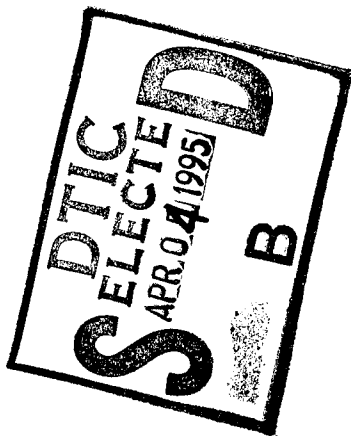
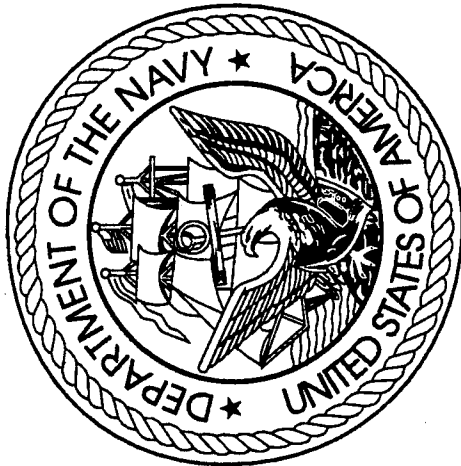


DEPARTMENT OF THE NAVY
FY 1996/FY 1997 BIENNIAL BUDGET ESTIMATES

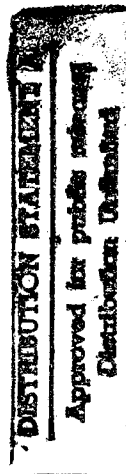


JUSTIFICATION OF ESTIMATES
FEBRUARY 1995

DTIC QUALITY INSPECTED 8

OPERATION & MAINTENANCE,
NAVY

19950330 017



Introduction

The Operation and Maintenance, Navy (O&M,N) appropriation finances the day-to-day costs of operating naval forces, including fuel, supplies, and maintenance costs of ships, Navy and Marine Corps aircraft, other related weapon systems, and the support establishment ashore for naval forces.

The FY 1996 estimate of \$21,225.7 million includes price growth of \$605 million. This pricing increase results from a \$695.1 million one-time pricing increase associated with losses at closing DBOF activities. These losses have been reflected as a direct passthrough vice incorporation in customer rates. This one-time pricing increase has been partially offset by Defense Business Operations Fund (DBOF) materials and supplies price changes, and lower charges by the Defense Finance and Accounting Service (DFAS). The program reduction of \$707.9 million includes program decreases of \$856.1 million partially offset by net transfers of \$148.2 million. Significant transfers include: Resources for Fitting Out Support Assistance Team (FOSSAC), large and small purchases performed at Fleet Industrial Support Centers from the DBOF, and the realignment of Non-centrally managed equipment purchases from the procurement accounts. Program decreases result from a decline in both naval forces and aviation forces and their support structure, base closure savings and a cyclical decline in depot maintenance.

The FY 1997 estimate of \$20,254.5 million includes price growth of \$51.9 million. This price increase primarily results from Defense Business Operations Fund (DBOF) materials and supplies price changes, other purchases inflation and is offset by deletion of the one-time pass through to the DBOF in FY 1996. The program reduction of \$1,023.1 million includes program decreases only. There are no significant transfers to the O&M,N appropriation in FY 1997. Major program decreases include ship and aviation force downsizing, management initiatives to restructure and streamline maintenance infrastructure, Base Closure III savings and Base Closure IV projected savings.

Readiness continues to be our primary focus with flying hour and ship operations programs funded to meet Primary Mission Readiness (PMR) and OPTEMPO goals, while maintaining manageable levels of airframe, aircraft engine and ship maintenance backlogs. Full funding of all known Class I and Class II environmental projects is also included.

☒ ☐ ☐

See ADA278456

Distribution/	
Availability Codes	
Dist	Avail and/or Special
A-1	

O&M,N Funding By Budget Activity/Activity Group
(Exhibit 0-1)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>BUDGET ACTIVITY 1 - OPERATING FORCES</u>	<u>14,143,961</u>	<u>14,942,448</u>	<u>14,846,657</u>	<u>13,691,072</u>
AIR OPERATIONS	4,399,043	4,719,800	4,266,628	4,365,987
SHIP OPERATIONS	6,445,509	7,194,834	6,879,010	6,734,199
COMBAT OPERATIONS/SUPPORT	1,770,035	1,556,085	1,581,800	1,574,320
WEAPONS SUPPORT	1,529,374	1,471,729	1,424,119	1,437,566
DBOF Support	0	0	695,100	0
BRAC IV Projected Savings	0	0	0	-421,000
<u>BUDGET ACTIVITY 2 - MOBILIZATION</u>	<u>1,279,933</u>	<u>1,275,920</u>	<u>1,030,228</u>	<u>1,144,836</u>
READY RESERVE AND PREPOSITIONING FORCES	530,660	446,611	511,034	499,888
ACTIVATIONS/INACTIVATIONS	711,804	736,201	479,601	603,697
MOBILIZATION PREPAREDNESS	37,469	93,108	39,593	41,251
<u>BUDGET ACTIVITY 3 - TRAINING AND RECRUITING</u>	<u>1,577,717</u>	<u>1,642,749</u>	<u>1,561,692</u>	<u>1,594,431</u>
ACCESSION TRAINING	218,130	242,843	249,069	250,901
BASIC SKILLS AND ADVANCED TRAINING	1,146,975	1,178,446	1,087,406	1,108,569
RECRUITING, AND OTHER TRAINING AND EDUCATION	212,612	221,460	225,217	234,961
<u>BUDGET ACTIVITY 4 - ADMIN & SERVICEWIDE ACTIVITIES</u>	<u>3,852,243</u>	<u>3,467,535</u>	<u>3,787,133</u>	<u>3,824,168</u>
SERVICEWIDE SUPPORT	1,523,793	1,506,179	1,758,993	1,741,816
LOGISTICS OPERATIONS AND TECHNICAL SUPPORT	1,782,957	1,440,294	1,453,266	1,499,382
SECURITY PROGRAMS	537,256	513,694	567,479	575,475
SUPPORT OF OTHER NATIONS	8,237	7,368	7,395	7,495
TOTAL OPERATION AND MAINTENANCE, NAVY	20,853,854	21,328,652	21,225,710	20,254,507

DIRECT HIRE PERSONNEL SUMMARY
OPERATION AND MAINTENANCE, NAVY

	FY 1994 ACTUALS -----	FY 1995 ESTIMATE -----	FY 1996 ESTIMATE -----	FY 1997 ESTIMATE -----
Total number of full-time permanent positions (End Strength)	76,957	78,774	77,628	74,634
Total compensable workyears:				
Full-time equivalent employment				
U.S. Direct Hires	78,477	81,078	84,103	78,646
Foreign Nationals	0	0	0	0
Total Direct Hires	78,477	81,078	84,103	78,646
Disadvantaged Employment	0	0	0	0
Total Full-time equivalent employment	78,477	81,078	84,103	78,646
Full-time equivalent of overtime and holiday hours (Workyears)	1,316	1,304	1,310	1,283
Average ES salary	115,601	114,341	116,844	120,229
Average GM salary	67,177	67,898	69,806	71,541
Average GS grade	9.65	9.55	9.38	9.39
Average GS salary	32,690	33,479	33,485	34,347
Average salary of ungraded positions	31,085	32,177	34,585	33,977

PB-31C (page 1 of 3)

DIRECT HIRE CIVILIAN EMPLOYMENT
OPERATIONS AND MAINTENANCE, NAVY

	FY 1994 ACTUALS			FY 1995 ESTIMATE			FY 1996 ESTIMATE			FY 1997 ESTIMATE		
	END STRENGTH	WORK YEARS	\$ (000)	END STRENGTH	WORK YEARS	\$ (000)	END STRENGTH	WORK YEARS	\$ (000)	END STRENGTH	WORK YEARS	\$ (000)
Direct Hire Civilians	76,957	78,477	3,706,822	78,774	79,057	3,852,489	77,628	80,124	3,909,791	74,634	74,771	3,755,475
Full-Time Permanent	7,304	6,088	311,672	4,982	4,991	208,358	4,841	6,837	333,623	4,691	6,705	336,768
Other	84,261	84,565	4,018,494	83,756	84,048	4,060,847	82,469	86,961	4,243,414	79,325	81,476	4,092,243
Total Direct Hire												
Disadvantaged Employment	0	0	0	0	0	0	0	0	0	0	0	0
Foreign National Separation Liability	448			2,498			146			150		
Severance Pay/Unemployment Compensation	230,472			59,391			152,055			54,041		
Total	84,261	84,565	4,249,414	83,756	84,048	4,122,736	82,469	86,961	4,395,615	79,325	81,476	4,146,434
Detail by Budget Activity												
Operating Forces	37,131	37,579	1,868,805	37,220	37,642	1,733,208	35,959	39,576	1,954,414	34,703	36,047	1,692,271
Mobilization	142	147	8,549	146	145	8,480	145	143	8,534	144	143	8,710
Training and Recruiting	11,393	11,207	490,026	10,636	10,643	484,232	9,996	10,184	473,173	9,556	9,652	469,601
Administration/Service-wide Activities	35,595	35,632	1,882,034	35,754	35,618	1,896,816	36,369	37,058	1,959,494	34,922	35,634	1,975,852
TOTAL Direct Hire	84,261	84,565	4,249,414	83,756	84,048	4,122,736	82,469	86,961	4,395,615	79,325	81,476	4,146,434
Reimbursable Obligations Included Above			956,162			1,060,555			1,344,676			1,140,354

INDIRECT HIRE PERSONNEL SUMMARY
OPERATION AND MAINTENANCE, NAVY

	FY 1994 ACTUALS			FY 1995 ESTIMATE			FY 1996 ESTIMATE			FY 1997 ESTIMATE		
	END STRENGTH	WORK YEARS	\$ (000)	END STRENGTH	WORK YEARS	\$ (000)	END STRENGTH	WORK YEARS	\$ (000)	END STRENGTH	WORK YEARS	\$ (000)
Detail by Budget Activity												
Operating Forces	4,834	4,860	70,748	4,883	4,891	46,061	4,883	4,891	32,239	4,883	4,891	33,097
Administration/Service-wide Activities	606	624	7,933	648	635	8,746	955	949	7,814	1,004	998	8,762
TOTAL Indirect Hire	5,440	5,484	78,681	5,531	5,526	54,807	5,838	5,840	40,053	5,887	5,889	41,859
Foreign National Separation Liability			904			1,418			1,448			1,493
Reimbursable data included above	11,689			11,049			10,064			11,093		

Budget Activity 1: Operating Forces

BA 01

**Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-05**

Budget Activity: 01 - Operating Forces

I. Description of Operations Financed

This Budget Activity supports aircraft operations, ship operations, and other combat and weapons support. Funds are used to maintain combat ready forces necessary to respond to national objectives in Joint, Naval and Combined operations. It supports the forward presence and crisis response of the National Military Strategy.

Air Operations. This activity group operates, maintains, and trains ten active carrier air wings in FYs 1996 and 1997, and three Marine Corps air wings and aviation components of the 1st Marine Expeditionary Brigade (MEB) in all years. Naval aviation is divided into three primary mission areas, Tactical Air/Anti Submarine Warfare (ASW), Fleet Air Support, and Fleet Air Training. Tactical Air squadrons conduct strike operations and are flexible in dealing with a wide range of threats identified in the national strategy and provide long range and local protection against airborne and surface threats. Anti-Submarine Warfare Squadrons locate, destroy and provide force protection against sub-surface threats, and conduct maritime surveillance operations. Fleet Air Support squadrons provide vital fleet logistics support and other duties such as aerial photo reconnaissance. Fleet Air Training facilities provide the necessary training to allow pilots to become proficient with their specific type of aircraft and transition to fleet operations.

