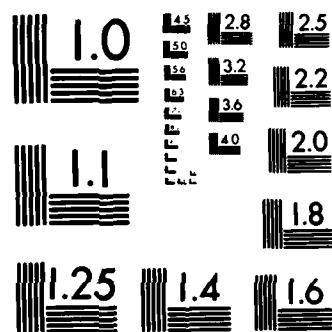


A COMPUTER PROGRAM GENERATING HISTORICAL INFLATION
FACTORS FOR TROOP SUPPORT ITEMS(U) ARMY TROOP SUPPORT
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COST MEMORANDUM

85-7

TROOP SUPPORT INFLATION PROGRAM

(A COMPUTER PROGRAM GENERATING HISTORICAL
INFLATION FACTORS FOR TROOP SUPPORT ITEMS)

AD-A150 839

WARREN H. GILLE, JR.
DECEMBER 1984

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U.S. ARMY TROOP SUPPORT
COMMAND (TROSCOM)
COMPTROLLER
COST & SYSTEMS ANALYSIS DIVISION
COST ANALYSIS BRANCH

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TROOP SUPPORT INFLATION PROGRAM

CM: 85-7

produced by:
Cost Analysis Branch
Cost and Systems Analysis Division
Office of the Comptroller
U.S. Army Troop Support Command
St. Louis, Missouri 63120

data provided by:
Kansas City Regional Office
Bureau of Labor Statistics
U.S. Department of Labor
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Kansas City, Missouri 64106

TROSCOM COMPTROLLER VALIDATION COST ANALYSIS DIVISION	
CECDC	REVIEW NO. <u>4016</u>
VALIDATED	
Validation Level I <u>(II)</u> III	
Date <u>20 Dec 1984</u>	Expires <u>19 Dec 1985</u>
Project <u>Mark U.I. Plan</u>	Phone No. <u>263-2357</u>
Supervisor Sign. <u>NFE</u>	
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ACKNOWLEDGEMENTS

Credit is due Mr. Gary Jackson, U.S. Naval Sea Systems, for supplying the research materials and inflation data used to update Army watercraft costs. The author wishes to thank the Kansas City Regional Office, U.S. Department of Labor, Bureau of Labor Statistics, for special assistance with wage and price data.

TROOP SUPPORT INFLATION PROGRAM

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I. APPLICABILITY.

The inflation indices and factors in this report have been developed for use in the adjustment of historical costs for U.S. Army troop support items, and are covered under the Other Procurement, Army appropriation. Due to the multiplicity of troop support items, the justification for the selection and use of any index not covered by the schedule listed in Section II of this document is the user's responsibility.

SECTION II

An Overview of Inflation Indices for Troop Support Work

II. AN OVERVIEW OF INFLATION INDICES FOR TROOP SUPPORT WORK.

A. Introduction.

Historical indices are a convenient device for translating the price of an item procured in the past to what the "replacement price" of the item would be today. Several questions, however, should be asked when using an index to update past procurement prices:

1. Is the item for which an updated price is to be calculated obsolete due to changes in technology? Theoretically, prices for WWII vintage equipment can be "updated". However, it should be obvious that this is not a reasonable procedure. To calculate the replacement price for obsolete equipment, a special cost study rather than the application of a numerical index, is required.
2. Is the item under consideration made of the same materials and by the same manufacturing process as when last procured? If the manufacturer has substituted nylon parts for metal parts without loss of performance, or now assembles or packages the item by machine and has significantly lowered his costs, the replacement price for the item could be lower than the index would indicate.
3. Are the conditions of the replacement procurement, if undertaken, identical to past procurement(s)? For instance, are the quantities to be purchased in the old and new procurements similar?
4. Is the index appropriate for use with the item at hand? An index is developed by tracking price changes for a group of items over time. Whether or not a specific index is used for an item depends on whether the item belongs to that group being indexed, and whether it receives adequate representation in the group. For example, aluminum metal items are not accurately tracked using Code 10, Metals and Metal Products, which experienced an inflation rate of 3.7% for FY 84. Rather Code 10-2, Non-Ferrous Metals, is more appropriate because it contains numerous aluminum shapes, forgings, and semi-finished items. Aluminum items have experienced more rapid cost growth than the general group of metal items. Non-ferrous Metals averaged an 6.4% increase in FY 84, as compared to the 3.7% overall average for Metals and Metal Products.

