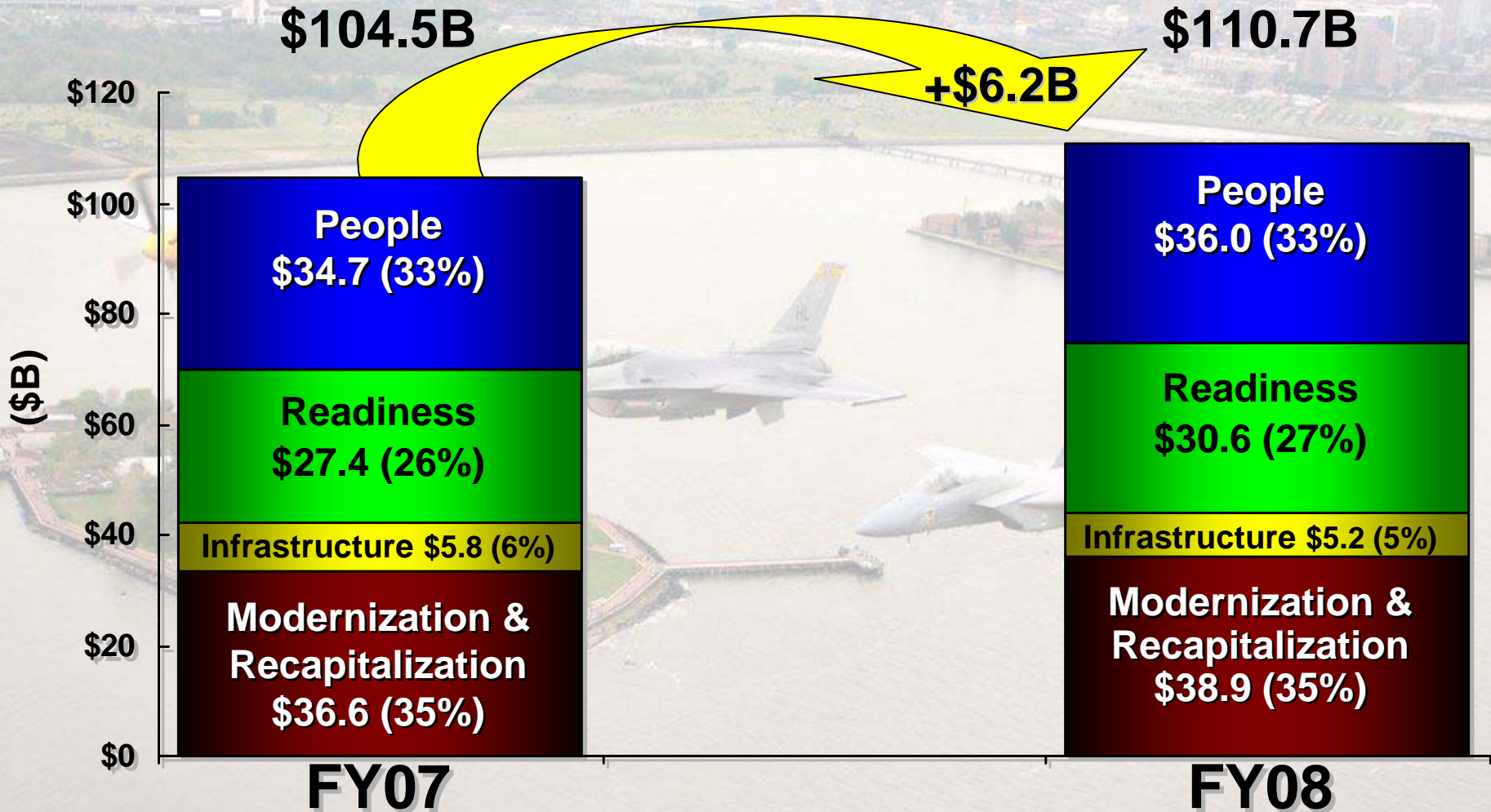


# The Air Force Budget



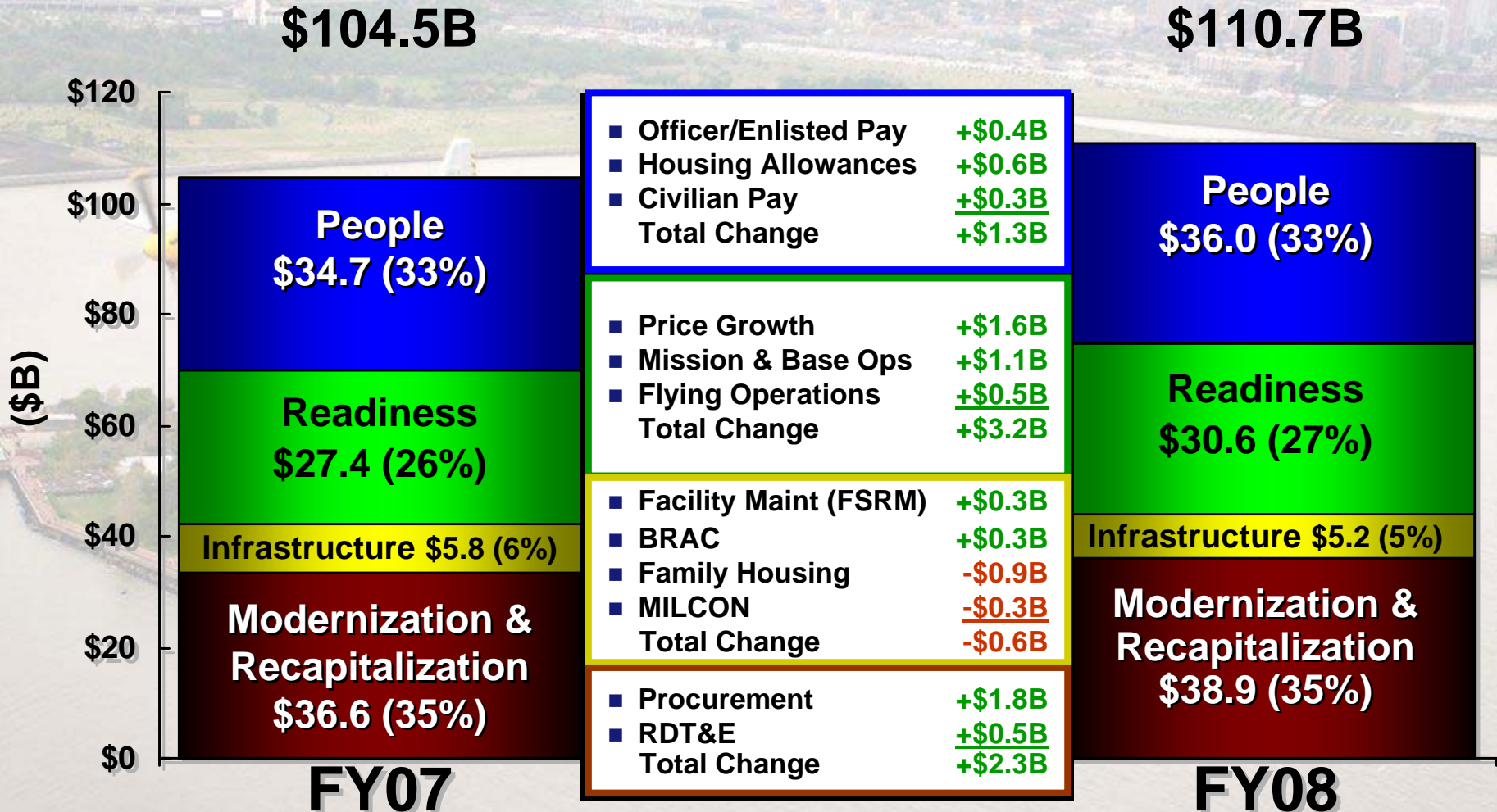


# The Air Force Budget





# The Air Force Budget





# People

(\$B)	FY07	FY08	Delta
	Appn	PB	
Officer/Enlisted Pay	\$22.5	\$22.9	\$0.4
Housing Allowance (BAH)	\$3.0	\$3.6	\$0.6
Civilian Personnel Pay	<u>\$9.2</u>	<u>\$9.5</u>	<u>\$0.3</u>
<b>Total</b>	<b>\$34.7</b>	<b>\$36.0</b>	<b>\$1.3</b>