Ship Operations. This activity group provides resources for all aspects of ship operations and maintenance required to continuously deploy combat ready warships in support of national objectives and to ensure control of the sea and littoral if required. Programs supported in Ship Operations include: operating tempo (OPTEMPO), fleet training of units and specialized skills, and associated administrative support; support of fleet-owned training equipment/facilities; operational support such as command and control, pier-side support and port services, range support, and supporting ships and craft; organizational, intermediate and depot level maintenance, and associated support. This activity group also includes the cost of operating shore facilities supporting ship operations.

Budget Activity: 01 - Operating Forces. (Cont'd)

I. Description of Operations Financed. (Cont'd)

Combat Operations/Support. This activity group provides funding for all aspects of combat operations in support of force operations, from operations to group and specialized training, and maintenance and associated support. Programs supporting combat support forces and operational support of Naval units include: command and control; War Planning/Exercises/Wargaming; Combat Development; Oceanography and Environmental Prediction Support; Combat Support Forces - Seabees, Explosive Ordnance Disposal units; tactical command, control communications and surveillance; maintenance and support of equipment; and operation of shore facilities supporting these programs.

Weapons Support. This activity group provides funding for all aspects of unique weapons systems in support of force operations, from operation of weapon systems to group and specialized training, weapon systems maintenance and associated engineering and logistics support. Weapons Support programs provide for the operational readiness and reliability for aviation, undersea, and surface weapons systems. These weapons systems include; TRIDENT Strategic Weapons Systems (SWS) aboard fleet ballistic missile submarines, the Cruise Missile Weapon System (TOMAHAWK), HARPOON, Close-in Weapon System (CIWS), Stinger and other diversified weapons systems. Weapons Support provides in-service engineering, logistics support, weapons systems certifications; organizational, intermediate and depot level maintenance; and engineering and supply support. This activity group also includes the cost of operating shore facilities supporting weapons systems and programs.

DBOF Support. This activity group provides funding to bring the Accumulated Operating Result(s) (AOR) of DBOF activities that are closing in FY 1996 from negative to a break even position, thereby subsidizing rates at these closing activities. The subject activities are concentrated at Naval Shipyards and Naval Aviation Depots. This direct passthrough will preclude a corresponding increase in rates in subsequent years at DBOF activities that remain open.

BRAC IV Projected Savings. The FY 1996 budget includes a \$695.1 million increase associated with losses at closing DBOF activities. These losses have been reflected as a direct passthrough vice incorporation in customer rates.

Budget Activity: 01 - Operating Forces. (Cont'd)

II. Force Structure Summary Please refer to individual activity group exhibits for force structure information.

III. Financial Summary (\$ in Thousands)

A. Activity Group Total

	FY 1994 Actuals	Budget Request	FY 1995 Approp- riated	Current Estimate 1/	FY 1996 Estimate	FY 1997 Estimate
Air Operations	\$4,399,043	\$4,632,681	\$4,536,781	\$4,743,059	\$4,266,628	\$4,365,987
Ship Operations	6,626,542	7,032,686	7,114,986	7,217,258	6,879,010	6,734,199
Combat Operations/Support	1,770,035	1,573,254	1,573,254	1,558,276	1,581,800	1,574,320
Weapons Support	1,529,374	1,510,623	1,510,623	1,472,155	1,424,119	1,437,566
DBOF Support					695,100	
BRAC IV Projected Savings						-421,000
Subtotal	\$14,324,994	\$14,749,244	\$14,735,644	\$14,990,748	\$14,846,657	\$13,691,072
Fuel Credits	-181,033					
Technical Adjustments			-18,830			
Allocation of Congressional			-51,674			
General Adjustments						
DLA Supply Credit				-39,695		
MSC Rate Credit				-3,159		
Anticipated Civilian Pay Raise						
Reprogramming				-5,446		
TOTAL	\$14,143,961	\$14,749,244	\$14,665,140	\$14,942,448	\$14,846,657	\$13,691,072

1/ The FY 1995 Current Estimate amount also includes \$39,695 thousand in DLA supply credits and \$3,159 in MSC rate adjustments consistent with the FY 1995 Appropriation Act.

Budget Activity: 01 - Operating Forces. (Cont'd)

B. Reconciliation Summary

	<u>Change</u> <u>FY 1995 Reg/1995 Curr</u>	<u>Change</u> <u>FY 1995/1996</u>	<u>Change</u> <u>FY 1996/FY 1997</u>
Baseline Funding	\$14,749,244	\$14,942,448	\$14,846,657
Congressional Adjustments (specified)	-13,600		
Congressional Adjustments (general)	-51,674		
Technical Adjustments	-18,830		
Price Change	-27,388	-473,073	-120,319
Functional Transfers	155,983	75,093	0
Program Changes	<u>148,713</u>	<u>-643,957</u>	<u>-1,035,266</u>
Current Estimate	\$14,942,448	\$14,846,657	\$13,691,072

Budget Activity: 01 - Operating Forces. (Cont'd)

C. Reconciliation of Increases and Decreases

\$ in 000
\$14,749,244

1. FY 1995 President's Budget Request

2. Congressional Adjustments (Program specified)

A. Aircraft Depot Maintenance Backlog	23,600
B. New Orleans Air Station, including Real Property Maint	6,000
C. Supply Operations	-45,000
D. Real Property Maintenance General Reduction	-100,000
E. Travel	-4,000
F. NPGS Joint Warfare Analysis	1,500
G. Ships Supplies and Equipage	23,000
H. Ship Maintenance Backlog	50,000
I. SSBN Maintenance Backlog	-23,000
J. Constellation/ Intrepid Survey	1,000
K. Charleston Naval Complex	6,000
L. Shipyard Modernization	46,300
M. Environmental Activities, Derecktor Shipyard	1,000

-13,600

3. FY 1995 Appropriated Amount (Program specified)

\$14,735,644

4. Technical Adjustments required to comply with Congressional Intent.

A. NPGS Joint Warfare Analysis	-1,500
B. Supply Operations	5,305
C. Travel	586
D. Pentagon, Major Commands and Administration	-6,325
E. Workyear Pricing	-4,188
F. Family Support Centers	3,924
G. Base Communications Infrastructure	-6,546
H. Environmental Technologies	-5,927
I. Environmental Activities, Derecktor Shipyard	-1,000
J. MSC Rate Change	-3,159
K. Nimitz Center	3,000
L. Arms Control	-3,000

-18,830

5. Congressional Adjustments (General)

A. Civilian Personnel Pay Raise	5,508
B. Contractor and Consulting Services	-32,111

-51,674

Budget Activity: 01 - Operating Forces. (Cont'd)

C. Information Technology General Reduction
D. FY 1995 Budget Amendment

-25,049
-22

6. FY 1995 Appropriated Amount

\$14,665,140

7. Pricing Adjustments

-27,388

8. Functional Transfers

A. Transfers In

155,812

1) Intra-Appropriation

(158,894)
10,220

a. Ship Operations

(2,841)

b. Combat Operations Support

(7,379)

2) Inter-Appropriation

148,674

a. Air Operations

(120,679)

b. Ship Operations

(21,756)

c. Combat Operations Support

(2,289)

d. Weapons Support

(3,950)

B. Transfers Out

(-3,082)

1) Inter-Appropriation

-1,991

a. Ship Operations

(-1,991)

2) Intra-Appropriation

-920

a. Air Operations

(-920)

b. Ship Operations

(-171)

9. Program Increases

A. Air Operations

570,222

B. Ship Operations

310,580

C. Combat Operations Support

189,737

D. Weapons Support

61,233

8,672

10. Program Decreases

A. Air Operations

-421,338

B. Ship Operations

-212,852

C. Combat Operations Support

-95,925

D. Weapons Support

-69,037

-43,524

11. FY 1995 Current Estimate

\$14,942,448

Budget Activity: 01 - Operating Forces. (Cont'd)

12. Pricing Adjustments		
A. Annualization of FY 1995 Pay Raise		
1) Classified	(9,783)	
2) Wage Board	7,893	
3) Foreign National Direct Hire	1,505	
B. FY 1996 Pay Raise	385	
1) Classified	(26,012)	
2) Wage Board	20,979	
3) Foreign National Direct Hire	3,792	
C. Defense Business Operating Fund (DBOF)	1,241	
1) Supplies, Material, and Equipment	(-313,304)	
2) Fuel	-379,637	
D. Other Defense Business Operating Fund	66,333	
E. Foreign National Indirect Hire	(567,779)	
F. Foreign Currency	(167)	
G. Other Pricing	(20,578)	
	(162,058)	
		473,073
13. Functional Transfers		
A. Transfers In		
1) Intra-Appropriation	(85,688)	
a. Air Operations	56,589	
b. Ship Operations	(14,391)	
c. Combat Operations Support	(14,521)	
d. Weapons Support	(26,318)	
2) Inter-Appropriation	(1,359)	
a. Air Operations	29,099	
b. Ship Operations	(2,821)	
c. Combat Operations Support	(6,150)	
d. Weapons Support	(19,425)	
	(703)	
B. Transfers Out		
1) Intra-Appropriation	(-10,595)	
a. Air Operations	-10,517	
b. Ship Operations	(-1,054)	
c. Combat Operations Support	(-448)	
2) Inter-Appropriation	(-9,015)	
a. Air Operations	-78	
	(-78)	
		75,093

Budget Activity: 01 - Operating Forces. (Cont'd)

14. Program Increases		
A. Annualization of FY 1995 Increases		
1) Ship Operations	(34,261)	
2) Combat Operations Support	33,301	
	960	
B. One Time FY 1996 Increases	(187,760)	
1) Air Operations	130,000	
2) Ship Operations	50,390	
3) Combat Operations Support	7,314	
4) Weapons Support	56	
C. Other Program Increases in FY 1996	(896,722)	
1) Air Operations	92,874	
2) Ship Operations	573,765	
3) Combat Operations Support	148,101	
4) Weapons Support	82,032	
		1,118,793
15. Program Decreases		
A. Annualization of FY 1995 Decreases		
1) Ship Operations	(-53,835)	
2) Combat Operations Support	-49,168	
3) Weapons Support	-2,597	
B. One Time FY 1995 Costs	-2,070	
1. Ship Operations	(-46,545)	
2. Combat Operations Support	-8,122	
3. Weapons Support	-13,125	
C. Other Program Decreases in FY 1996	-25,298	
1. Air Operations	(-1,662,370)	
2. Ship Operations	-329,328	
3. Combat Operations Support	-1,000,383	
4. Weapons Support	-179,968	
	-152,691	
		-1,762,750
16. FY 1996 President's Budget Request		\$14,846,657

Budget Activity: 01 - Operating Forces. (Cont'd)

17. Pricing Adjustments		
A. Annualization of FY 1996 Pay Raise		
1) Classified	(19,034)	
2) Wage Board	14,209	
3) Foreign National Direct Hire	3,975	
B. FY 1997 Pay Raise	850	92,091
1) Classified	(22,286)	
2) Wage Board	18,790	
3) Foreign National Direct Hire	2,238	
C. Defense Business Operating Fund (DBOF)	1,258	
1) Supplies, Material, and Equipment	(197,852)	
2) Fuel	184,270	
D. Other Defense Business Operating Fund	13,582	
E. Foreign National Direct Hire	(-498,366)	
F. Other Pricing	(878)	
	(137,997)	
18. Program Increases		421,207
A. Annualization of FY 1996 Increases		
1) Ship Operations	(56,598)	
2) Combat Operations Support	51,225	
3) Weapons Support	4,784	
B. One Time FY 1997 Increases	589	
1) Air Operations	(52,915)	
2) Ship Operations	4,404	
3) Combat Operations Support	41,734	
4) Weapons Support	4,923	
C. Other Program Increases in FY 1997	1,854	
1) Air Operations	(311,694)	
2) Ship Operations	30,815	
3) Combat Operations Support	182,909	
4) Weapons Support	34,474	
	63,496	

Budget Activity: 01 - Operating Forces. (Cont'd)

20. Program Decreases

A. Annualization of FY 1996 Decreases

- 1) Ship Operations
- 2) Combat Operations Support

B. One Time FY 1997 Decreases

- 1) Ship Operations
- 2) Combat Operations Support
- 3) Weapons Support

C. Other Program Decreases in FY 1995

- 1. Air Operations
- 2. Ship Operations
- 3. Combat Operations Support
- 4. Weapons Support

D. BRAC IV savings. The projected BRAC IV savings reflect an estimate of the anticipated, undistributed savings which may potentially accrue as a result of future Base Closure Commission actions.