B. Source of Data and Explanation of Codes:

The data used to produce the fiscal year historical inflation indices is supplied by the Kansas City Regional Office, Bureau of Labor Statistics, U.S. Department of Labor. The term PPI code is merely an abbreviation for Producer Price Index code, formerly called the Wholesale Price Index code. The name was changed because raw materials and semi-finished goods are included in the index, not just finished goods at the wholesale level. Producer Price Index codes are two to eight digits in length. The more digits a code has, the more narrowly defined the index is. For example:

PPI Code 11 is Machinery and Equipment

---- a subcategory of Code 11 is:

PPI Code 11-7, Electrical Machinery and Equipment

---- a further refinement is:

PPI Code 11-73, Motors, Generators, and Motor Generator Sets

---- a subcategory of this is:

PPI Code 11-7302, Generators and Generator Sets

---- and a final subcategory of this subcategory:

PPI Code 11-730224, Generator, A.C. 30 Kilowatt

---- which is a single, well defined item.

Because a single PPI code may be used to track a number of similar items, most codes used for troop support work are two, three, or at most four digit codes. A list of the general two digit codes in the Producer's Price Index is presented below. The fifteen PPI codes cover the majority of the items produced and consumed by the U.S. economy.

PRODUCER PRICE INDEX CODES AT THE AGGREGATE LEVEL.

<u>PPI CODE</u>	<u>TITLE</u>
01	Farm Products
02	Processed Foods and Feeds
03	Textile Products and Apparel
04	Hides, Skins, and Related Products
05	Fuel and Related Products and Power
06	Chemicals and Allied Products
07	Rubber and Plastic Products
08	Lumber and Wood Products
09	Pulp, Paper, and Allied Products
10	Metals and Metal Products
11	Machinery and Equipment
12	Furniture and Household Durables
13	Non-metallic Mineral Products
14	Transportation Equipment
15	Miscellaneous Products

A list of Producer Price Index codes and the Troop Support Items with which they have been traditionally associated with at TROSCOM is included Section III of this document.

C. Producer Price Indices used in Troop Support Work.

From a review of documents which span the past 12 years, it was determined that as many as 103 Producer Price Index codes were considered for and/or used in troop support work. A number of these indices were used for Economic Price Adjustment (EPA) contracts, in which contractual obligations are adjusted according to the movement of specialized price indices written into the procurement contract. Most of the remainder are two, three, and four digit codes, similar to those listed in Section III currently used for troop support items.

In order to make updating past prices a manageable exercise, the number of inflation indices had to be reduced significantly. In the early 1970's the set of 103 was reduced to ten, nine specific and one general. These indices are listed on p. 8, and follow on pp. 9-18.

The indexing technique used is called indexing by similarity. Most troop support items have some similar counterpart in private industry. Army heating and air conditioning equipment, compressors, and generators, for example, are similar in nature to commercial equipment. Often a manufacturer may make both military and commercial equipment at the same location. Due to the thousands of troop support items purchased over the years, the most similar index from the basic set of ten Producer Price Indices (PPI's) is used as a proxy.

D. Output Generated by the Computer Program:

Data provided by the Bureau of Labor Statistics is in monthly, calendar year format. The computer program does the following:

(1) Rearranges and prints the monthly index in fiscal year format, including FY 76/77, as prescribed by Higher Headquarters.

(2) Computes and prints fiscal year averages for the indices, with calendar year 1967 as base year.

(3) Inverts the index, computes, and prints fiscal year factors which can be used to move a price paid for an item in the past to its approximate price in the current time period.

For example, if the fiscal year factors for FY 78 to FY 84 are the following:

<u>Year</u>	<u>Factor</u>
FY 84	1.00
FY 83	1.08
FY 82	1.18
FY 81	1.27
FY 80	1.36
FY 79	1.49
FY 78	1.57

....to update the price paid for an item in FY 78 so that it reflects what would be paid for the same item in FY 84, multiply by 1.57. The fiscal year factors are a convenience provided to the user, and allow any past price to be brought up to date with one multiplication.

E. Additional Publications Concerning Inflation

Among the documents available from this office are:

- (1) The AMC Historical Inflation Report.
- (2) "The AMC Inflation Guidance Package."
- (3) "General Guidance for PRIMIR Submissions."
- (4) Handbook of Army Cost Analysis Terms
- (5) The Historical Research and Development Inflation Indices for U.S. Army Troop Support Items.
- (6) Inflation Indices, An Introduction to Basic Theory and Their Application, with Sample Problems.
- (7) Methodology for Updating Army Materiel Plan (AMP) Cost Estimates.
- (8) The Standard Army Inflation Methodology. (SAIM)
- (9) "The U.S. Cost Forecasting Service Near Term Review."