## Highlights

- Maintains our commitment to take care of our people
  - 3% pay raise for Military and Civilian personnel
    - Military Pay +\$344M, Civilian Pay +\$210M
- BAH – average rate increased 4%; privatizing +26K units by EOY FY08
- Total Force Endstrength: 671,694 (-11,639 from FY07)
- Recruiting/retention bonuses focused on critical skill sets (\$649M)

***“Today's Expeditionary Culture and Battle Readiness Posture Demand a Focus on the Lives of our Airmen”*** Secretary Wynne 25 Sep 06





# People Endstrength

## ▪ FY08 Total Force: 671,694

▪ <b>Military:</b>	<b>502,800</b>	<b>(-13,300)</b>
▪ <b>Active:</b>	<b>328,600</b>	<b>(-5,600)</b>
▪ <b>Guard:</b>	<b>106,700</b>	<b>(-300)</b>
▪ <b>Reserve:</b>	<b>67,500</b>	<b>(-7,400)</b>
▪ <b>Civilian:</b>	<b>168,894</b>	<b>(+1,661)</b>

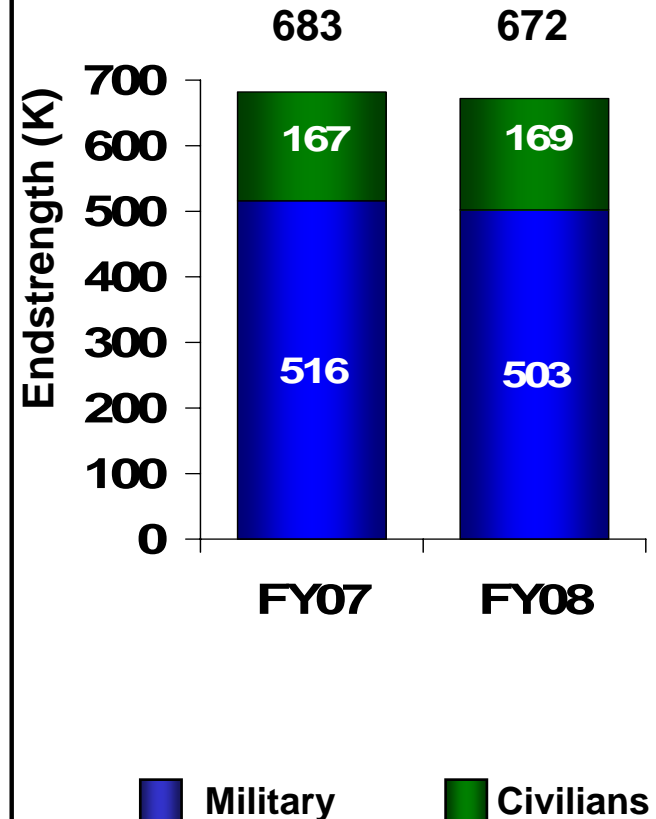
▪ **AF reducing 65K personnel from FY04 through FY09**

▪ **Air Force Smart Operations for the 21st Century – AFSO21:**

- **Centralization of Service Delivery – Personnel Services, Financial Operations, Legal Claims**
- **Logistics consolidation – Global Logistics Support Center, Repair Enterprise 21**

▪ **Military-to-Civilian conversions continue**

**Military & Civilian Force Endstrength**





# People Recruiting, Retention, Bonuses

- **Strong recruiting results**
  - Meeting FY07 goals of 43K; expect to recruit 43K in FY08
- **Stronger force retention results**
  - Meeting FY07 overall goals – key warfighting skills stressed
  - FY08: will continue to focus on retention of critical skills
- **FY08 budget includes nearly \$649M in recruiting, retention bonuses to train and retain Critical Skills**
  - Major programs include:
    - Initial Enlistment / Selective Reenlistment Bonuses
    - Aviator Continuation Pay
    - Professional Special Pays
    - Foreign Language Proficiency Pay
    - Increasing Regional Affairs & POL-MIL Affairs Strategists

***For Every 100 Recruiter-Contacts, Only 1 Becomes an Air Force Airman***



# Readiness

(\$B)	FY07	FY08	Delta
	Appn	PB	
Flying Operations	\$13.8	\$14.9	\$1.1
Mission & Base Operations	\$11.3	\$13.0	\$1.7
Space Operations	\$1.3	\$1.4	\$0.1
Communications	<u>\$1.0</u>	<u>\$1.3</u>	<u>\$0.3</u>
<b>Total</b>	<b>\$27.4</b>	<b>\$30.6</b>	<b>\$3.2</b>

## Highlights

- Trains aircrews with 1.8M flying hours, maintains fleet of over 5,700 aircraft
- Funds 84 major installations, 81 combat wings, and production of 1,100 pilots
- Develops Airmen for expeditionary environment
- Conducts space control and satellite operations of over 140 DoD and National Satellites and operates 2 space lift ranges
- Provides global, seamless command and control; interoperable communications
- Readiness eroded by \$1.6B in price increases
- 2+ AEF commitment since 9/11; unit operational readiness down 17%

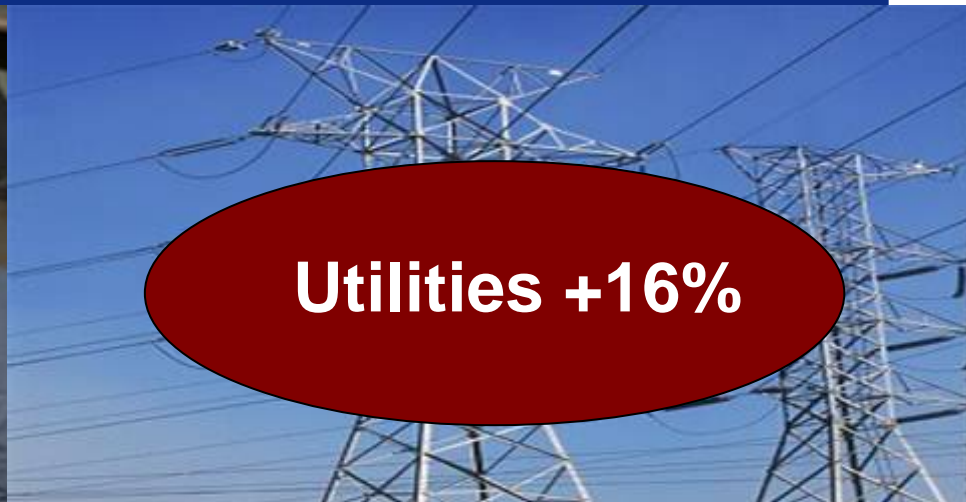
***Since DESERT STORM We've Been Flying an Average of 2.3M FH/Yr  
 . . .But with 2,500 Fewer Aircraft & Higher OPTEMPO***