-1,456,473

(-39,240)
-29,053
-10,187
(-46,149)
(-38,635)
(-7,484)
(-30)
(-950,084)
-198,199
-584,439
-82,299
-85,147
(-421,000)

21. FY 1997 President's Budget Request

\$13,691,072

Budget Activity: 01 - Operating Forces. (Cont'd)

IV. Performance Criteria and Evaluation

Please refer to individual activity group exhibits for quantitative factors on which to measure performance.

V. Personnel Summary

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>Change FY 1995/FY 1996</u>	<u>Change FY 1996/FY 1997</u>
<u>A. End Strength (E/S)</u>						
<u>Military</u>	284,402	271,480	255,344	246,195	-16,136	-9,149
Officer	26,081	25,865	24,237	23,412	-1,628	-825
Enlisted	258,321	245,615	231,107	222,783	-14,508	-8,324
<u>Civilian</u>	36,412	36,070	35,212	34,324	-858	-888
USDH	29,566	29,419	28,573	27,707	-846	-866
FNTH	4,396	4,430	4,430	4,430	0	0
FNDH	2,450	2,221	2,209	2,187	-12	-22

**Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates**

Budget Activity: **01-Operating Forces**
Activity Group: **Air Operations**

I. Description of Operations Financed

Air Operations - The operational tempo funding operates, maintains, and trains ten active carrier air wings in FY's 1995, 1996, and 1997 and three Marine Corps air wings and aviation components of the 1st Marine Expeditionary Brigade (MEB) in all years. Naval aviation is divided into three primary mission areas, Tactical Air/Anti Submarine Warfare (ASW), Fleet Air Support, and Fleet Air Training. Tactical Air squadrons conduct strike operations and are flexible in dealing with a wide range of threats identified in the national strategy and provide long range and local protection against airborne and surface threats. Anti-Submarine Warfare Squadrons locate, destroy and provide force protection against sub-surface threats, and conduct maritime surveillance operations. Fleet Air Support squadrons provide vital fleet logistics support and other duties such as aerial photo reconnaissance. Fleet Air Training facilities provide the necessary training to allow pilots to become proficient with their specific type of aircraft and transition to fleet operations. The various elements funded within this activity group are summarized below.

Primary Activity Group Components

Mission and Other Flight Operations - Includes all Navy and Marine Corps Tactical Air (TACAIR) and ASW forces, shore based logistical fleet air support, operational testing and evaluation, operation and maintenance of the White House helicopters, and miscellaneous items such as transportation of squadron equipment and the operation and maintenance of drones.

Funding provides flying hours to maintain an adequate level of readiness enabling Naval and Marine Corps aviation forces to perform their primary mission as required in support of national objectives. Primary mission readiness (PMR) is expressed as a percentage and reflects the amount of hours aircrews must fly to maintain adequate proficiency and perform the primary mission of a particular type/model/series (TMS) of aircraft including all-weather day/night carrier operations and other assigned tasks as appropriate. The requested funds buy 83 percent PMR plus a two percent simulator contribution totaling 85 percent PMR. This TACAIR/ASW average is considered the minimum acceptable level. To ensure readiness and pilot proficiency, deployed crews receive 115 percent PMR, crews in work-up receive 100 percent PMR, while non-deployed crews fly at reduced levels.

Activity Group: **Air Operations (continued)**

Fleet Air Training - Includes Fleet Readiness Squadrons (FRSSs) which train replacement aircrews for each Navy and Marine Corps TMS in weapons tactics training, weapons delivery qualifications, carrier landing qualifications, training to adversary pilots, and provides adversary services to fleet squadrons to develop and maintain air-to-air combat skills. These FRSSs are located throughout the country. Student levels are established by authorized TACAIR/ASW force level requirements, aircrew/maintenance personnel rotation rates, and the student output from Undergraduate Pilot/NFO Training Program. Fleet Air Training also includes Fleet Aviation Specialized Operational Training Groups (FASOTRAGRU) which conduct specialized aviation support training such as, weapons systems, special tactics, anti ship missile and ASW tactics and systems, land survival and evasion techniques, and prisoner of war conduct. Management of the acquisition, operation and maintenance of flight simulation facilities are part of Fleet Air Training as well.

Intermediate Maintenance - This program includes Aircraft Intermediate Maintenance Departments (AIMD), Naval Aviation Engineering Services Unit (NAESU) and Navy Engineering Technical Services (NETS). The AIMD program funds the pay of civilian personnel and day to day operations at the AIMDs. The NAESU funding provides civilian personnel compensation, travel, automatic data processing and related support costs required for engineering and technical support of aviation units. NETS funding provides instruction, information and training in the installation, operation and maintenance of weapons systems, equipment and components.

Air Operations and Safety Support - This program includes funding for aviation mobile facilities, tactical systems support, expeditionary airfields, catapults and arresting gear, survival equipment, shorebased landing aids, air traffic control and the Marine Air Traffic Control Squadron (MATCS). The aviation mobile facilities program provides for engineering and support services for Marine Corps facilities. The expeditionary airfield program supports Marine Amphibious Force units composed of fighter, attack and helicopter aircraft. The catapults and arresting gear program provides for engineering, logistical and technical efforts for all aircraft launch, recovery and visual landing aid equipment. The survival equipment program provides support for Basic Design Engineering (BDE) and production support functions for Aviation Life Support equipment. The shorebased landing aids program and the air traffic control program provide funding for engineering support for landing aid improvements, replacement of obsolete landing aids and related facility alterations, air traffic control, identification and landing systems support at all USN and USMC aviation shore facilities worldwide and all aviation/combat ships afloat. The Marine Air Traffic Control Squadron funding ensures restoration of USMC aviation end items.

Aircraft Depot Maintenance - This program includes airframe rework, engine rework and component rework. The airframe rework provides inspection and repair of fleet aircraft. The engine rework program accomplishes the repair, modification and overhaul of aircraft engines, gearboxes and torque meters. The primary purpose of the component rework program is to provide readiness by ensuring that an adequate supply of components is available to support the Fleet.

Activity Group: Air Operations (continued)

Aircraft Depot Operations Support - This program includes aircraft support services rework, Naval Aviation Depot Operations Center (NADOC) and military support. Aircraft support services enhances Fleet readiness by providing expeditious solutions for the correction of unplanned maintenance problems incurred during Fleet operations. NADOC funding provides civilian personnel compensation, travel, automatic data processing and related support costs required for engineering and technical support of depot maintenance activities.

Base Support - Includes base support for activities that predominantly support aviation operating forces. Base support includes operation of utility systems, public works services, base administration, supply operations, base services such as transportation and security, personnel support functions, bachelor quarters operations, morale, welfare and recreation operations, real property maintenance, disability compensation, and environmental and hazardous waste management.

II. Force Structure Summary (TACAIR/ASW):

In FY 1994 there are 11 active carrier airwings, 2,564 crews and 1,887 primary authorized aircraft.
In FY 1995 there are 10 active carrier airwings, 2,540 crews and 1,872 primary authorized aircraft.
In FY 1996 there are 10 active carrier airwings, 2,476 crews and 1,825 primary authorized aircraft.
In FY 1997 there are 10 active carrier airwings, 2,430 crews and 1,779 primary authorized aircraft.

Activity Group: **Air Operations (continued)**

II. Financial Summary (Dollars in Thousands).

A. Sub-Activity Group Breakout

	FY1994 Current Estimate	Budget Request	FY1995 Appropriated	Current Estimate 1/	FY1996 Current Estimate	FY1997 Current Estimate
1A1A Mission and Other Flight Operations	1,971,904	1,922,587	1,922,587	1,968,166	1,788,301	1,806,647
1A2A Fleet Air Training	646,461	737,877	737,877	758,417	627,871	639,844
1A3A Intermediate Maintenance	91,952	67,154	67,154	66,610	68,070	65,397
1A4A Air Operations and Safety	138,264	82,359	82,359	77,128	59,060	72,140
1A5A Aircraft Depot Maintenance	476,561	659,511	683,111	681,132	489,443	539,830
1A6A Aircraft Depot Operations	29,263	34,001	34,001	31,921	28,232	30,227
1A7A Base Support 2/	1,044,638	1,129,192	1,009,692	1,159,685	1,205,651	1,211,902
Subtotal	4,399,043	4,632,681	4,536,781	4,743,059	4,266,628	4,365,987
Technical Adjustments			-1,911			
Allocation of Congressional General Adjustments			-7,666			
Anticipated Reprogramming to support civilian pay raise				-1,852		
DLA supply Credit 3/				-21,407		

Total

4,399,043 4,632,681 4,527,204 4,719,800 4,266,628 4,365,987

B. Reconciliation Summary

	Change FY 1995/FY 1995	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	4,632,681	4,719,800	4,266,628
Congressional Adjustments (Specified)	-95,900	0	0
Technical Adjustments	-1,911		
Congressional Adjustments (General)	-7,666		
Price Change	-24,891	-362,798	262,339
Functional Transfer	119,759	16,080	0
Program Changes	97,728	-106,454	-162,980
Current Estimate	4,719,800	4,266,628	4,365,987

1/FY 1995 will require a reprogramming of \$130,000 thousand in order to reach the goal of 85% primary mission readiness.

2/ FY 1995 Current Estimate includes \$1,856 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

3/ FY 1995 Current Estimate amount also includes \$21,407 thousand in DLA supply credits consistent with the FY 1995 Appropriation Act.

Activity Group: Air Operations (continued)

C. Reconciliation of Increases and Decreases.			
TOTAL			4,632,681
1. FY 1995 President's Budget Request			-95,900
2. Congressional Adjustments (Specified)			
A. Aircraft Depot Maintenance Backlog	23,600		
B. New Orleans Naval Air Station and Naval Air Station Real Property Maintenance	6,000		
C. Supply Operations	-25,000		
D. Real Property Maintenance General Reduction	-100,000		
E. Travel	-2,000		
F. NPGS Joint Warfare Analysis	1,500		
3. FY 1995 Appropriated Amount (Program Specified)		4,536,781	
4. Technical Adjustments Required to Comply with Congressional Intent			-1,911
A. NPGS Joint Warfare Analysis	-1,500		
B. Supply Operations	3,593		
C. Travel	1,567		
D. Pentagon, Major commands and Administration	-1,536		
E. Workyear Pricing	-1,017		
F. Family support Centers	1,383		
G. Base Communications Infrastructure	-2,580		
H. Environmental Technologies	-1,821		
5. Congressional Adjustments			-7,666
A. Civilian Personnel Pay Raise	1,408		
B. Contractor and Consulting Services	-4,431		
C. Information Technology General Reduction	-4,643		
6. FY 1995 Appropriated Amount		4,527,204	
7. Price Growth			-24,891
A. Wholesale Budget Rates	-26,743		
B. Civilian Pay Raise	1,852		
8. Functional Transfers			119,759