SECTION III

Computer Generated Inflation Indices

PPI CODES AND ASSOCIATED TROSCOM ITEMS

The following Producer Price Indexes have been associated with the corresponding TROSCOM OPA items for a considerable period of time, and have been used to estimate current prices based on past procurement prices:

<u>Producer Price Index Title and Code</u>	<u>TROSCOM OPA Item</u>
Rubber and Plastic Products PPI Code 07	Collapsible Tanks
Heating Equipment PPI Code 10-6	Air Conditioners Heaters
Fabricated Structural Metal Products PPI Code 10-7	AVL Bridge (Not including Tanks chassis) Tanks Other Bridges
Machinery and Equipment PPI Code 11	Power Plant (MUST) Firefighting Equipment Forklift Trucks
Construction Machinery and Equipment PPI Code 11-2	Pumps Compressors
Watercraft/Small Ships Index provided to TROSCOM by US Naval Sea Systems	Watercraft
Special Industry Machinery and Equipment PPI Code 11-6	Theodolites Tape Equipment Surveying Instruments
Electrical Machinery Equipment PPI Code 11-7	Generators Light Sets Utility Elements
Railroad Equipment PPI Code 14-4	Railroad Equipment
Industrial Commodities Average of PPI Codes 03 through 15.	All other items Not Included in the above.

TROOP SUPPORT HISTORICAL INFLATION INDICES

BLS CODE: 07 RUBBER AND PLASTIC PRODUCTS

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	244.40	243.60	243.80	244.80	246.20	246.40	247.30	247.50	247.30	247.50	247.60	247.90	246.19	1.000
83	242.20	241.70	242.20	242.90	242.30	241.80	243.00	242.90	242.70	244.40	244.60	245.10	242.98	1.013
92	237.30	238.00	238.30	237.30	239.30	240.80	241.10	242.10	242.50	242.00	242.60	242.50	240.31	1.024
81	222.80	223.40	223.30	224.80	226.40	228.40	230.80	231.80	233.40	232.10	234.10	235.70	228.91	1.075
80	203.00	204.90	205.90	207.80	210.70	212.70	214.10	215.00	217.30	218.80	220.50	222.00	212.72	1.157
79	178.10	179.40	179.70	180.80	183.20	183.90	188.60	190.80	193.10	195.50	198.80	200.70	187.90	1.310
78	170.20	170.20	170.00	170.20	170.20	171.40	172.80	173.80	174.50	174.90	175.70	176.70	172.95	1.426
77	164.60	164.80	164.70	164.60	164.20	164.60	165.70	166.30	167.50	168.90	169.30	169.50	166.22	1.481

FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	150.10	150.00	150.80	151.50	151.80	151.90	152.40	154.20	155.50	156.70	157.10	157.20	154.80	1.550
77	158.20	161.00	163.60											
75	139.50	143.40	145.60	147.50	148.50	149.40	149.60	150.00	149.70	149.40	148.90	148.60	147.50	1.669
74	112.90	113.10	112.80	114.00	114.80	116.50	117.70	119.80	123.80	129.40	139.70	135.60	120.34	2.045
73	109.20	109.50	109.50	109.50	109.60	109.80	110.00	110.10	110.30	110.60	111.50	112.60	110.20	2.234
72	109.70	109.80	109.70	109.50	109.50	109.40	109.50	109.20	108.90	108.70	108.80	108.90	109.30	2.252
71	108.50	109.20	109.20	109.10	109.00	109.20	108.40	109.10	109.10	109.00	108.70	108.70	108.93	2.260
70	105.70	106.10	105.80	106.60	107.50	107.50	107.80	107.70	107.60	107.50	107.20	107.10	107.00	2.300
69	103.50	104.00	104.00	104.20	104.30	104.40	103.20	103.80	104.10	104.40	104.20	104.30	104.03	2.366
68	98.80	100.60	101.30	101.90	102.40	102.30	102.40	102.50	102.60	102.60	102.70	103.00	101.94	2.415
67	98.10	98.10	97.70	97.60	98.00	98.00	98.70	98.90	99.00	99.00	98.80	98.80	98.39	2.502

TROOP SUPPORT HISTORICAL INFLATION INDICES

BLS CODE: 10-6 HEATING EQUIPMENT

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	245.30	245.50	245.70	247.30	248.10	248.50	250.20	252.40	252.30	254.70	255.50	257.50	250.25	1.000
83	238.40	238.80	239.30	240.70	240.70	241.10	242.30	242.40	242.60	244.00	244.80	245.00	241.67	1.035
82	229.00	228.80	229.90	233.40	233.10	235.40	236.00	237.20	238.50	238.90	238.40	239.10	234.80	1.065
81	210.60	212.00	214.00	216.60	217.40	219.50	219.80	222.30	223.50	226.40	227.90	228.50	219.89	1.138
80	192.20	193.10	195.60	199.50	202.60	202.60	204.20	204.00	205.00	206.20	208.00	208.80	201.81	1.239
79	176.90	177.20	179.10	180.10	180.90	183.40	183.80	185.70	185.20	186.00	188.10	191.30	183.14	1.366
78	168.00	168.30	169.30	171.30	170.70	171.30	172.70	173.40	173.90	174.40	176.20	176.00	172.12	1.453
77	160.10	160.90	161.80	162.90	163.10	163.70	163.30	164.00	164.50	165.40	166.00	166.80	163.55	1.530

FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	150.20	150.30	150.30	151.90	152.90	155.20	155.70	155.40	155.20	156.00	156.90	157.10	155.00	1.614
77	158.50	159.30	160.10											
75	137.10	140.00	141.40	145.00	147.00	148.50	148.30	149.00	149.50	149.80	150.20	150.50	146.35	1.709
74	120.90	120.70	120.70	120.80	121.10	121.60	122.90	123.70	124.40	127.50	130.00	132.70	129.91	2.019
73	119.00	119.20	119.20	119.20	119.20	119.20	118.80	119.20	119.50	120.50	120.20	120.70	119.49	2.094
72	115.90	116.80	116.70	116.30	116.50	116.30	115.90	116.20	117.00	117.90	118.10	118.60	116.85	2.141
71	111.40	111.50	111.80	112.40	112.80	113.10	113.60	114.10	114.50	114.70	115.10	115.20	113.35	2.207
70	105.40	105.50	105.70	106.60	107.60	107.60	107.80	107.90	108.50	109.30	109.70	110.60	107.68	2.323
69	103.10	103.10	103.20	103.30	103.50	103.90	103.60	103.80	104.20	104.60	104.70	105.00	103.83	2.410
68	100.00	99.90	100.10	100.30	100.80	101.00	100.80	101.30	101.80	102.30	102.60	102.90	101.15	2.474
67	100.20	99.80	100.20	100.60	100.80	100.80	99.90	99.20	99.40	99.40	99.50	100.10	99.99	2.502

TROOP SUPPORT HISTORICAL INFLATION INDICES

SLS CODE: 10-7 FAB. STRUCTURAL METAL PROD.

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	304.20	305.30	306.00	306.50	307.00	308.30	309.30	310.60	311.20	311.60	312.30	312.10	308.70	1.000
83	305.90	305.30	304.70	303.60	302.80	303.70	302.50	302.10	301.90	302.20	302.80	304.00	303.45	1.017
82	302.60	303.20	303.00	303.40	304.00	304.50	305.20	304.90	305.30	309.90	304.30	306.40	304.22	1.014
81	276.90	278.00	279.30	283.10	285.40	289.40	293.10	294.00	295.00	297.90	299.30	300.00	289.28	1.067
80	256.30	256.70	257.70	258.90	259.70	265.10	269.10	269.90	270.10	272.20	273.00	274.10	265.23	1.163
79	231.50	232.40	233.50	238.40	240.50	241.30	243.80	247.00	248.20	250.50	252.20	253.70	242.75	1.271
78	211.80	212.20	213.30	214.50	218.90	221.40	224.70	225.10	225.80	228.10	230.10	230.80	221.39	1.394
77	197.60	198.00	198.90	199.40	200.30	201.70	203.10	204.10	204.90	207.90	210.10	211.90	203.15	1.519

FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	188.50	189.10	189.20	190.20	190.00	190.90	190.60	190.30	190.80	190.80	190.80	192.40	191.32	1.613
77	194.20	195.10	197.00											
75	165.30	175.10	179.90	182.00	182.50	182.90	185.40	189.40	189.90	188.40	188.80	188.60	183.18	1.685
74	127.10	127.80	128.70	129.60	130.90	131.80	135.40	136.80	140.30	144.00	151.80	158.80	136.91	2.254
73	122.20	122.50	122.70	123.00	123.10	123.30	124.40	124.70	125.00	125.70	126.70	126.90	124.18	2.485
72	118.20	119.60	120.30	120.30	120.30	120.40	121.60	122.00	122.10	122.10	122.00	122.20	120.92	2.552
71	113.00	113.30	113.70	113.80	113.80	114.20	115.20	115.70	116.60	116.80	117.30	117.90	115.10	2.681
70	106.40	106.90	107.20	107.60	107.80	107.90	108.40	109.00	110.20	110.50	111.40	112.30	108.80	2.837
69	102.20	102.80	103.00	103.30	103.30	103.60	103.70	103.80	104.00	104.70	105.10	106.00	103.79	2.974
68	99.90	100.30	100.40	100.50	100.70	100.70	100.90	101.00	101.40	101.50	101.30	102.10	100.89	3.059
67	99.00	99.00	99.10	99.30	99.50	99.60	99.50	99.50	99.50	99.80	99.80	99.70	99.44	3.104