# Readiness FY07 - FY08 Price Growth Challenges

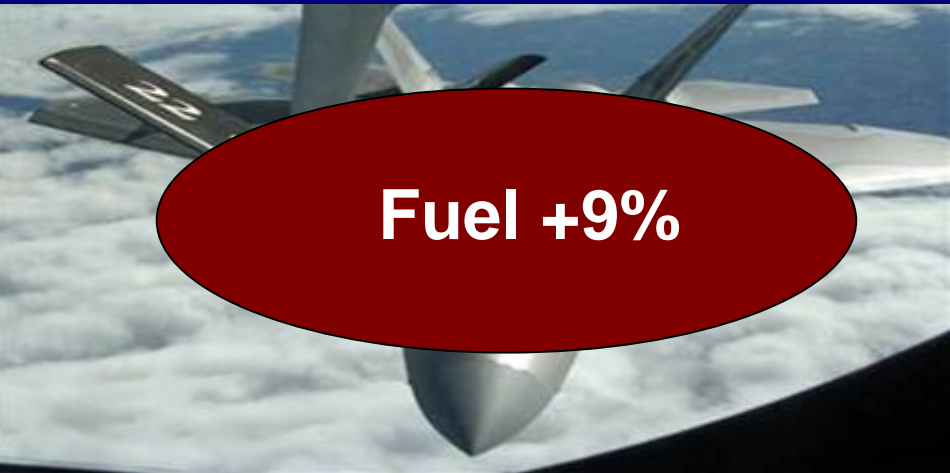


**Spare Parts +6%**



**Utilities +16%**

**Average Cost Per Flying Hour +10%**      **Budgeted Cost of Inflation +2.4%**



**Fuel +9%**



**Contracts +3-5%**

**Increasing Costs of Operations Erode Readiness**



# Readiness Flying Operations

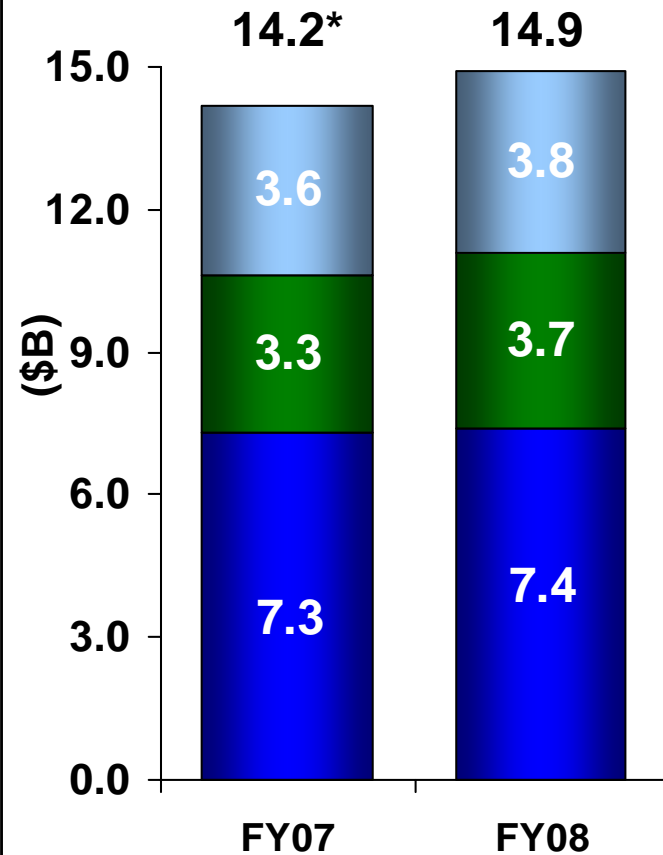
## Background

- Provides aircrew combat training, maintenance and repair, parts, and aviation fuel to support joint warfighter and humanitarian operations

## FY08 Funding

- Supports 1.5M Flying Hours (\$7.4B)
  - 10% reduction from FY07
  - Increased use of Simulators
- Depot Purchased Equipment Maintenance (DPEM) (\$3.7B)
  - Funds 74% of requirement
  - Defers 50 airframes and 91 engines
- Contract Logistics Support (CLS) (\$3.8B)
  - Funded at 75% (increases to F-22A, C-130J, KC-10, U-2 and training aircraft)
  - Accepts reductions in spare parts and engine repairs

## Funding Profile



■ Flying Hrs   
 ■ DPEM   
 ■ CLS  
 \*Includes \$400M from FY07 "Bridge" Supplemental

**Rising Costs Forcing Risk into Key Readiness Areas**





# Readiness Mission & Base Operations

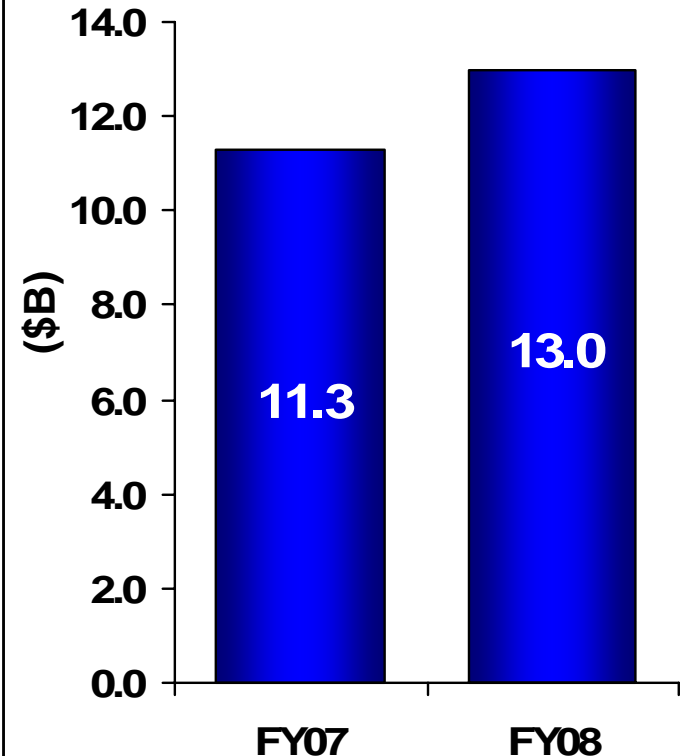
## Background

- *Provides capabilities to organize, train and equip our Airmen with wartime capabilities for Combatant Commanders*

## FY08 Funding

- FY07—accepted risk and negative real growth to accelerate recapitalization
- FY08—restores baseline to minimum-required levels (+\$791M)
- Price growth increases (+\$901M)
- Base Support for 81 Wings / 84 Major Installations (\$10.4B)
- Military Training/Combat Ranges (\$1.7B)
  - Expanded BMT, language skills and exercises
- Executive Agent for 5 Combatant Commands (\$590M)
- Environmental Compliance / Remediation (\$235M)
- Operating 144 Child Development Centers and 1,246 Dormitories (\$75M)