Activity Group: **Air Operations (continued)**

A. Transfers In - Inter-Appropriation		120,679
1) Realignment from Other Procurement Navy appropriation to reflect the Congressionally mandated increase in the unit cost of investment items that may be purchased with O&M funds from \$25 thousand to \$50 thousand. (Baseline: \$3,883,875)	679	
2) Transfer from Operation and Maintenance, Defense-Wide as directed by Section 8158 of the Department of Defense Appropriations Act, 1995. These funds are to reduce real property maintenance backlog. (Baseline: \$1,009,692)	120,000	
B. Transfers Out - Intra-Appropriation		-920
1) Transfer of Air Traffic Control support to LANTFLT, CNET and PACFLT to align initial supply equipment funding with program responsibility. (Baseline: \$82,235)	-753	
2) Realign resources to Combat Operations Support for consolidation of Personnel Support Offices (PSA Europe)	-167	
9. Program Increases		310,580
A. Other Program Increases		
Execution/Fact of Life Changes		
1) Increase in cost per hour for Aviation Depot Level Repairables and maintenance to reflect actual execution and maintain aircraft at readiness levels necessary to ensure airframe availability to meet pilot training and operational schedules. The additional funds are necessary primarily because of an increasing parts failure in a number of engine components. As a result, these engine components must be replaced more frequently than originally planned. (Baseline: \$2,479,964)	202,000	
Force Structure Changes		
1) Increase in flying hours resultant from an increase in primary authorized aircraft and an increased flying hour requirement. (Baseline: \$2,479,964)	58,829	
Legislative Changes		
1) Civil Service retirement and Disability fund payment representing \$80 for each employee as of March 31 of such fiscal year in accordance with the Federal Workforce Restructuring Act of 1994. (Baseline \$2,152,717)	603	
2) Increased base support funding for units relocating from closing bases. (Baseline: \$820,101)	15,002	
Management Initiatives/Changes		
1) Increase in NAS Keflavik base air operations support; Consolidation of functions at Rota NS; Acceptance of dominant user status in Greece. (Baseline: \$820,101)	1,935	
2) Increased funding for Bachelor Quarters upgrades and Real Property Maintenance to reduce Backlog of Maintenance And Repair. (Baseline: \$337,522)	29,234	
3) Increase in single sailor loaner furniture program. (Baseline \$598,537)	2,977	

Activity Group: **Air Operations (continued)**

10. Program Decreases

A. One Time Decrease

Execution/Fact of Life Changes

1) Of the \$202 million increase explained above, \$72 million have been identified for a prior approval reprogramming into Air operations and are included in the current estimate. This adjustment reflects additional funding required to fund 85% primary mission readiness requirement. During execution it is intended that this amount will be reprogrammed into the flying hour program. (Baseline \$2,479,964)

B. Other Program Decreases

Execution/Fact of Life Changes

1) Congress authorized locality pay increases for federal employees nationwide. Decreases to Air Operations are needed to fully fund the pay raise. A reprogramming request will be provided to Congress and, once approved, funding will be restored. (Baseline: \$1,129,192)

2) Reduced in-service engineering support of Air Launch Recovery Equipment and restoration of Marine Air Traffic Control Landing Systems based on FY 1994 execution experience. (Baseline: \$82,235)

Force Structure Changes

1) Decrease in USN staff flying hours and USMC staff flying hours requirement. (Baseline: \$1,839,857)

Infrastructure Changes

1) Decrease to reflect a decreased requirement of the non-flying elements of the flying hour program, primarily air staff administrative costs, Individual Material Readiness List costs, TAD and requirements for radar and acoustic simulation. (Baseline: \$180,500)

2) Reduction of civilian workyears to reflect lower workyear execution. (Baseline: \$3,883,875)

3) Decrease in Intermediate Maintenance program associated with downsizing and increased energy conservation. (Baseline: \$66,750)

4) Decrease in Depot Support Items, Customer Services, Ferry Flights and Naval Air Pacific Rework Activity (NAPRA) operations associated with overall decreases in the depot maintenance program. (Baseline: \$33,920)

Management Initiatives/Changes

1) Reduced environmental pollution abatement at various air stations. An additional year provided to define projects. (Baseline \$101,478)

Infrastructure Changes

1) Reductions in Base support due to BRAC and other base closures and consolidations. (Baseline: \$820,101)

11. FY 1995 Current Estimate

-212,852

-130,000

-130,000

-82,852

-1,852

-3,229

-17,327

-18,823

-1,569

-166

-1,788

-20,077

-18,021

4,719,800

Activity Group: **Air Operations (continued)**

12. Pricing Adjustments		-362,798
A. Annualization of FY 1995 Pay Raise		
1) Classified	2,512	
2) Wage Board	1,879	
3) Foreign National Direct Hire	426	
B. FY 1996 Pay Raise	207	
1) Classified	6,593	
2) Wage Board	5,330	
3) Foreign National Direct Hire	556	
C. Defense Business Operating Fund (DBOF)	707	
1) Supplies, Material, and Equipment	-266,466	
2) Fuel	-298,928	
D. Other Defense Business Operating Fund	32,462	
E. Foreign National Direct Hire	-140,527	
F. Foreign Currency	532	
G. Other Pricing	9,989	
	24,569	
13. Functional Transfers		16,080
A. Transfers-In - Inter Appropriation		
1) Realignment of non-centrally managed equipment purchases from the procurement accounts.	1,834	2,821
(Baseline: \$3,963,396)		
B. Transfers-In - Intra-Appropriation		
2) Transfer from DECA for non-incremental base support. (Baseline: \$1,157,623)	987	14,391
1) Decentralization of NAVFAC funding for OEMN repair, maintenance, and facility support contracts.	14,391	
(Baseline: \$1,157,623)		
C. Transfers Out - Inter-Appropriation		
1) Transfer of Air Traffic Control support to HQMC to align initial supply equipment funding with program responsibility. (Baseline: \$82,235)	-78	-78
D. Transfers Out - Intra-Appropriation		
1) Assets transferred to activities providing phone service. (Baseline: \$21,173) (-16ES, -16WY)	-1,054	-1,054
14. Program Increases		
A. One Time FY 1996 Increases		
Execution/Fact of Life Changes		
1) Increase to restore the FY 1995 baseline to a level that funds 85% primary mission readiness requirement.	130,000	130,000
(Baseline: \$2,418,262)		
		222,874
		130,000

Activity Group: **Air Operations (continued)**

B. Other Program Increases in FY 1996		92,874
Execution/Fact of Life Changes		
1) Increase to allow customer reimbursement to Fleet Industrial Supply Centers for supply management and supply operations costs of running SERVWART and retail inventory of Navy owned 9 COG material. These costs have been removed from the wholesale surcharge. (Baseline: \$2,418,262)	8,148	
2) One additional workday in FY 1996. (Baseline: \$2,579,078)	1,566	
3) Increases base support funding to support units relocating from other bases. (Baseline: \$820,101) (+183 E/S, +91 W/Y)	11,705	
Management Initiative/Change		
1) Increase to Real Property Maintenance to reduce critical backlog of maintenance and repair. Includes additional Bachelor Quarters upgrades. (Baseline: \$337,522)	41,780	
2) Increased funding for environmental compliance. (Baseline: \$101,478)	29,170	
3) Realignment from Combat Support for the CINCLANTFLT Manpower Assist Team	318	
Infrastructure Changes		
1) Increase of NAPRA workyears and associated costs for Guam Detachment moving to Okinawa. (3 W/Y) (Baseline: \$66,607)	88	
2) Increase of NADOC contract support due to increased NADEP workload becoming commercial as a result of NADEP closures. (2 W/Y) (Baseline: \$66,607)	99	
15. Program Decreases		-329,328
A. Other Program Decreases in FY 1996		
Management Initiatives		
1) Savings resulting from increased usage of the IMPAC Bank card for purchases below the micro-purchase threshold. (Baseline: \$2,418,262)	-187	
2) Savings resulting from the use of Electronic Funds Transfer as the standard method for paying travel vouchers. (Baseline: \$2,418,262)	-80	
3) Reduction in commercial telephone bills due to a reduction in fraud waste and abuse and other management cost savings. (Baseline: \$820,101)	-1,707	
Force Structure Changes		
1) Decrease in flying requirement in Fleet Air Training squadrons, primarily USN TACAIR and ASW readiness squadrons, USMC readiness squadrons and the adversary squadron. (Baseline: \$532,099)	-59,392	
2) Decrease in flying hours associated with decreased TACAIR/ASW primary authorized aircraft and flying hour requirement. (Baseline: \$1,886,163)	-37,395	
3) Decrease in Fleet Air Support hours resultant from a decreased flying hour requirement. (Baseline: \$1,886,163)	-23,493	
Infrastructure Changes		
1) Decrease reflects reduced requirements for radar and acoustic simulation, mission essential travel, and administrative requirements at operational staffs. (Baseline: \$287,127) (-62 ES/-77 WY)	-27,599	
2) Reductions in base support due to BRAC and other base closures and consolidations. (Baseline: \$820,101) (-627ES, -445WY)	-73,402	
		-329,328

Activity Group: Air Operations (continued)

Execution/Fact of Life Changes

- 1) Decrease in cost per hour for Aviation Depot Level Repairables and maintenance which reflects the introduction of solutions to the engine component problems experienced in previous years. This decrease will maintain aircraft readiness levels necessary to ensure airframe availability to meet pilot training and operational schedules. (Baseline: \$2,418,262)
- 2) Decreased Engineering Technical Support and AIMD requirements associated with reduced force structure and fewer AIMD sites. (-37 E/S, -14 W/Y) (Baseline: \$66,607) -714
- 3) Reduced in-service engineering, fleet technical assists, refurbishment of expeditionary matting and inspection of Marine Air Traffic Control Landing Squadrons due to reduced force structure and increased reliability and maintainability of equipment. (Baseline: \$77,128) -10,252
- 4) Decreased Standard Depot Level Maintenance of airframes and engines as a result of decreased Primary Authorized Aircraft. Program structured to a manageable backlog level of 100 airframes and 250 engines based on prior year execution experience. (Baseline: \$681,132) -60,185
- 5) Decreased maintenance support costs associated with the closure of NADEP Alameda, and overall decreases in the depot maintenance program. (Baseline: \$31,921) -1,433
- 6) Reduced support costs for Naval Air Pacific Repair Activity due to increased burdensharing from the Government of Japan. (Baseline: \$31,921) -553
- 7) Government of Japan burdensharing agreement provides for 100 percent of Foreign National Indirect Hire costs and 100 percent of FY 1989 baseline utility costs. (Baseline: \$820,101) -4,214
- 8) Reduction in collateral equipment for MILCON and facility maintenance projects. (Baseline: \$598,537) -507
- 9) Reduced funding associate with purchases for the Naval Air Warfare Center in order to reduce the backlog of funded orders from previous years. (Baseline: \$77,128) -8,490

16. FY 1996 President's Budget Request 4,266,628

17. Pricing Adjustments 262,339

A. Annualization of FY 1996 Pay Raise

- 1) Classified 2,305
- 2) Wage Board 1,660
- 3) Foreign National Direct Hire 397

B. FY 1997 Pay Raise

- 1) Classified 248
- 2) Wage Board 7,741
- 3) Foreign National Direct Hire 6,161

C. Defense Business Operating Fund (DBOF)

- 1) Supplies, Material, and Equipment 640
- 2) Fuel 940

D. Other Defense Business Operating Fund

- 1) Supplies, Material, and Equipment 134,897
- 2) Fuel 128,292

E. Foreign National Direct Hire

- 1) Supplies, Material, and Equipment 6,605
- 2) Fuel 91,500

F. Foreign Currency

- 1) Supplies, Material, and Equipment 815
- 2) Fuel 0

G. Other Pricing

- 1) Supplies, Material, and Equipment 25,081
- 2) Fuel 0

Activity Group: Air Operations (continued)