TROOP SUPPORT HISTORICAL INFLATION INDICES

9LS CODE: 11 MACHINERY AND EQUIPMENT

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	287.60	288.00	288.80	289.70	290.20	291.00	292.20	292.60	293.10	293.70	294.20	294.50	291.30	1.000
83	281.10	281.80	282.40	283.30	284.30	284.70	285.40	285.60	285.80	286.90	287.10	287.80	284.68	1.023
82	269.30	270.40	272.00	274.10	275.40	276.20	277.60	278.20	278.60	279.60	279.90	280.20	275.95	1.055
81	246.80	248.30	249.80	253.30	255.30	257.50	259.60	260.70	262.10	264.80	266.20	268.10	257.70	1.830
80	220.00	221.30	223.40	227.60	230.20	232.50	236.40	237.60	239.20	241.50	242.60	244.70	233.08	1.249
79	200.50	202.70	203.80	205.10	206.50	207.90	209.80	211.40	212.40	214.80	216.00	217.70	209.05	1.393
78	185.60	186.80	187.50	189.30	190.30	191.60	192.70	193.90	195.30	196.50	197.50	198.80	192.15	1.516
77	174.00	174.50	175.40	176.70	177.50	178.20	178.90	180.00	180.70	181.80	182.80	183.80	178.69	1.630

FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	161.70	162.20	163.10	164.10	165.30	165.80	167.00	167.70	168.20	168.90	169.40	170.20	167.26	1.741
77	171.00	171.40	172.90											
75	140.30	144.30	146.80	150.00	152.70	154.00	156.60	157.70	158.80	159.70	160.40	161.00	153.92	1.897
74	122.00	122.30	122.60	123.10	123.80	124.60	126.00	127.00	129.00	130.80	134.10	137.20	126.87	2.295
73	118.30	118.30	118.30	118.40	118.50	118.60	118.90	119.40	120.00	120.00	121.50	121.90	119.34	2.440
72	115.70	116.10	116.00	116.00	115.90	116.20	116.50	117.10	117.30	117.60	117.90	118.10	116.70	2.496
71	111.50	111.60	112.10	112.70	113.20	113.80	114.20	114.60	114.90	115.00	115.30	115.50	113.70	2.562
70	106.40	106.60	107.20	107.80	108.30	109.10	109.70	109.70	110.10	110.40	110.60	111.00	108.90	2.674
69	103.30	103.50	103.60	104.10	104.30	104.50	104.70	105.20	105.50	105.60	105.80	106.10	104.70	2.782
68	99.30	100.00	100.00	100.40	100.80	101.30	101.90	102.20	102.40	102.80	103.00	103.00	101.47	2.870
67	96.90	97.00	97.40	97.90	98.40	99.00	99.40	99.60	99.60	99.70	99.90	99.80	98.73	2.950

TROOP SUPPORT HISTORICAL INFLATION INDICES

BLS CODE: 11-2 CONSTRUCTION MACH & EQUIP

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	353.60	353.90	353.60	354.20	355.90	355.30	357.50	357.80	358.10	358.20	358.60	359.00	356.30	1.000
83	347.60	347.90	348.10	348.30	349.30	349.60	350.90	352.20	352.50	352.70	352.80	353.50	350.45	1.016
82	329.30	329.60	332.00	337.00	337.90	339.20	341.50	343.50	348.90	346.10	346.50	347.50	339.41	1.049
81	299.10	300.10	301.40	305.90	310.00	312.80	317.00	318.40	320.10	323.80	325.00	326.50	313.34	1.137
80	263.90	265.40	268.80	276.00	278.30	279.50	284.20	285.90	287.60	291.50	293.40	295.70	280.85	1.268
79	240.40	242.30	243.80	245.50	247.90	248.70	251.70	253.70	254.00	257.00	258.50	258.90	250.20	1.424
78	217.20	220.80	223.00	223.50	224.80	225.70	228.40	230.30	231.10	232.80	234.60	237.00	227.43	1.566
77	202.70	204.50	205.80	207.20	208.00	208.30	210.20	211.70	212.00	213.90	215.30	214.70	209.52	1.700
FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	184.90	185.40	187.50	188.60	191.20	192.50	193.30	194.40	194.70	195.00	196.40	197.90	193.50	1.841
77	199.80	200.00	200.90											
75	151.40	161.30	163.40	167.00	169.00	170.00	177.30	180.40	182.00	183.80	184.00	184.40	172.83	2.061
74	131.30	131.40	131.40	132.50	132.70	134.10	135.60	137.00	138.60	140.10	145.10	148.90	136.55	2.609
73	125.90	126.10	126.10	126.10	126.30	126.30	126.60	127.40	128.60	130.40	130.90	131.30	127.66	2.790
72	121.60	121.90	121.80	121.80	122.00	123.20	124.30	124.70	125.00	125.70	125.60	125.90	123.62	2.882
71	114.90	115.40	115.90	118.20	119.40	120.40	120.20	120.50	120.80	120.90	121.10	121.20	119.07	2.992
70	109.90	109.90	111.00	112.30	113.00	113.70	114.00	114.10	114.30	114.30	114.70	114.80	113.00	3.153
69	105.40	105.20	106.20	107.10	107.90	108.00	108.80	108.90	109.20	109.30	109.30	109.70	107.91	3.301
68	99.70	99.80	99.80	101.20	102.30	102.90	103.70	104.10	104.50	105.00	105.40	105.30	102.80	3.465
67	96.50	96.50	96.90	97.20	97.90	98.20	98.50	98.80	98.90	99.00	99.40	99.50	98.10	3.631