## Funding Profile



***Provides the Foundation for Expeditionary Combat Capability***



# Readiness Space Operations

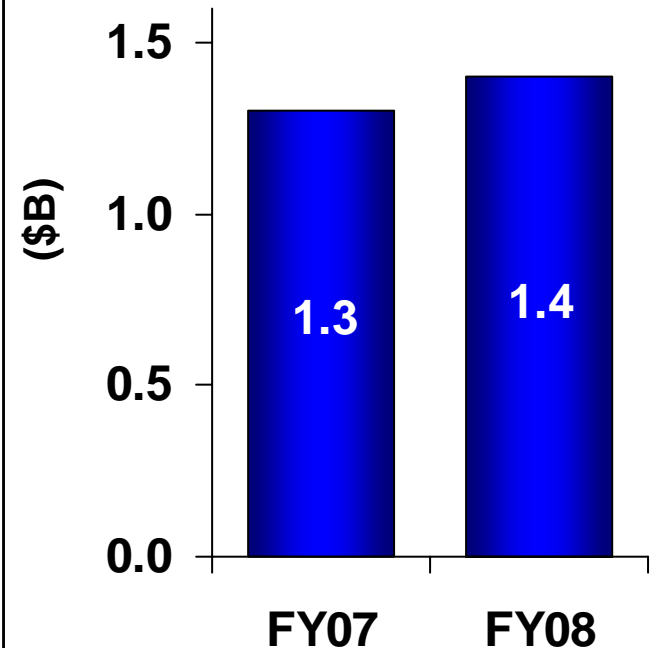
## Background

- *Provides for a constellation of systems that supports communication, navigation, intelligence, missile detection and situational awareness for joint decision makers at all levels*

## FY08 Funding

- Operates over 140 DoD and National Satellites (\$498M)
- Funds 450 Minuteman III Missiles and BMEWS Early Warning System (\$520M)
- Funds two space lift ranges in California and Florida (34 launches) (\$338M)
  - Includes civil, commercial and DoD launches
- Supports the Space Innovation & Development Center (\$27M)

## Funding Profile



**Providing Unmatched Space Capabilities to Meet National, COCOM and Joint Force Objectives**



# Readiness Communications

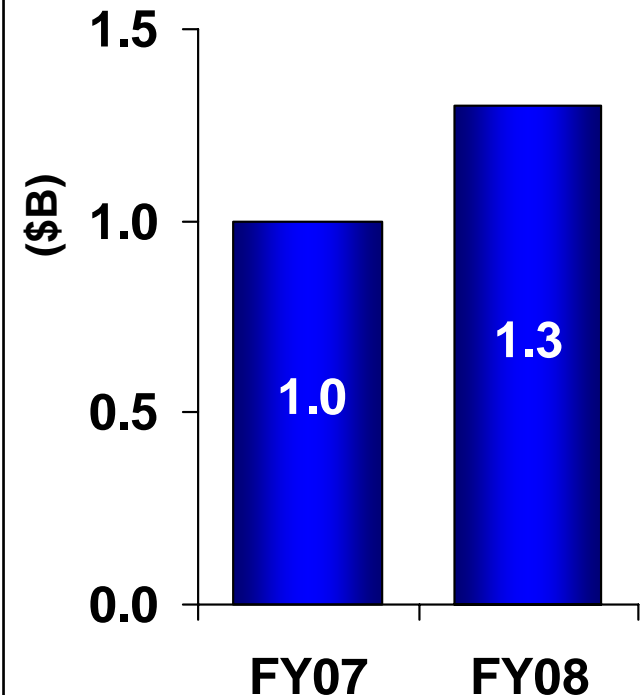
## Background

- *Key enabler in shortening the “kill chain”;* compresses time needed to find, fix, track, target, engage and assess targets
- *Cyberspace is a domain where our forces have peer competitors*

## FY08 Funding

- **Global Distributed Command & Control – right information to the right people at the right time**
- **Increased battle space awareness – real time information directly to the battlefield**
- **Cyberspace capability key to winning war on terror**
- **Reliable, responsive and robust infrastructure and battlespace connectivity in air and space (\$868M)**
- **On-Demand Global Connectivity (\$320M)**
- **Reliable / Secure Assured Communications (\$69M)**
- **High-priority nets for strategic missions (\$61M)**

## Funding Profile



**Targeting Precisely, Engaging Rapidly, Dominating Air, Space & Cyberspace**



# Infrastructure

(\$B)	FY07	FY08	Delta
	PB	PB	
MILCON	\$1.3	\$1.0	-\$0.3
Facility Maintenance	\$1.6	\$1.9	\$0.3
Family Housing	\$1.9	\$1.0	-\$0.9
BRAC	<u>\$1.0</u>	<u>\$1.3</u>	<u>\$0.3</u>
Total	\$5.8	\$5.2	-\$0.6

## Highlights

- 62 MILCON projects (8 GWOT, 43 Modernization, 9 Care of People and 2 for storm damage)
- Provides 88,000 housing units for AF personnel and their families, eliminating inadequate houses and exceeding privatization goals
- BRAC reshaping AF physical plant through 7 closures and 59 realignments
- Maintains infrastructure plant worth over \$200B

***We Fight From Our Bases . . . Infrastructure Critical to our Readiness***



# Infrastructure Military Construction (MILCON)

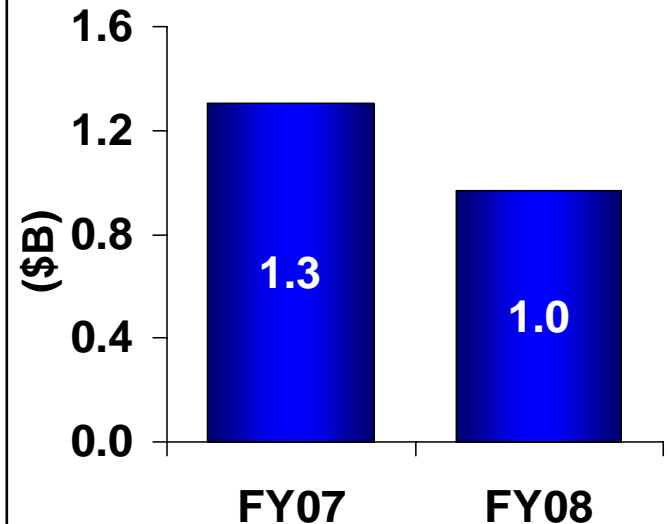
## Background

- *Construction funds focus on leadership priorities and new weapon systems beddowns*

## FY08 Funding

- **GWOT projects (\$150M)**
  - Basic Expeditionary Training, Al Udeid Hangar, Joint Intelligence Center, CENTCOM HQ
- **Modernization projects (\$534M)**
  - Mission beddowns: F-35A, F-22A, C-17, DCGS, CSAR and EC-130
  - Joint Ops: TACPs at Fort Carson, Fort Riley, Fort Indiantown Gap, Camp Beauregard
  - Depot Modernization: Hill, Tinker, Robins AFBs
- **Care of People (\$115M)**
  - 3 Dorms, Fitness Center, Child Development Center, AFA Facility, Security Forces and Fire Training Facilities
- **Storm Damage: Eglin AFB Test Range (\$84M)**
- **Planning and Design / Minor Construction (\$87M)**