18. Program Increases		35,219
A. One Time FY 1997 Increases		
1) Collateral equipment support for MILCON Projects. (Baseline: \$1,205,651)	4,404	4,404
B. Other Program Increases in FY 1997		30,815
Execution/Fact of Life Changes		
1) Increased base support costs to support units relocating from closing bases. (Baseline: \$817,572) (+193 E/s, +91 W/Y)	4,893	
2) Fund Service Craft overhauls. (Baseline: \$817,582)	7,165	
3) Increase for Naval Air Warfare Centers in order to bring program funding back to then-year requirements. Prior year funding had been reduced in order to work down funded carry forward. (Baseline: \$59,060)	8,490	
Management Initiatives/Changes		
1) Outsourcing security and other base functions. Includes Civpers reductions. (Baseline: \$566,728) (-128 E/s, -65 W/Y)	8,604	
2) Increased Quality of Life support. Includes child care and family service support. (Baseline: \$73,102)	1,663	
19. Program Decreases		-198,199
A. Other Program Decreases in FY 1997		-198,199
Force Structure Changes		
1) Decrease in flying requirement in Fleet Air Training squadrons, primarily USMC TACAIR and USN ASW readiness squadron and the adversary squadron. (Baseline: \$410,207)	-7,955	
2) Decrease in TACAIR/ASW flying hours resultant from a decrease in primary authorized aircraft and flying hour requirement. (Baseline: \$1,730,515)	-18,515	
3) Decrease in Fleet Air Support flying hour requirement hours. (Baseline: \$1,730,515)	-2,506	
Infrastructure Changes		
1) Decrease in requirements for simulator support, equipment maintenance, supplies, materials, transportation of things, corrective maintenance support, contract support for simulator instructors, ADP support, printing, reproductive and publication services, training software support, maintenance and technical trainer support and electronic warfare training support. (Baseline: \$275,450) (-14 ES/-18 WY)	-12,803	
2) Reductions in base support due to BRAC and other base closures and consolidations. (Baseline: \$817,572)	-27,846	
3) Reductions associated with the closure/realignment of Aviation Intermediate Maintenance Departments at Miramar, Alameda and Barbers Point. (-10E/S,-29 W/Y) (Baseline: \$68,070)	-1,069	
4) Decreased Engineering Technical Support and AIMD requirements associated with reduced force structure. (-11 E/S,-12 W/Y) (Baseline: \$68,070)	-3,760	
5) Decreased Standard Depot Level Maintenance of airframes and engines as a result of decreased Primary Authorized Aircraft. Program structured to a manageable backlog level of 100 airframes and 250 engines. (Baseline: \$489,443)	-32,524	

Activity Group: Air Operations (continued)

Execution/Fact of Life Changes

1) Decrease in cost per hour for Aviation Depot Level Repairables and maintenance which reflects the introduction of solutions to the engine component problems experienced in previous years. This decrease will maintain aircraft readiness levels necessary to ensure airframe availability to meet pilot training and operational schedules. (Baseline: \$2,140,722)	-66,999
<u>Management Initiatives</u>	
1) Savings resulting from increased usage of the IMPAC Bank card for purchases below the micro-purchase threshold. (Baseline: \$2,125,906)	-371
2) Savings resulting from the use of Electronic Funds Transfer as the standard method for paying travel vouchers. (Baseline: \$2,125,906)	-27
3) Reduction in funding to draw down facilities backlog of maintenance and repair due to increased funding level in FY 1996 to reduce backlog in readiness related facilities. (Baseline: \$388,079)	-23,824

20. FY 1997 President's Budget Request

4,365,987

Activity Group: Air Operations (continued)

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates

IV. Performance Criteria

Audit Savings incorporated into current controls.

A. Mission and Other Flight Operations

	FY 1994	FY 1995	FY 1996	FY 1997
AVERAGE OPERATING AIRCRAFT	2,306	2,236	2,174	2,123
FLYING HOURS (000'S)	910	882	858	843
COSTS (\$000)	1,883,930	2,016,160	1,730,518	1,746,527
\$ PER HR	2,070	2,286	2,017	2,072
PRIMARY MISSION READINESS (%) 1/	83	85	85	85
DEPLOYED NAVY FLYING HOURS (NOT VP **)	166,270	191,385	185,012	180,748
NON-DEPLOYED NAVY FLYING HOURS (NOT VP)	207,452	174,015	167,953	163,009
DEPLOYED NAVY FLYING HOURS (VP *)	47,773	43,718	40,250	39,050
NON-DEPLOYED NAVY FLYING HOURS (VP)	45,949	42,049	38,653	37,538
% DEPLOYED/TOTAL NAVY FLYING HOURS	45.8%	52.1%	52.2%	52.3%
UNITS RECEIVING IMRL ITEMS	430	385	372	368
DRONES MAINTAINED	946	930	912	907

* VP - PATROL SQUADRON

** NOT VP - NON PATROL SQUADRON

1/ Includes 2% PMR from simulator training.

B. FLEET AIR TRAINING

AVERAGE OPERATING AIRCRAFT	613	527	477	455
FLYING HOURS (000'S)	198	213	194	188
COSTS (\$000)	417,267	532,104	410,207	413,810
\$ PER HR	2,107	2,498	2,114	2,201
MAJOR TRAINING DEVICES	151	129	130	130
TRAINING DEVICE HOURS	428,663	343,502	339,851	339,851
NUMBER STUDENTS NAVY FIGHTER WEAPONS SCHOOL	1,883	1,853	1,863	1,873
NUMBER STUDENTS NAVAL STRIKE WARFARE CENTER	1,760	1,686	1,595	1,515
NUMBER STUDENTS NAVY TEST PILOT SCHOOL	51	54	54	54

Activity Group: Air Operations (continued)

C. INTERMEDIATE MAINTENANCE

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
	<u>WYR</u>	<u>WYR</u>	<u>WYR</u>	<u>WYR</u>
	<u>\$000</u>	<u>\$000</u>	<u>\$000</u>	<u>\$000</u>
NAVAL AVIATION TECHNICAL SERVICE UNIT (NAESU)	113 5,702	119 5,975	119 6,235	119 6,350
ENGINEERING TECHNICAL SERVICES (ETS)	792 59,259	766 56,969	764 58,770	726 56,593

D. AIR OPERATIONS AND SAFETY SUPPORT

AVIATION MOBILE FACILITIES CONFIGURED				
MATTING RESURFACING (F-71)	151	213	212	200
MATTING RESURFACING (F-72)	2,400	4,800	3,200	3,055
	600	1,200	800	780
<u>STRUCTURAL EQUIPMENT DEFICIENCIES</u>				
CORRECTED PRIORITY I	160	171	100	170
PRIORITY II	50	25	0	20
PRIORITY III	0	0	0	0
FLEET INTRODUCTIONS OF NEW SYSTEMS	0	5 OF 5	4 OF 4	0
SHOREBASED LIGHTING SYSTEMS	10	17	11	12
SHOREBASED LANDING SYSTEMS	48	21	20	51
SHOREBASED SIGNS AND MARKERS	0	9	0	2
SHOREBASED FACILITY ALT. PROJECTS	30	51	10	36
MINOR CONSTRUCTION	5	8	5	6
<u>AIR TRAFFIC CONTROL & LANDING SYSTEMS</u>				
DIR FLEET TECH SUPPT ACTIONS	2,652	2,451	2,347	2,479
IN-SERVICE ENG SUPPT ACTIONS	1,321	1,308	1,252	1,324
REMOVE & RESTORE SYSTEM	102	101	97	102
FROM DECOMMISSIONED SHIPS				

Activity Group: Air Operations (continued)

D. AIR OPERATIONS AND SAFETY SUPPORT (Cont)

MARINE AIR TRAFFIC CONTROL SQUADRONS (MATCS)

	FY 1994	FY 1995	FY 1996	FY 1997
	UNITS	DOLLARS	UNITS	DOLLARS
MAINTENANCE SUPPORT INSPECTION	4	214	5	250
MAINTENANCE SUPPORT TESTS	1	476	1	525
MAINTENANCE SUPPORT SOFTWARE	8.6	833	1	1,192
MAINTENANCE MGMT ENGINEERING	3.6	172	3	285
INSTRUMENT LANDING SYS RESTORATIONS	4	159	3.5	146
PAR RADAR RESTORATIONS	0	0	1.0	552
C & CS RESTORATIONS	1.0	42	1.0	79
DEPOT LEVEL REPAIRABLES	0	533	1.0	57
GRAND TOTAL		3,210		3,867

Activity Group: Air Operations (continued)

E. AIRCRAFT DEPOT MAINTENANCE

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>AIRFRAME REWORK</u>				
STANDARD DEPOT LEVEL MAINTENANCE (SDLM)	UNITS 183 COST 169,871	272 306,576	205 200,759	199 232,043
SDLM/MODIFICATIONS	UNITS 25 COST 18,056	39 28,800	21 16,201	15 12,906
SDLM/CONVERSION	UNITS 1 COSTS 2,119	3 3,988	0 0	0 0
SDLM/CRASH DAMAGE	UNITS 2 COST 4,104	3 8,175	0 0	0 0
AGE EXPLORATION PROGRAM, DEPOT	UNITS 16 COST 8,846	15 9,337	18 7,209	20 11,351
SUBTOTAL SDLM	UNITS 227 COST 202,996	332 356,876	244 224,169	234 256,300
MID-TERM INSPECTION	UNITS 4 COST 7,566	2 6,311	1 3,291	0 0
SPECIAL REWORK	UNITS 0 COST 0	30 6,000	30 6,180	6,365
AIR WORTHINESS INSPECTIONS	UNITS 78 COST 3,256	90 4,024	36 1,175	47 2,488
EMERGENCY REPAIR	COST 55,452	71,623	48,747	58,071
AIRCRAFT SERVICE PERIOD ADJUSTMENT INSPECTIONS	COST 6,854	8,852	6,024	7,177
SUBTOTAL OTHER	UNITS 82 COST 73,128	122 96,810	67 65,998	77 74,101
TOTAL AIRFRAME REWORK	UNITS 277 COST 276,124	332 376,950	244 290,167	234 330,401

Activity Group: Air Operations (continued)

	FY 1994	FY 1995	FY 1996	FY 1997
<u>ENGINE REWORK</u>				
ENGINE OVERHAUL (O/H)				
UNITS	80	73	79	88
COST	11,696	12,521	15,779	15,375
ENGINE REPAIR				
UNITS	1,090	1,201	1,101	1,083
COST	150,735	172,998	143,772	150,375
SUBTOTAL O/H & REPAIR				
UNITS	1,170	1,274	1,180	1,171
COST	162,431	185,519	159,558	166,299
GEAR BOXES/TORQUE METER O/H				
UNITS	136	180	194	192
COST	7,079	5,792	6,222	6,426
GEAR BOXES/TORQUE METER (REPAIR)				
UNITS	10	20	20	17
COST	342	693	608	722
FIELD TEAM				
COST	129	588	840	1,158
SUBTOTAL GEAR BOXES & FIELD TEAM				
UNITS	146	200	214	209
COST	7,550	7,073	7,714	8,306
TOTAL ENGINE REWORK				
UNITS	1,170	1,274	1,180	1,171
COST	169,981	192,592	167,272	174,605

Activity Group: Air Operations (continued)

F. AIRCRAFT DEPOT OPERATIONS SUPPORT

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
A. <u>SUPPORT SERVICES (\$ 000S)</u>				
DEPOT SUPPORT ACTIONS	4,114	4,441	3,773	4,213
FLEET SUPPORT ACTIONS	6,933	7,482	6,360	7,101
CUSTOMER SERVICES ACTIONS	945	927	871	931
NAVAL AIR PACIFIC REPAIR ACTIVITY ACTIONS	5,150	7,266	5,752	5,922
NUMBER OF FERRY FLIGHTS	791	841	759	825
AIRCRAFT RECOVERY ACTION	1,340	1,050	1,082	1,112
MAINTENANCE SUPPT ACTIONS	3,252	2,334	2,404	2,476
TOTAL SUPPORT SERVICES:	22,525	24,341	21,001	22,580
B. <u>NAVAL AVIATION DEPOT OPERATION CENTER (WORKYEARS)</u>				
COMMERCIALLY MAINTAINED IN-SERVICE AIRCRAFT SUPPORT	90	94	94	94
C. <u>MILITARY SUPPORT</u>				
NUMBER OF PERSONNEL SERVED	2,000	2,000	1,750	1,500
NUMBER OF FUNCTIONS SERVED	25	28	29	10

Activity Group: Air Operations (continued)

Base Operations Support
(\$000)

Appropriation

	<u>FY 1994</u> <u>Estimate</u>	<u>FY 1995</u> <u>Estimate</u>	<u>FY 1996</u> <u>Estimate</u>	<u>FY 1997</u> <u>Estimate</u>
Operation and Maintenance, Navy	1,044,638	1,157,623	1,205,651	1,211,902
Other Base Operating Support	604,676	598,537	566,728	591,599
Real Property Maintenance	242,534	337,522	388,079	371,359
Base Communications	20,948	21,793	19,321	18,381
Environmental Compliance	85,011	101,478	132,364	130,429
Bachelor Quarters Operations	28,176	30,713	26,057	25,702
Morale, Welfare, and Recreation	63,293	67,580	73,102	74,432

PROGRAM DATA

	<u>FY 1994</u>			<u>FY 1995</u>			<u>FY 1996</u>			<u>FY 1997</u>		
	CONUS	Overseas		CONUS	Overseas		CONUS	Overseas		CONUS	Overseas	
Number of Installations	21	11		20	11		20	9		20	9	
Active Forces												

Bases closing are NAS Moffet Field in 1995, NAS Bermuda and NAS Agana in 1996.