WATERCRAFT/SMALL SHIP INDEX

		<u>LABOR</u>	<u>MAT'L</u>	<u>SMALL SHIP INDEX</u>	<u>FISCAL YEAR FACTOR</u>
1975	MAR	N/A	N/A	184.1	1.865
	JUN	188.5	182.1	185.3	
	SEP	194.5	184.0	189.3	
	DEC	193.9	186.9	190.4	
1976	MAR	198.1	191.2	194.7	1.763
	JUN	198.7	195.8	197.3	
	SEP	203.1	197.6	199.5	
	DEC	207.4	200.5	204.0	
1977	MAR	209.3	204.1	206.7	1.661
	JUN	211.8	205.8	208.8	
	SEP	215.0	211.4	213.2	
	DEC	222.1	212.7	217.4	
1978	MAR	229.9	220.2	225.1	1.525
	JUN	230.6	224.7	227.7	
	SEP	236.1	229.2	232.7	
	DEC	243.4	234.1	238.8	
1979	MAR	249.5	244.2	246.9	1.390
	JUN	248.8	248.0	248.4	
	SEP	259.7	251.9	255.8	
	DEC	263.1	258.8	261.0	
1980	MAR	274.0	268.0	271.0	1.267
	JUN	277.0	272.7	274.9	
	SEP	286.3	275.9	281.1	
	DEC	289.4	284.0	286.7	
1981	MAR	295.7	293.0	294.4	1.166
	JUN	300.0	295.9	298.0	
	SEP	314.2	303.9	309.1	
	DEC	321.8	306.2	314.0	
1982	MAR	328.0	309.5	318.8	1.077
	JUN	327.0	308.4	317.7	
	SEP	338.1	308.1	323.1	
	DEC	346.5	307.7	327.1	
1983	MAR	350.2	312.5	331.4	1.036
	JUN	348.5	312.3	330.4	
	SEP	354.0	316.3	335.2	
	DEC	364.9	318.2	341.6	
1984	MAR	364.6	322.0	343.3	1.000
	JUN	361.1	323.7	342.5	
	SEP	364.3	324.6	344.5	

CY 1967 = 100.0 For Materiel

FY 1962 = 100.0 For Labor

Small Ship Index is 50% Labor/50% Mat'l

Source: U. S. Naval Sea Systems, Cost Analysis Branch.

TROOP SUPPORT HISTORICAL INFLATION INDICES

BLS CODE: 11-6 SPECIAL IND. MACH & EQUIP

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	340.60	341.00	342.00	342.00	343.20	344.60	346.80	348.20	348.60	351.00	352.30	350.30	345.88	1.000
83	327.80	329.10	329.90	331.80	332.60	333.60	334.50	335.60	336.30	337.80	338.90	340.50	334.03	1.035
82	314.60	315.00	316.40	320.40	320.70	321.30	322.90	323.90	325.00	327.10	326.70	326.80	321.73	1.075
81	286.00	287.70	290.90	295.60	299.20	301.00	303.20	307.20	308.80	311.00	310.30	312.80	301.14	1.148
80	253.80	254.90	256.10	260.60	263.20	265.50	271.90	273.00	274.30	276.70	277.10	283.00	267.50	1.292
79	230.20	232.80	233.90	236.20	237.00	239.10	243.40	245.10	246.10	249.80	251.00	251.20	241.31	1.438
78	209.50	209.90	211.80	213.50	214.40	216.40	218.20	219.00	222.00	223.30	225.10	227.00	217.50	1.590
77	191.80	192.00	193.00	195.40	196.40	197.20	199.10	200.70	201.90	202.80	203.80	204.10	198.18	1.745

FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	175.60	176.40	176.50	178.70	179.60	181.10	183.20	183.70	184.60	186.10	186.70	188.30	183.45	1.885
77	190.00	190.40	190.90											
75	150.30	156.10	158.70	162.00	163.90	165.90	168.50	169.60	172.50	173.30	173.40	174.30	165.70	2.087
74	130.20	131.70	132.60	132.90	133.30	134.90	136.00	138.20	141.80	143.40	147.00	148.90	137.57	2.514
73	123.90	124.00	124.00	124.30	124.50	124.60	124.90	126.50	127.00	128.50	129.00	130.00	125.93	2.746
72	121.60	121.60	121.70	122.00	122.00	122.10	122.60	123.10	123.00	123.40	123.50	123.70	122.52	2.822
71	115.70	115.90	116.40	117.50	117.40	118.30	119.30	119.40	119.60	119.70	120.40	120.90	118.37	2.921
70	110.40	110.50	110.80	111.30	111.70	113.50	114.10	114.20	114.30	114.50	114.80	115.00	112.92	3.062
69	105.70	105.70	106.00	106.30	106.90	106.90	107.40	108.30	108.60	108.80	109.30	109.50	107.45	3.219
68	99.70	100.10	100.10	101.30	101.40	102.00	103.30	103.30	103.40	104.60	105.10	105.20	102.45	3.375
67	96.10	96.70	97.00	97.60	97.80	97.90	98.70	99.10	99.10	99.30	99.70	99.70	98.22	3.521

TROOP SUPPORT HISTORICAL INFLATION INDICES

SLS CODE: 11-7 ELECTRICAL MACHINERY & EQUIPMENT

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	242.60	242.80	243.80	244.70	245.70	246.70	247.70	248.10	249.10	248.50	248.70	249.30	246.47	1.000
83	232.60	233.70	234.20	235.20	237.20	237.90	238.40	237.70	238.20	240.80	241.20	242.50	237.43	1.038
82	225.30	226.00	227.00	228.70	229.50	230.30	231.70	231.30	231.50	231.60	231.80	231.70	229.70	1.073
81	207.00	207.50	208.90	211.90	213.70	216.00	217.40	217.50	219.20	221.10	222.80	224.20	215.60	1.143
80	184.30	184.90	186.60	190.60	194.30	196.50	198.90	199.90	201.60	203.70	205.00	206.00	196.02	1.257
79	167.50	169.60	170.50	171.20	172.80	173.80	175.00	176.50	177.60	179.90	181.20	182.50	174.84	1.409
78	157.30	157.90	158.00	160.00	160.70	161.80	162.70	163.40	164.60	165.40	165.80	166.40	162.00	1.521
77	149.20	149.50	150.00	150.80	151.40	151.90	152.00	152.70	153.00	154.10	154.60	155.70	152.07	1.620

FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	140.00	140.90	141.80	142.30	143.10	143.10	144.00	144.40	144.60	144.90	145.00	145.40	144.00	1.711
77	145.80	146.30	148.50											
75	126.30	128.90	130.40	132.40	135.40	136.50	138.10	138.70	139.10	139.50	140.10	140.40	135.45	1.819
74	112.70	112.70	112.80	113.00	113.30	114.00	115.10	115.70	116.90	118.50	120.60	123.40	115.72	2.129
73	110.70	110.60	110.60	110.50	110.60	110.60	110.90	111.00	111.30	111.70	112.30	112.70	111.12	2.217
72	109.50	109.90	109.70	109.60	109.30	109.30	109.50	110.00	110.10	110.20	110.50	110.60	109.85	2.243
71	106.70	106.90	107.40	107.50	107.90	108.20	108.80	109.30	109.70	109.50	109.40	109.40	108.39	2.273
70	102.80	102.80	103.90	103.70	104.20	104.50	104.90	104.60	105.10	105.40	105.50	106.20	104.43	2.360
69	101.10	101.30	101.60	101.70	101.80	101.70	101.70	102.30	102.40	102.40	102.60	102.80	101.95	2.417
68	100.00	99.80	99.70	99.60	99.70	100.50	100.80	101.00	100.90	101.00	101.10	101.10	100.43	2.454
67	97.20	97.30	97.40	97.70	98.90	99.70	100.00	100.00	100.10	100.10	100.10	100.00	99.04	2.488

TRCOP SUPPORT HISTORICAL INFLATION INDICES

BLS CODE: 14-4 RAILROAD EQUIPMENT

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	348.60	348.60	350.50	351.50	351.50	352.00	380.80	354.40	354.40	363.40	364.60	364.60	357.07	1.000
83	350.80	350.80	350.80	350.80	350.50	350.30	350.00	350.40	350.10	351.30	351.00	350.70	350.62	1.018
82	338.70	341.30	340.10	345.80	345.80	346.30	343.50	342.80	342.80	342.60	347.70	348.00	343.78	1.038
81	323.30	323.60	323.90	332.50	332.50	333.90	335.70	331.20	331.40	338.10	338.70	338.70	331.95	1.075
80	286.30	288.20	289.00	297.50	299.30	302.10	309.90	310.50	312.20	316.40	318.00	320.80	304.11	1.174
79	260.30	261.50	261.80	266.40	268.00	268.90	271.70	271.60	274.70	280.60	280.90	281.60	270.66	1.319
78	238.70	238.70	239.70	243.70	244.60	244.60	250.20	250.90	251.00	253.80	254.20	256.60	247.22	1.464
77	222.80	222.80	223.30	227.90	227.90	230.00	231.10	231.10	232.00	234.20	235.20	235.20	229.45	1.556

FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	202.30	201.80	202.40	204.70	206.90	207.80	209.10	211.90	211.90	213.80	213.90	215.60	210.46	1.696
77	216.90	218.90	219.10											
75	168.20	174.50	178.00	181.00	183.90	187.80	196.30	197.10	198.10	198.20	199.50	199.20	188.48	1.894
74	134.80	135.20	136.10	136.20	136.70	138.60	140.20	141.00	144.70	148.50	153.70	163.70	142.45	2.506
73	130.20	130.20	130.20	130.20	130.20	131.10	131.80	132.20	132.70	133.40	134.30	134.80	131.77	2.709
72	121.50	122.80	122.50	122.50	122.50	122.60	123.70	123.90	127.30	128.40	129.60	129.60	124.74	2.862
71	115.10	115.10	115.30	116.00	116.10	116.70	119.00	119.00	119.90	119.90	120.40	120.80	117.77	3.031
70	110.50	110.70	110.70	111.50	111.50	112.00	113.40	113.70	114.50	114.70	114.80	115.10	112.75	3.166
69	103.40	103.60	103.60	104.90	104.90	104.90	104.90	104.90	106.60	106.60	107.40	108.10	105.31	3.390
68	99.50	99.50	99.50	101.10	101.40	101.40	101.90	101.90	101.90	101.90	101.90	101.90	101.15	3.530
67	97.50	97.50	97.50	97.50	97.50	99.10	99.50	99.50	99.50	99.50	99.50	99.50	98.63	3.620

TRDOP SUPPORT HISTORICAL INFLATION INDICES

BLS CODE: 03-15 INDUSTRIAL COMMODITIES

FY	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	FISCAL YR AVERAGE	FISCAL YR FACTOR
84	318.50	318.30	318.40	319.10	320.60	321.90	322.60	323.20	323.80	324.00	323.50	322.30	321.35	1.000
83	314.30	315.00	315.20	313.90	313.90	313.50	312.40	313.80	315.40	316.60	317.50	318.70	315.01	1.020
82	309.00	309.30	310.00	311.80	311.60	311.00	309.90	309.60	310.60	312.80	313.20	312.70	310.95	1.033
81	282.00	283.40	286.60	291.50	295.70	299.60	303.50	304.70	305.10	306.20	307.20	307.40	297.74	1.079
80	249.00	250.60	253.10	260.60	265.90	268.60	271.30	271.90	273.50	276.20	278.20	278.80	266.47	1.205
79	214.70	216.00	217.20	220.00	222.50	225.40	229.00	231.60	234.00	237.50	240.60	244.20	227.72	1.411
78	199.10	199.30	200.00	201.60	202.90	204.10	206.10	207.40	208.70	210.10	211.40	212.50	205.26	1.565
77	186.30	187.10	187.40	188.40	189.00	191.70	193.30	194.20	194.70	195.90	196.90	197.80	191.89	1.674

FY	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	FISCAL YR AVERAGE	FISCAL YR FACTOR
76	171.20	172.20	173.10	174.70	175.40	176.10	177.30	178.10	179.10	180.00	180.40	181.30	177.98	1.805
77	182.60	183.60	184.70											
75	157.80	161.60	162.90	164.80	165.80	166.10	167.50	168.40	168.90	169.70	170.30	170.70	166.20	1.938
74	126.10	126.70	127.40	128.50	130.10	132.20	135.30	138.20	142.40	146.60	150.50	153.60	136.46	2.354
73	118.10	118.50	118.70	118.80	119.10	119.40	120.00	121.30	122.80	124.20	125.30	126.00	121.01	2.655
72	114.50	115.10	115.00	115.00	114.90	115.30	115.90	116.50	116.80	117.30	117.60	117.90	115.98	2.770
71	110.10	110.20	110.40	111.20	111.30	111.70	112.20	112.50	112.80	113.30	113.70	113.90	111.94	2.870
70	105.70	106.10	106.50	107.10	107.40	107.80	108.30	108.60	108.80	109.30	109.60	109.90	107.92	2.977
69	102.40	102.50	102.80	103.30	103.40	103.80	104.30	104.90	105.40	105.50	105.50	105.60	104.11	3.086
68	99.70	100.00	100.20	100.50	100.80	101.10	101.50	102.00	102.20	102.40	102.30	102.40	101.25	3.173
67	92.00	99.00	99.00	93.10	99.20	99.20	99.50	99.70	99.70	99.60	99.70	99.70	99.36	3.233

END

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