## Funding Profile



***Funding the Most Critical Requirements to Support AF Priorities***





# Infrastructure Facility Maintenance

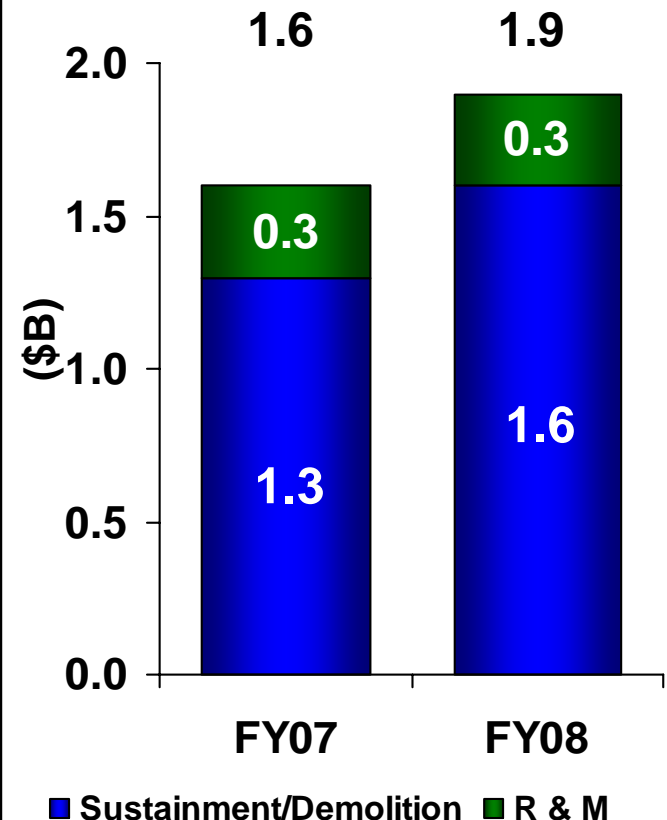
## Background

- *Funds Sustainment, Restoration and Modernization projects for real property, aircraft maintenance complexes, aircraft runways, roads and dormitories*
- *Sustains infrastructure plant worth more than \$200B*

## FY08 Funding

- Increased investment in sustainment offsets a reduced MILCON program
- Mitigates FY07 funding risk
- Sustainment funds preserve our existing investment in facilities and infrastructure
- Restoration and Modernization focused on mission infrastructure

## Funding Profile



**Air Force Infrastructure is a Power Projection Platform**



# Infrastructure Military Family Housing (MFH)

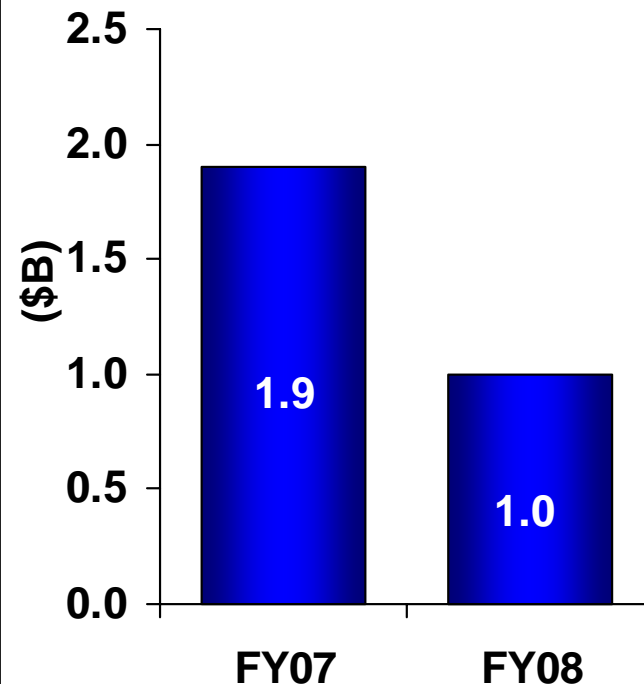
## Background

- *AF MFH supports 88,000 units – construction, replacement, improvement, privatization, operations, maintenance, utilities and leasing of family housing units*
- *AF privatizing 44,600 units – 72% of units in U.S. and U.S. territories*
- *Constructs / improves 2,100 units at 8 Overseas locations*

## FY08 Funding

- **Housing construction costs decrease due to privatization, demolition and renovation of remaining inventory (-\$900M)**
- **Remaining funds replace and improve overseas inadequate houses (\$363M)**
- **Continues maintenance of 37,400 AF-owned houses (\$688M)**
- **Leverages private investor funding for quality housing faster to our Airmen**

## Funding Profile



**Eliminates Inadequate Housing . . .  
Improved Quality of Life for Our Airmen and Their Families**



# Infrastructure Base Realignment and Closure (BRAC)

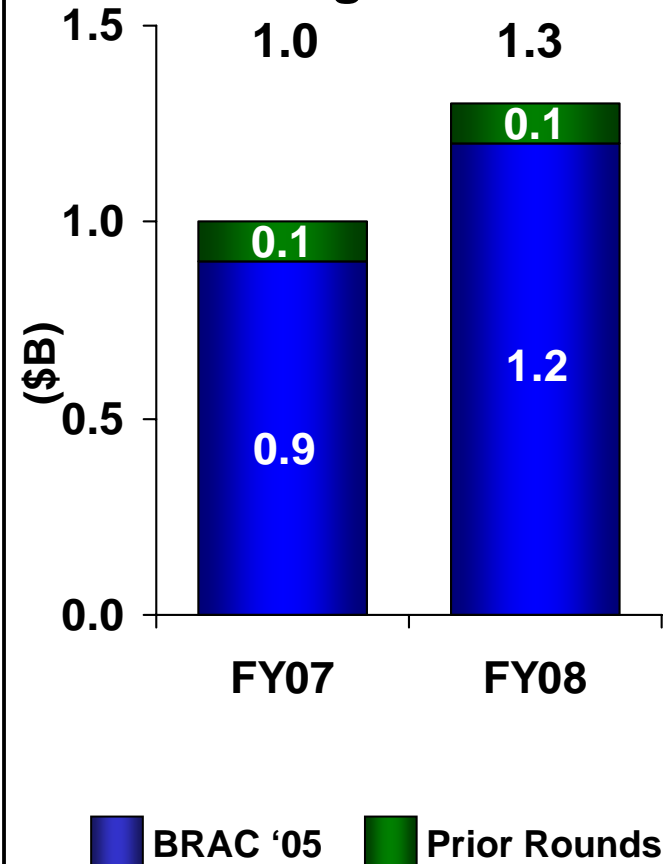
## Background

- *FY05 Base Realignment and Closure*
  - *Approved Nov 05*
- *Supports 7 closures, 59 realignments*
- *Includes 51 major construction projects*
- *BRAC approved 12 Joint Bases; 10 AF bases affected – AF leading 6 joint basing projects*

## FY08 Funding

- **BRAC '05**
  - **Planning & Design, MILCON**      \$908M
  - **O&M, Personnel, Environmental**    \$274M
- **Funding from 4 prior BRAC rounds**    \$143M