Other Criteria

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Number of BEQ Rooms:	21,742	21,564	21,723	21,892
Number of BOQ Room:	5,067	5,007	5,101	5,189
Motor Vehicles				
Owned:	4,798	4,837	4,690	4,592
Leased Long Term:	1,399	1,396	1,146	1,103
Leased Short Term:	3,605	2,986	2,358	2,247
Child Care Center Spaces:	2,899	2,838	3,177	3,177
Supv. Home Care Spaces:	2,538	2,391	2,509	2,509
GSA Leased Space (000 SF):	6	6	6	6
GSA Leased Space Cost (\$000):	101	98	101	103
Non-GSA Lease Space (000 SF):	87	87	85	85
Non-GSA Lease Space Cost (\$000):	358	356	367	376

Activity Group: Air Operations (continued)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>Maintenance and Repair</u>				
Utilities (\$000):	19,329	22,549	22,778	30,606
Floor Space (000 SF):	78,879	74,595	73,875	74,047
Pavement (SY):	79,169,981	75,753,087	74,807,733	74,482,015
Land (acre):	210,511	210,502	208,061	208,061
RR Trackage (miles):	29	29	29	29
Piers, Wharves (F):	66,466	66,466	64,522	64,522
Facility Value CPV (\$000):	17,034,205	16,846,922	16,326,799	16,789,504

V. Personnel Summary

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	Change FY 1995/FY 1996	Change FY 1996/FY 1997

A. End Strength (E/S)

<u>Military</u>	67,474	63,695	61,802	57,873	-1,893	-3,929
Officer	8,402	8,419	8,045	7,693	-374	-352
Enlisted	59,072	55,276	53,757	50,180	-1,519	-3,577
<u>Civilian</u>	10,542	10,339	9,780	9,061	-559	-719
USDH	7,902	7,748	7,204	6,488	-544	-716
FNH	1,528	1,544	1,544	1,544	0	0
FNDH	1,112	1,047	1,032	1,029	-15	-3

B. Work Years (W/Y)

<u>Military</u>	71,427	65,542	62,728	59,818	-2,814	-2,910
Officer	8,824	8,384	8,223	7,858	-161	-365
Enlisted	62,603	57,158	54,505	51,960	-2,653	-2,545
<u>Civilian</u>	10,564	10,479	10,023	9,393	-456	-630
USDH	7,919	7,798	7,381	6,761	-417	-620
FNH	1,522	1,536	1,536	1,536	0	0
FNDH	1,123	1,145	1,106	1,096	-39	-10

**Operation and Maintenance, Navy
FY 1996/1997 Budget Estimates
EXHIBIT OP-05**

Budget Activity: **01-Operating Forces**
Activity Group: **1B - Ship Operations**

I. Description of Operations Financed

This activity group provides resources for all aspects of ship operations and maintenance required to continuously deploy combat ready warships in support of national objectives and to ensure control of the sea and littoral if required. Programs supported in Ship Operations include: Operating Tempo (OPTEMPO), fleet training of units and specialized skills, and associated administrative support; support of fleet-owned training equipment/facilities; operational support such as command and control, pier side support and port services, range support, and supporting ships and craft; organizational, intermediate and depot level maintenance, and associated support.

Ship Operational Support and Training - Financing for this program provides for the detailed pre-planning, engineering, training and range operations necessary to insure that operating force ships and nuclear attack submarines and their crews are operating at high levels of readiness.

Intermediate Maintenance - Financing within this program supports fleet maintenance which is normally performed by Navy personnel on tenders, repair ships, aircraft carriers, and Shore Intermediate Maintenance Activities (SIMAs). The SIMA program funds the pay of civilian personnel, materials and day-to-day operations at the SIMAs. Additionally, funding provides for the cost of travel and related costs required for engineering and support for the Naval Sea Systems Command. Navy Engineering Technical Support (NETS) funding provides instruction, information and training in the installation, operation, and maintenance of weapons systems, equipment, and components.

Ship Depot Maintenance - Financing within this program supports all maintenance ranging from Overhauls (OH) to Restricted Technical Availabilities (RA/TA). Ship overhauls restore the ship, including all operating systems which affect safety or current combat capability, to established performance standards. This includes the correction of all discrepancies found during pre-overhaul tests and inspections or developed from maintenance history analysis. RA/TA repairs include selected restricted availabilities, phased maintenance availabilities, emergent repairs, service craft overhauls, repairs, repairs during post shakedown of new units, interim dry docking, battery renewals and various other miscellaneous type repairs.

Ship Depot Operations Support--Financing within this program supports a variety of depot maintenance programs, including Planning and Engineering for Repair and Alterations (PERA), Ship Repair Facilities (SRF), Maintenance Engineering and Logistics Support, Outfitting (including Integrated Logistics Review) Technical Support for Mine Countermeasures (MCM/MHC) Ships, and Surface Ship Extended Operating Cycle (SSEOC). The Fleet Modernization Program (FMO) support effort begins in FY 1995 in the O&M,N appropriation and provides for minor ship alterations both in and out of scheduled availabilities.

Activity Group: Ship Operations (continued)

Base Support--Includes base support for activities that predominantly support ship operating forces. Base support includes operation of utility systems, public works services, base administration, supply operations, base services such as transportation and security, personnel support functions, bachelor quarters operations, morale, welfare and recreation operations, disability compensation, and environmental and hazardous waste management.

II. Force Structure Summary

In FY 1995 this sub-activity group supports 11 aircraft carriers, 113 surface combatants, 39 amphibious ships, 84 nuclear attack submarines, 16 strategic ballistic missile submarines, 43 combat logistics ships, 13 mine warfare ships, and 27 support forces ships. In FY 1996, funding provides for 11 aircraft carriers, 116 surface combatants, 42 amphibious ships, 80 nuclear attack submarines, 17 strategic ballistic missile submarines, 41 combat logistics ships, 11 mine warfare ships, and 22 support forces ships. In FY 1997, funding provides for 11 aircraft carriers, 116 surface combatants, 42 amphibious ships, 73 nuclear attack submarines, 18 strategic ballistic missile submarines, 41 combat logistics ships, 11 mine warfare ships, and 18 support forces ships.

Activity Group: Ship Operations (continued)

III. Financial Summary (Dollar in Thousands)

A. Sub-activity Breakout

	FY 1994	FY 1995	FY 1996	FY 1997
	Current Estimate/1	Budget Request	Appropriated Estimate/2	Current Estimate
1B1B Fleet Operations	2,149,244	1,891,202	1,891,202	1,907,675
1B2B Ship Operational Support and Training	429,964	501,771	524,771	498,229
1B3B Intermediate Maintenance	465,628	425,116	425,116	439,314
1B4B Ship Depot Maintenance	1,729,305	2,337,433	2,365,433	2,387,205
1B5B Ship Depot Operations Support	676,553	867,204	867,204	921,403
1B6B Base Support	1,175,848	1,009,960	1,041,260	1,063,432
Subtotal	6,626,542	7,032,686	7,114,986	7,217,258
Technical Adjustments			-7,598	
Allocation of Congressional General Adjustments			-24,199	
Fuel Credits 1/	-181,033			
DLA Supply Credits 2/				-16,585
MSC Rates 2/				-2,535
Anticipated Reprogramming to Support Civilian Pay Raise				-3,304
Activity Group Total	6,445,509	7,032,686	7,083,189	7,194,834
				6,879,010
				6,734,199

1/ The FY 1994 amount includes \$181,033 in fuel credits consistent with the FY 1994 Appropriations Act.
 2/ The FY 1995 Current Estimate includes \$16,585 thousand in DLA supply credits and \$2,535 in MSC rates adjustment consistent with the FY 1995 Appropriations Act.

B. Reconciliation Summary

	Change FY 1995/FY 1995	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	7,032,686	7,194,834	6,879,010
Congressional Adjustments (specified)	82,300		
Technical Adjustments	-7,598		
Congressional Adjustments (general)	-24,199		
Price Change	-4,602		231,448
Functional Transfer	22,435		0
Program Changes	93,812		-376,259
Current Estimate	7,194,834	6,879,010	6,734,199

Activity Group: Ship Operations (continued)

C. Reconciliation of Increases and Decreases.

1. FY 1995 President's Budget Request	7,032,686
2. Congressional Adjustments (Program specified)	82,300
Supply Operations	-20,000
Ships Supplies and Equipage	23,000
Ship Maintenance Backlog	50,000
SSBN Maintenance Backlog	-23,000
Constellation/INTREPID Survey	1,000
Travel	-2,000
Charleston Naval Complex	6,000
Shipyard Modernization	46,300
Environmental Activities, Derecoctor Shipyard	1,000
3. FY 1995 Appropriated Amount (Program Specified)	7,114,986
4. Technical Adjustments required to comply with Congressional Intent	-7,598
Supply Operations	3,415
Travel	1,211
Environmental Activities, Derecoctor Shipyard	-1,000
Pentagon, Major Commands & Admin	-2,883
Workyear Pricing	-1,911
Family Support Centers	2,425
Base Communications Infrastructure	-2,214
Environmental Technologies	-4,106
MSC Rate Change	-2,535
5. Congressional Adjustments (General)	-24,199
Civilian Personnel Pay Raise	2,507
Contractor and Consulting Services	-17,438
Information Technology General Reduction	-9,265
FY 1995 Budget Amendment	-3
6. FY 1995 Appropriated	7,083,189

Activity Group: Ship Operations (continued)

7. Price Growth			-4,602
Civilian Pay Raise		3,304	
Wholesale Budget Rates		-7,906	
8. Functional Transfers			22,435
A. Transfers In-Inter-Appropriation			21,756
1) Inter			
a) Funding realignment from Other Procurement Navy as a result of increased threshold for expense/investment criteria from \$25,000 to \$50,000. (Baseline \$656,716)	1,756		
b) Increase to Real Property Maintenance for reduction in backlog backlog of maintenance and repair. (Baseline \$811,152)	20,000		
B. Transfers In-Intra-Appropriation			2,841
1) Intra			
a) Transfer from Combat Operations Support to align air traffic control initial supply equipment funding with program responsibility.	741		
b) Transfer from Prepositioning and Surge to cover cost for Mobile Medical Augmentation Readiness Team (MMART). (Baseline \$51,134)	2,100		
C. Transfers Out- Inter-Appropriation			-11,030
1) Inter			
a) Realign Commands and Staff/Fleet TAD for afloat training organization from Ship Operations Fleet Ship Training to properly place funds (Baseline \$51,134)	-1,991		
D. Transfers Out- Intra-Appropriation			-171
1) Intra			
a) Realign resources to Combat Operations Support for consolidation of personnel Support Offices (PSA Europe)	-171		
9. Program Increases			189,737
A. One Time FY 1995 Costs		451	
Execution/Fact of Life Changes			
1) Increased cost for crew training of T-AO 203 (from \$274 base in FY 1995 President's Budget) and inactivation costs of T-AO 187 (from \$3,849 base in FY 1995 President's Budget).	151		
2) Crew training costs for T-AE 27 which will undergo conversion in FY 1996. (Baseline \$477,099)	300		

Activity Group: Ship Operations (continued)

B. Other Program Growth in FY 1995

189,286

Execution/Fact of Life Changes

- 1) Delayed decommissioning of CG-20 from FY 1994 to FY 1995 will allow continued IEAP testing. (Baseline \$1,417,360) 2,640
- 2) Delay in inactivation of T-AO 190 results in increase of 92 Full Operational Service (FOS) days. The extension in planned service was caused in part by the canceled delivery of T-AO 191 and T-AO 192 following bankruptcy of the building yard. (Baseline \$477,099) 5,034
- 3) Increased costs for conversion of TAE 27, increased per diem days for TAO 201 conversion costs for TATS 1 and reimbursable costs for commercial services. (Baseline \$477,099) 1,960
- 4) Increase in Repair Parts in support of phased material replacement items and repair parts required to achieve shipboard preventative and corrective organizational level maintenance. This increase allows for restoration of deferred purchases of S&E items which resulted from non-receipt of \$49,000 thousand in Counter-Drug OPTEMPO funding. (Baseline \$417,146) 33,630
- 5) Increased funding for Fleet Commands and Staff/TAD based on historic training requirements and execution requirements. (Baseline \$51,1343) 6,493
- 6) Increased funding to cover minimally executable requirements in Berthing and Messing as well as Planning and Estimating/Ship Repair Support efforts. (Baseline \$867,204) 5,558
- 7) Additional funding required to fund minimum executable workload in Intermediate Level Maintenance based on execution experience (Baseline \$425,116) 22,050
- 8) Increase in Ship Technical Support Program to provide for additional updates of technical documentation and logistics support items for the BOATALTS, additional lifecycle maintenance, development and implementation of software and hardware upgrades, and continuation of ship operational commitments. (Baseline: \$867,204) 3,224
- 10) Increase in the Target/Boat/Berthing Rehabilitation Program reflects additional design, development, and advanced planning actions. (Baseline: \$867,204) 1,900
- 11) Realignment of programs from Combat Operations Support to include the Integrated Undersea Surveillance System and Service Craft Maintenance programs. (Baseline \$709,214) 27,000

Force Structure Changes

- 1) Increase for fuel and utilities funding based on execution experience and increases in operating months in FY 1995. (Baseline \$608,495) 15,890

Activity Group: **Ship Operations (continued)**

- 2) Accelerate downsizing of fleet units increases IMA support for decommissioning. (Baseline: \$425,116) 2,210
- 3) Increase due to change in number and mix of RA/TA availabilities and miscellaneous RA/TA. (Baseline: \$2,337,433) 35,600

Legislative Changes

- 1) Pursuant to Federal Restructuring Act of 1994, payments to the Department of Treasury on behalf of the civil service retirement and disability fund for employees employed as of March 31st of each year. (Baseline: \$665,181) 593

Infrastructure Changes

- 1) Realignment of family service centers, Sasebo base expansion, and conversion. (Baseline: \$709,214) 1,078

Management Initiative/Changes

- 1) Increase in the SUPSHIP program to cover one time costs for Separation Incentive Pay (SIP) and Reduction in Force, along with increased design engineering and general administrative support. (Baseline: \$867,204) 11,987
- 2) Increase in environmental program support for pollution abatement. (+6ES,+6WY), (Baseline: \$101,039) 10,158
- 3) Collateral equipment support for MILCON projects. (Baseline: \$709,214) 1,136
- 4) Increase in recreation specialists from NAF to AP (+8ES,+18WY), (Baseline: \$709,214) 1,145

10. Program Decreases

-95,925

A. Other Program Decreases

Execution/Fact of Life Changes

- 1) Nuclear fuel program decreases primarily as a result of revised cost estimates for nuclear fuel storage and handling and anticipated reductions to shipyard core storage as shipments to Idaho of expended cores resumes. (Baseline: \$101,015) -8,561
- 2) Reduction in support of USS Frank Cable (AS 40) and USS Belknap (CG 26) resulting from accelerated inactivation and 1/2-less ship year of service in FY 1995. (Baseline: \$1,843,325) -5,640
- 3) Delayed delivery of DDG 62 from FY 1995 to FY 1996. (Baseline: \$1,843,325) -1,369
- 4) Decrease in per diem days of FOS charter for T-AK 286 resulting from early decommissioning in FY 1994 vice FY 1995. Decrease in per diem days of FOS charter of T-AO 201 due to 13 day delay in delivery and delay in operational service of T-AE 32 to FY 1996 and reduced support of Deep Submergence Research Vehicle. (Baseline: \$477,099) -26,677

Activity Group: **Ship Operations (continued)**

- 5) Canceled inactivation costs of T-AO 190.
(Baseline: \$477,099) -3,839
- 6) Decrease in consol tanker and towing operations T-AE 32
activation costs and commercial services administered through MSC.
(Baseline: \$477,099) -2,652
- 7) Decrease in estimated crew training costs for T-AE 32 and T-AO 204.
(Baseline: \$477,099) -102

Infrastructure Changes

- 1) Reduction in Recreation Specialist services to better support MWR
in the Kings Bay area. (Baseline: \$51,134) -44
- 2) Disestablishments of two submarine groups and one squadron in conjunction
with force structure downsizing. (Baseline: \$51,134) -132
- 3) Reduction to Management Headquarter/Commands and Staff based on execution
(Baseline: \$1,907,675) -18,162
- 4) Realignment of support functions at Kings Bay, NAS Sigonela, and Naval Station
Rota. (-29ES, -28WY), (Baseline: \$1,049,245) -1,360
- 5) Various adjustments across multiple programs, largely to address civilian
personnel shortfalls in other areas. (-31 ES/WY) (Baseline: \$501,771) -1,819
- 6) Fewer RADFAC equip calibrated and less planning and development of surface
IMAs. (Baseline: \$425,116) -928
- 7) Decrease in Fleet Modernization Program in support of a change in
requirements. (Baseline: \$867,204) -10,403
- 8) Reduction of civilian workyears to reflect lower workyear execution (-70WY)
(Baseline: \$665,181) -4,814
- 9) Realign 3 civilian personnel to Combat Support Operations for command evaluation
functions -111

Management Initiatives/Changes

- 1) Decrease for alternative energy for North Korea and reduction in conversion
conversion costs for TATS 1 serving in PACFLT (Baseline: \$901,198) -1,030
- 2) Defer service craft overhauls. (Baseline: \$709,214) -261
- 3) Savings resulting from base closures and consolidations.
(185ES, -121WY) (Baseline: \$1,175,814) -4,489
- 4) Delay in Naples Improvement Initiative construction schedule reduces FY 95
requirement (Baseline: \$709,214) -489
- 5) Congress authorized locality pay increases for federal employees nationwide.
Decreases to Ship Operations are needed to fully fund the payraise. A repro-
gramming request will be provided to Congress and, once approved, funding will
be restored. -3,304

Activity Group: Ship Operations (continued)

11. FY 1995 Current Estimate		7,194,834
12. Pricing Adjustments		
A. Annualization of FY 1995 Pay Raise		
1. Classified	64,170	
2. Wage Board	3,777	
3. Foreign National Direct Hire	2,691	
B. FY 1996 Pay Raise	951	
1. Classified	135	
2. Wage Board	11,329	
3. Foreign National Direct Hire	8,073	
	2,851	
	405	
C. Defense Business Operating Fund (DBOF)		
1. Supplies, Material, and Equipment	-50,246	
2. Fuel	-82,493	
	32,247	
D. Other Defense Business Operating Fund	208	
E. Foreign National Indirect Hire	-418	
F. Foreign Currency	8,876	
G. Other Pricing	90,644	
13. Functional Transfers		20,223
A. Transfers In-Inter Appropriation		
1) Realignment of non-centrally managed equipment purchases from the procurement accounts. (Baseline: \$1,175,848)	6,150	
2) Transfer from DECA for non-incremental base support. (Baseline: \$1,228,570)	4,168	
B. Transfers In-Intra Appropriation		
1) Transfer of Chief of Naval Education and Training (CNET) resources to establish the Expeditionary Warfare Training Group	1,982	
2) Decentralization of O&M funded contract administration from NAVFAC for environmental and facility support contracts. for expense/investment criteria to Ship Operations. (Baseline: \$1,228,570)	14,521	
3) Transfer of funding from General Defense Intelligence Program to Ship Operations Command & Staff (Baseline: \$43,796)	46	
	14,320	
		155

Activity Group: **Ship Operations (continued)**

B. Transfers Out-Intra Appropriation

- 1) Intra-appropriation: Realigns funds to activities providing phone service. (-4ES, -4WY), (Baseline: \$18,187)

-448
-448

14. Program Increases

657,456

A. Annualization

Force Structure Changes

- 1) Phased delivery of 16 new construction ships in FY 1995 for which a full year of support is required in FY 1996. Additions to the force include: 2 fast combat support ships, 5 guided-missile destroyers, 1 helicopter/dock landing ship, 2 dock landing ships, 1 nuclear-powered ballistic missile submarine, and 4 nuclear-powered attack submarines. In addition, 4 coastal mine hunter ships not included in the Battle Force will serve in the active Fleet for a one-year shakedown before transferring in FY 1996 to the Naval Reserve Force as Mobilization Category B ships. (Baseline: \$1,885,234)
- 2) Phased delivery of T-AO 201 in FY 1995 for which a full charter year is required in FY 1996. (Baseline: \$528,018)

33,301

21,192

Infrastructure Changes

- 1) Delayed realignment of Command and Control function to this sub-activity group from ship operations base operation support. (Baseline: \$43,796)
- 2) Increased workload for a Regional Environmental Coordinator and CACO based on the closure of Philadelphia facilities and increases for ADP specialists supporting submarine operations. (Baseline: \$43,796)

165

39

B. One-time FY 1996 Increases

Execution/Fact of Life Changes

- 1) Crew training costs for delivery of T-AE 34, T-AE 35, and T-ATS 1. (Baseline: \$528,018)
- 2) One additional per diem day for MSC charter ships. (Baseline: \$528,018)
- 3) Activation costs for T-AE 27, T-AE 32, and T-AE 35. (Baseline: \$528,018)
- 4) Deactivation cost for T-AO 188 and T-AO 190 which will be leaving the inventory in FY 1996. (Baseline: \$528,018)
- 5) Conversion costs incurred in support of mid-life upgrades to T-AFS 1, T-AFS 5, T-AFS 6, and conversion of ATS 1 to T-ATS 1. (Baseline: \$528,018)
- 6) Crew training cost for two LKAs to be designated T-LKAs in FY 1997. (Baseline: \$528,018)

600

932

10,262

7,333

25,665

4,000

50,390

Activity Group:

Ship Operations (continued)

- 7) One Additional Workday in FY 1996.