## Funding Profile



**Supports 7 Closures, 59 Realignments and 51 Major MILCON Projects**



# Modernization and Recapitalization

(\$B)	FY07	FY08	Delta
	Appn	PB	
RDT&E	\$17.9	\$18.4	\$0.5
Procurement:			
Aircraft	\$11.6	\$12.4	\$0.8
Missiles	\$3.2	\$4.0	\$0.8
Equipment	\$2.8	\$3.2	\$0.4
Ammunition	<u>\$1.1</u>	<u>\$0.9</u>	<u>-\$0.2</u>
Total	\$36.6	\$38.9	\$2.3

## Highlights

- Top 5 Acquisition Priorities:
  - KC-X – development to replace aging legacy tanker fleet
  - Combat Search and Rescue – develops HH-47 as new CSAR helicopter
  - Space Early Warning and Comm Satellites – SBIRS advance procurement (GEO-3 and HEO-3&4) and integration/testing of GEO-1&2; TSAT risk reduction and tech development (first launch in FY16)
  - F-35A Lightning II – continues fifth generation fighter development
  - Next Generation Long Range Strike – 3-phase program to field a new bomber by 2018

**Providing the Nation Global Vigilance, Global Reach & Global Power**



# KC-X Program

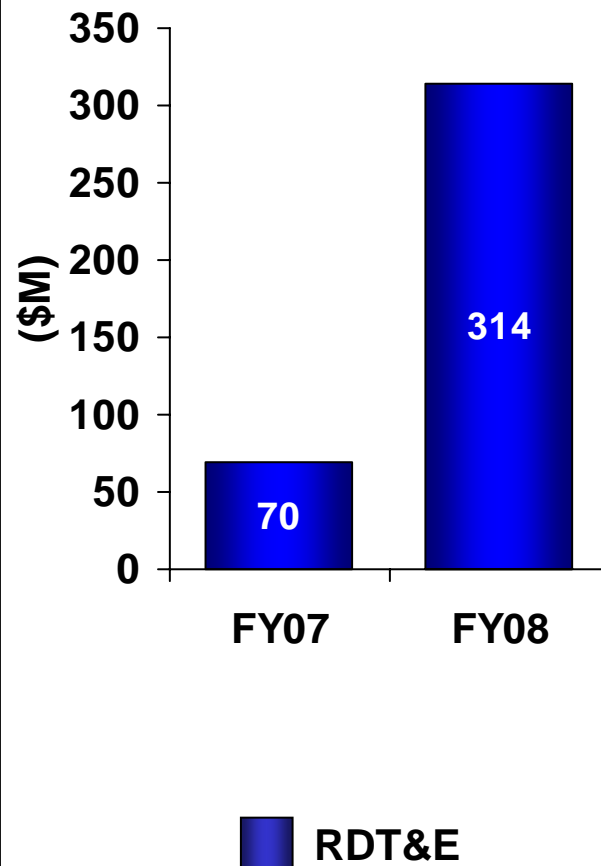
## Background

- **AF's #1 Acquisition Priority**
- **Begins recapitalization of KC-135 fleet**
- **Average age of KC-135E fleet is 48 years**
- **AF has a transparent and competitive tanker replacement program to replace approximately 1/3 of the current tanker fleet**
- **KC-X will be able to refuel Air Force, Navy and Allied aircraft on every mission using boom and hose/drogue refueling**
- **CNS/ATM capability will ensure worldwide flight ops at all times in all civil and military airspace**
- **Projected Buy = 179**
- **IOC FY13**

## FY08 Funding

- **Supports competitive acquisition of commercial derivative tanker**
  - **Contract award before end of 2007**

## Funding Profile



**The Single Point of Failure of Joint Warfare is the Tanker**





# HH-47 CSAR

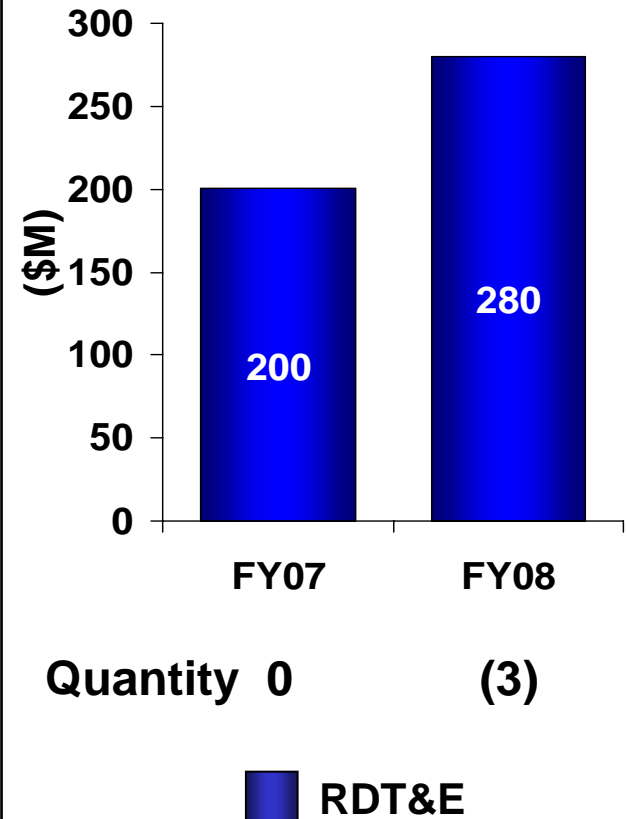
## Background

- **Next generation Combat Search and Rescue (CSAR) aircraft –replacement for HH-60 Pave Hawk**
- **CSAR Block 0—fields increased CSAR:**
  - **Capabilities in range, speed, payload, survivability, high altitude and hover operations**
- **Procurement buy – 141 helicopters**
- **Block 0 IOC FY12**

## FY08 Funding

- **Develops non-recurring engineering, software, integration, testing and certification of the CSAR mission components**
- **Funds three Block 0 Test Vehicles items for near-term requirements**

## Funding Profile



**Improved Combat Search and Rescue “That Others May Live”**



# Space Based Infrared System (SBIRS)

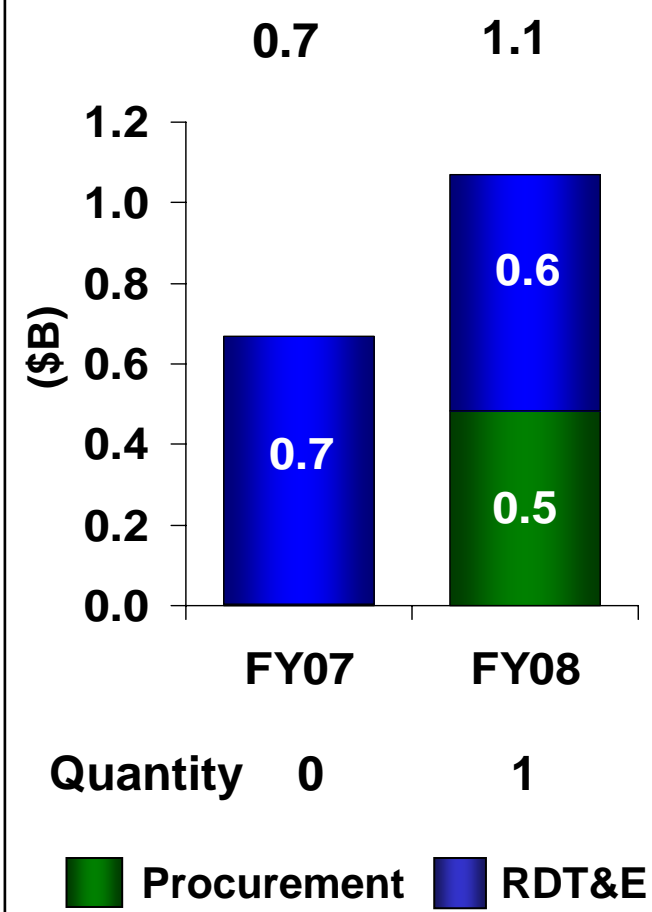
## Background

- *Replaces Defense Support Program – provides robust early warning of ballistic missile attack on the U.S., deployed forces and allies*
- *Increases capability – supports missile defense, battlespace awareness and technical intelligence missions*
- *HEO-1 payload on-orbit and meeting/exceeding requirements*
- *Alternative Infrared Satellite System (AIRSS) initiated as an alternative to GEO-3*

## FY08 Funding

- Funds development, integration and test of GEO-1 & 2 satellites and supporting ground system
- Includes advance procurement for GEO-3 and HEO-3 & 4
- GEO-1 delivered FY08; FY09 launch

## Funding Profile



**Next Generation Early Warning System . . . Supports Missile Defense, Battle Space Characterization and Intelligence Systems**



# Transformational SATCOM (TSAT)

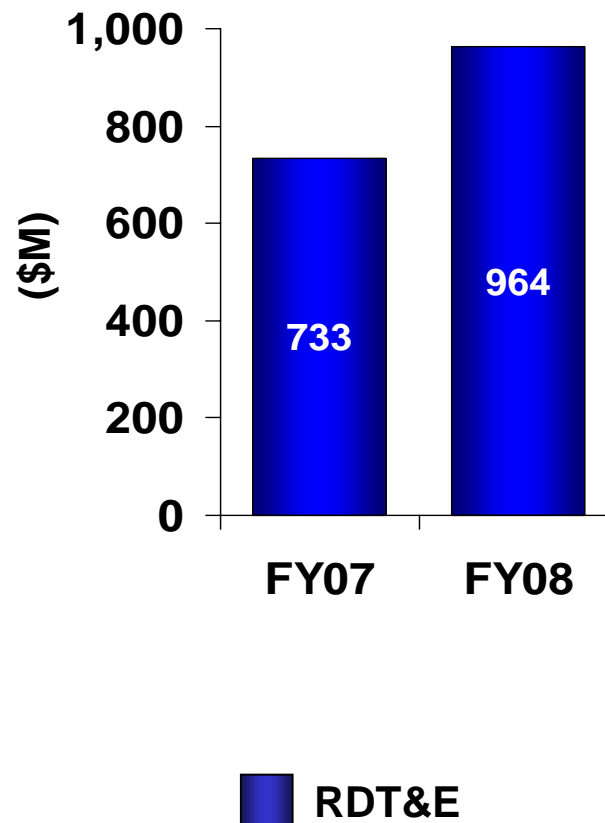
## Background

- *Five satellite constellation incorporating lasercom and internet protocol based networking*
- *Program utilizes a block (incremental) approach*
- *Reduces cost and schedule risk in developing leading edge technology*
- *Capabilities will meet Army and COCOM needs for Battle Comm-on-the-Move*
- *TSAT needed for many future ISR platforms*
- *First launch: 1st QTR FY16*

## FY08 Funding

- **Continues engineering design activities and testing of technologies to reduce risk**
- **Continues technology maturation for multi-access lasercom & improved processor technology**
- **Completes system design review for 1st satellite**
- **Completes Space Segment Source Selection and award single development & production contract**

## Funding Profile



**Critical Enabler For 21st Century Net-Centric Warfare**



# F-35A Lightning II

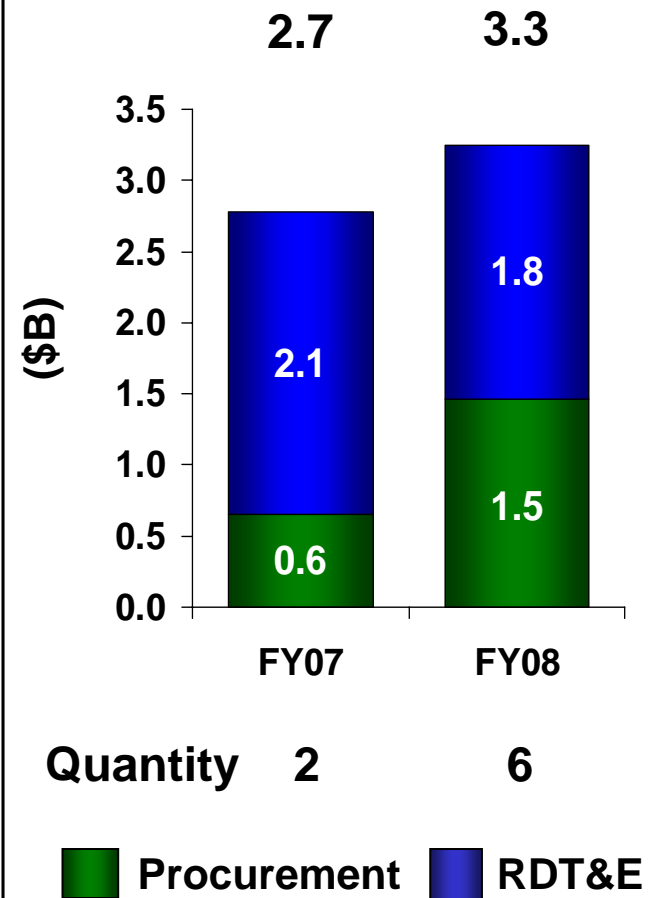
## Background

- *Fifth generation stealthy, multi-role strike aircraft*
- *Variants include conventional, carrier and short take-off and vertical landing*
- *Joint AF, Navy, Marine Corps and International Program*
  - *8 international partners and over \$4.5B in support*
- *Replaces preponderance of our fighters*
- *Projected Air Force buy – 1,763 Aircraft*
- *IOC FY13*

## FY08 Funding

- *Continues System Development & Demonstration (SDD) effort*
- *LRIP lot 2 funding for 6 CTOL aircraft*
- *LRIP lot 3 advance procurement for 8 CTOL aircraft (FY09)*

## Funding Profile



***The Global Persistent Attack Fighter for the 21st Century***



# Next Generation Long Range Strike

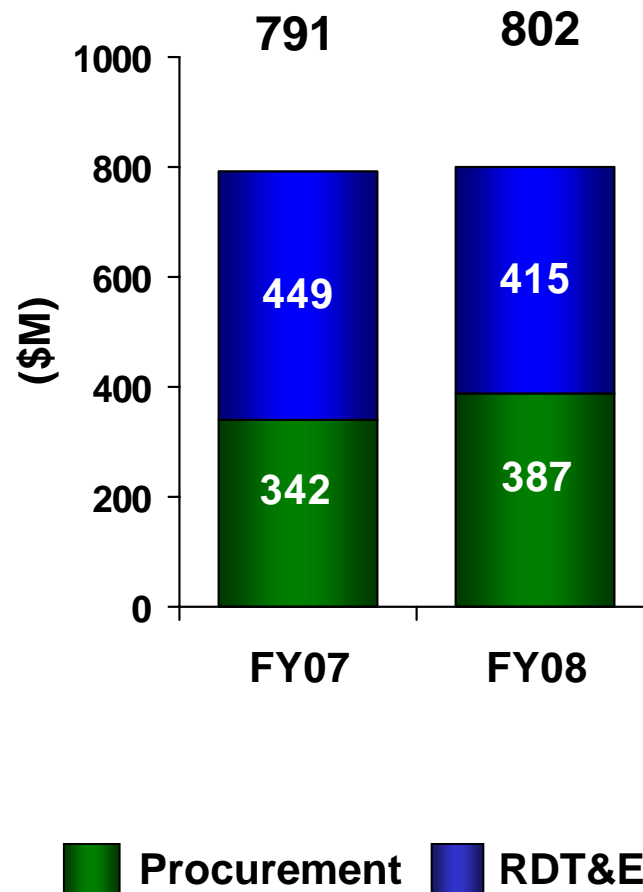
## Background:

- **Air Force 3-Phased Strategy**
  - **Phase I: Continue to modernize legacy bombers to improve capability and reliability**
  - **Phase II: Develop/field next generation bomber by 2018 by leveraging all available technology development efforts**
  - **Phase III: Field transformational advanced technology capability in 2035 timeframe**
- **The AoA will determine specifications for the next generation platform; such as whether it will be manned or land-based**

## FY08 Funding:

- **Continues investment in key modifications to improve existing bomber capability**

## Funding Profile



**Range and Payload Are the Soul of an Air Force**



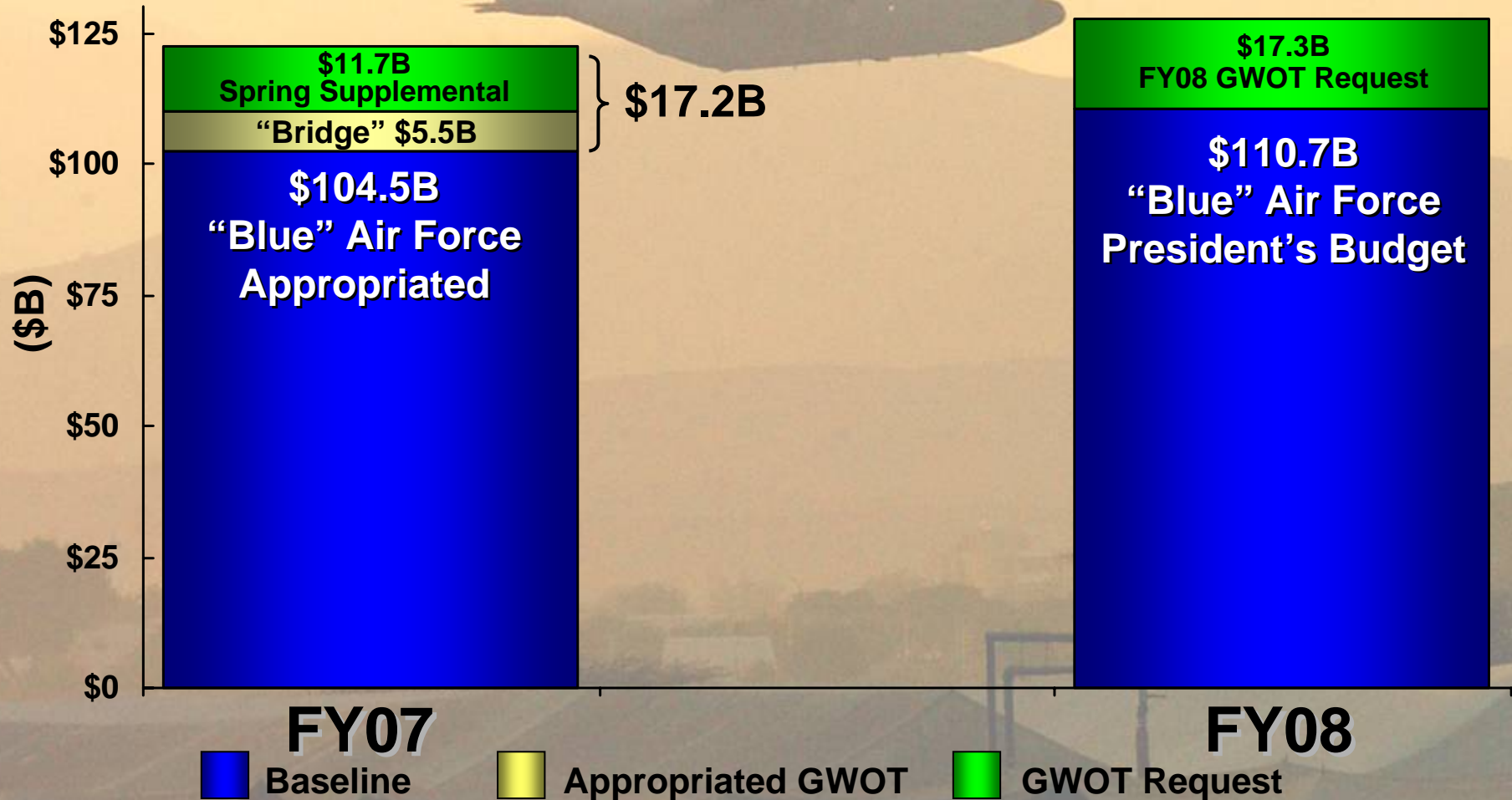


# ***FY08 President's Budget***

- ***Your Air Force Today***
- ***Fiscal Challenges***
- ***FY08 President's Budget***
  - ***Baseline Budget***
  - ***Global War on Terror Request***

***The United States Air Force in the 21st Century:  
Ensuring Global Air, Space and Cyberspace Dominance***

# The Air Force Budget GWOT Request





# The Air Force Budget GWOT Request

FY08	Total
Investment / RDT&E	5.4
O&M	10.4
MILPERS	1.5
MILCON	-
<b>Total (\$B)</b>	<b>17.3</b>



## Highlights

- Daily Operations \$11.9B
- Aircraft Replacement
  - 12 C-130J (Stressed) \$934M
  - 5 CV-22 (Losses) \$493M
  - 3 C-130J (Losses) \$233M
  - 1 F-35A (Losses) \$189M
  - 2 MC-130J (Recap) \$188M
- Bomber Mods \$271M
- A-10 PUP \$230M
- F-15 AESA \$134M



**Critical to Winning the Long War on Terror**



# Summary

***The AF Has Been Engaged in Continuous Combat Operations for Over 16 Years and Will Remain in SW Asia Long After Ground Forces Have Departed***

***The United States Depends on Air, Space & Cyberspace Power to an Extent Unprecedented in History***

***Fiscal Constraints Challenge Our Ability to Ensure Dominant Air and Space Power For the 21st Century Within Available Resources with Increasing Risk***

***We Are Ready and Engaged Today, But Our Nation Must Invest to Ensure Tomorrow's Air, Space & Cyberspace Dominance***

***The United States Air Force:  
World's Greatest Air, Space & Cyberspace Force***



# HERITAGE TO HORIZONS: COMMEMORATING 60 YEARS OF AIR & SPACE POWER

OCTOBER 2006 – NOVEMBER 2007