(Baseline: \$6,879,010)

1,598

C. Other Program Growth in FY 1996

573,765

Force Structure Changes

- 1) Program increases for repair parts and other OPTAR associated with the phased delivery of 12 new construction ships in FY 1996. Additions to the force include: 1 nuclear-powered aircraft carrier, 6 guided-missile destroyers, 1 dock landing ship, 1 nuclear-powered ballistic missile submarine, and 3 nuclear-powered attack submarines. In addition, 4 coastal mine hunter ships not included in the Battle Force will serve in the active Fleet for a one-year shakedown before transferring in FY 1997 to the Naval Reserve Force as Mobilization Category B ships. (Baseline: \$582,197)
- 2) Program increase to support the operation of T-AO 203, T-AO 204, T-AE 32, and T-ATS 1. (Baseline: \$528,018)
- 3) Program increase to support placing T-AO 198 and T-AO 199 in Full Operating Status (FOS). (Baseline: \$528,018)
- 4) Program increase to support the operation of a second Deep Submergence Rescue Vessel. (Baseline: \$528,018)
- 5) New support required for delivery of lead SEAWOLF submarine. (Baseline: \$498,057)
- 6) Increase to AEGIS ship support based on increase in ships entering fleet. Efforts include computer program maintenance, In-Service engineering support, and operating cycle integration. (+5 ES/WY) (Baseline: \$498,057)
- 7) Increased equipment maintenance support at the Electronic Support Centers. (Baseline: \$498,057)
- 8) Increased aviation and platform training associated with new ES-3A aircraft (Baseline: \$498,057)
- 9) Increases for the Deep Sea Submergence Program to update tech manuals (Baseline: \$498,057)
- 10) Increase SSN class submarine support for review and analysis of performance and identification of deficiencies due to gain of one SSN in FY96. (Baseline: \$498,057)
- 11) Increase for Commercial Industrial Support (CIS) for repair of naval force due to large reduction in organic capacity. (Baseline: \$434,983)
- 12) Increase in Depot Maintenance due to change in number and mix of availabilities. (Baseline: \$2,385,669)
- 13) Change in number and mix of phased maintenance availabilities. (Baseline: \$2,385,669)
- 14) Increase for the LHA Mid-Life Maintenance Upgrade Program to provide for design and maintenance planning support for LHA 3/4. (Baseline: \$920,083)

22,757

33,939

30,430

2,095

7,260

2,538

1,247

713

500

80

13,550

231,267

94,295

19,000

Activity Group: **Ship Operations (continued)**

Management Initiatives

1) Increase to provide for new initiative to convert and modernize antiquated Berthing and Messing barges in compliance with CNO quality of life initiative (Baseline: \$920,083)	11,400
2) Increase to allow customer reimbursement to fleet industrial supply centers for supply management and supply operations costs of running SERVSMART. (Baseline: \$719,372)	3,718
3) Environmental funding increases due to additional regulatory requirements and rate change for Federal Employee Health Benefit Plan. (Baseline: \$114,029)	35,933
4) Increase in the Engineering Operational Sequencing System provides for additional technical feedback and revisions on propulsion plant operational procedures and casualty control procedures to shipboard personnel. (Baseline: \$498,057)	3,518
5) Transfer of funding for Manpower assist teams from Combat Support to Ship Operations. (Baseline: \$719,372)	318

Infrastructure Changes

1) Additional personnel and operating costs for support of Naples Improvement Initiative (+11WY), (Baseline: \$1,228,570)	6,844
2) Increased support for new facilities built under Government of Japan Facility Improvement Program. (Baseline: \$1,228,570)	1,015
3) Increase to Real Property Maintenance to reduce critical maintenance backlog. Includes additional upgrades to BEQs. (\$272,390)	51,348

15. Program Decreases

-1,057,673

A. Annualization

Force Structure Changes

1) Reduction in repair parts and other OPTAR associated with the phased retirement of 30 ships in FY 1995, including the transfer of one ammunition ship to MSC. Decreases to the force include: 1 destroyer tender, 4 ammunition ships (including one to be converted to T-AE), 1 combat stores ship, 2 replenishment oilers, 1 repair ship, 3 submarine tenders, 1 submarine-rescue ship, 1 nuclear-powered cruiser, 2 cruisers, 1 amphibious assault helicopter carrier, 5 tank landing ships, 1 nuclear-powered ballistic missile submarine, and 7 nuclear-powered attack submarines. One coastal mine hunter ship serving in the active force will also transfer to the Naval Reserve force. Additionally, one aircraft carrier and two ocean-going minesweeper/minelayer ships transfer to the Naval Reserve Force in FY 1995. (-4610 ES, -3061 WY) (Baseline: \$582,197)	-36,269

-49,168

Activity Group: Ship Operations (continued)

2) Reduction in chartered per diem days as a result of deactivation of T-AO 187. (Baseline: \$582,018)	-5,855
3) Reduction in chartered per diem days as a result of placing T-AO 198 and T-AO 199 in Reduced Operating Status (ROS). (Baseline: \$528,018)	-5,044
Management Initiatives	
4) Additional funding of Family Service Centers not annualized past 1995 (Baseline: \$77,213)	-2,000
B. One-Time Decreases	-8,122
Force Structure Changes	
1) Crew training costs incurred in support of T-AO 203, T-AO 204, T-AE 27 and T-AE 32. (Baseline: \$528,018)	-1,357
2) Deactivation cost for T-AO 187 which left the inventory in FY 1995. (Baseline: \$528,018)	-3,952
3) Activation costs of T-AE 32. (Baseline: \$528,018)	-1,677
Infrastructure Changes	
1) Collateral equipment for FY 1995 MILCON projects (Baseline \$719,372)	-1,136
C. Other Program Decreases in FY 1996	-1,000,383
Force Structure Changes	
1) Reduction in repair parts and other OPTAR associated with the phased retirement of 18 ships in FY 1996, as well as the transfer of 1 ATS to MSC. Decreases to the force include: 2 destroyer tenders, 2 ammunition ships, 2 replenishment oilers, 3 submarine tenders, 1 nuclear-powered cruiser, 1 aircraft carrier, and 7 nuclear-powered attack submarines. Two coastal mine hunter ships serving in the active force will transfer to the Naval Reserve Force as Mobilization Category B ships. (-4610 ES, -3061 WY) (Baseline: \$582,197)	-39,755
2) Reduction resulting from Corporate Information Management and savings associated with bank card usage and electronic funds transfer for paying travel vouchers. (Baseline: \$43,796)	-148
3) Conventional propulsion ship operating months increase results in a slight increase for fuel and a decrease to projected utilities costs. (Baseline: \$633,904)	-2,275
4) Decrease in nuclear fuel program resulting from anticipated resumption of shipments of Navy spent fuel to Idaho and the avoidance of additional shipyard storage fees. (Baseline: \$97,319)	-6,690
5) Reduction in charter days cost for T-AFS 1, T-AFS 5, and T-AFS 6 during conversion period. (Baseline: \$528,018)	-32,212
6) Reduction in per diem charter support associated with ROS operation of T-AO 193 in FY 1996. (Baseline: \$528,018)	-12,583

Activity Group:

Ship Operations (continued)

- 7) Reduction in per diem charter support associated with the phased inactivation of T-AO 188 (in ROS status) and T-AO 190 which will be inactivated in FY 1996. (Baseline: \$528,018) -22,722

Management Initiatives

- 1) Decrease to reimbursable support costs administered by MSC. (Baseline: \$528,018) -33
- 2) Reduction in combat systems readiness and private sector contracts commensurate with accelerated fleet downsizing (Baseline: \$498,057) -1,295
- 3) Decrease in evaluation and correction of casualty reports for the Signal Security Equipment Engineering and Combat Direction Finding Programs. (Baseline: \$498,057) -529
- 4) Net decrease primarily associated with fleet reductions (-28.0 Shipyears) (Baseline: \$434,983) -15,266
- 5) There is a reduction in the Forces Afloat Maintenance Improvement (FAMI)/Shore Intermediate Maintenance Activities (SIMA) upgrade program reflecting the elimination of resources for this program. (Baseline: \$484,983) -4,701
- 6) The decrease in the RADIAC program reflects less calibration support (Baseline: \$484,983) -614
- 7) Decrease due to change in mix and number of overhauls (Baseline: \$2,385,669) -414,511
- 8) Decrease due to change in mix and number of floating dry dock availabilities (Baseline: \$2,385,669) -28,089
- 9) Decrease in emergent repairs and miscellaneous RA/TA due to a change in mix of ships operating and overall reduction in operating months (-4610 ES, -3061 WY) (Baseline: \$2,385,669) -47,733
- 10) Decrease in FMP based on fleet requirements (Baseline: \$920,083) -132,166
- 11) Reduction to travel as a result of work-year reductions affecting Fleet Commands and Staff/Fleet and reduction of funding for DOD command system (-2ES, -36 WY) (Baseline: \$43,796) -4,413
- 12) Government of Japan Burdensharing agreement provides for 99 percent of FNIH Foreign National Indirect Hire costs and 100 percent of 1989 utility cost base. (Baseline: \$1,228,570) -5,997
- 13) Reduction in the RSS&I program due to fewer tons handled. (-11 ES, -13 WY) (Baseline: \$498,057) -44,557
- 14) Termination of funding for TRIDENT Command and Control System Mission Support (Baseline: \$498,057) -16,570
- 15) Decrease in submarine support efforts due to elimination of all SSN refueling and reduction in facilities costs for acoustic trials as the facilities will be placed in ROS status (Baseline: \$498,057) -16,268

Activity Group:	Ship Operations (continued)	
16)	Improved efficiency due to Navy Tactical Command Support Systems merger. (Baseline: \$25,891)	-1,925
17)	Realign funds for Construction Battalion Units to Combat Support. (Baseline: \$719,372)	-387
	Infrastructure Changes	
1)	The decrease offsets the two year appropriation for the Facilities Support Program in FY 1995 and FY 1996. (Baseline: \$920,083)	-47,643
2)	Decrease in SUPSHIP Program based on declining new construction/repair efforts. (-172 ES, -533WY) (Baseline \$920,083)	-31,018
3)	Reductions in Base support due to base closures and consolidations. (-214ES, -274WY), (Baseline: \$1,228,570)	-67,161
4)	Defer service craft overhauls to FY 1997. (Baseline \$719,372)	-3,122
16.	FY 1996 Current Estimate	6,879,010
17.	Pricing Adjustments	231,448
	A. Annualization of FY 1996 Pay Raise	
	1. Classified	13,432
	2. Wage Board	9,479
	3. Foreign National Direct Hire	3,427
	B. FY 1997 Pay Raise	
	1. Classified	526
	2. Wage Board	4,478
	3. Foreign National Direct Hire	3,160
	C. Defense Business Operating Fund (DBOF)	
	1. Supplies, Material, and Equipment	1,142
	2. Fuel	176
	D. Other Defense Business Operating Fund	60,200
	E. Foreign National Indirect Hire	53,576
	F. Foreign Currency	6,624
	G. Other Pricing	88,406
		13
		0
		64,919
18)	Program Increases	275,868
	A. Annualization of FY 1996 Increases	51,225

Activity Group: Ship Operations (continued)

Force Structure Changes

1) Phased delivery of 12 new construction ships in FY 1996 for which a year of support is required in FY 1997. Additions to the force include: 1 nuclear powered aircraft carrier, 6 guided missile destroyers, 1 dock landing ship, 1 nuclear-powered ballistic missile submarine and 3 nuclear-powered attack submarines. In addition 4 mine hunter ships will will transfer in FY 1996 to the Naval Reserve Force as Mobilization Category B ships. (Baseline: \$1,328,634)

2) Phased delivery of T-AO 203, T-AO 204, T-AE 32, and T-ATS 1 for for which a full charter year of support is required. (Baseline: \$578,795)

B. One Time FY 1997 Increases

32,514

41,734

Force Structure Changes

1) Deactivation cost for T-ATF 166 and T-ATF 169 which will be leaving the inventory in FY 1997. Funding for T-ATF 167 inactivation will be a one-time cost in FY 1998. (Baseline: \$578,795)

2) Crew training and pre-delivery costs for T-AE 28, T-AE 33, T-ATS 2, and T-ATS 3. (Baseline: \$578,795)

3) Conversion cost incurred in support of T-AFS 1, T-AFS 6, T-ATS 2, and T-ATS 3. (Baseline: \$578,795)

4) Activation costs for T-AE 27, T-AE 33, T-AE 34, and T-AE 35. (Baseline: \$578,795)

C. Other Program Growth in FY 1997

2,430

960

25,667

12,677

182,909

Force Structure Changes

1) Program increase for repair parts and other OPTAR associated with the phased delivery of 6 new construction ships in FY 1997. Additions to the force include: 4 guided-missile destroyers, 1 helicopter/ dock landing ship, and 1 nuclear-powered submarine. Four coastal mine hunter ships not included in the Battle Force will serve in the active Fleet for a one-year shutdown before transferring in FY 1998 to the Naval Force as Mobilization Category B ships. (Baseline: \$583,139)

2) Program increase to support the operation of T-AE 27, T-AE 35, T-ATS 2, and T-ATS 3. (Baseline: \$578,795)

3) Program increase to support chartered per diem days for T-AFS 5 as a result of conversion period completion. (Baseline: \$578,795)

4) Program increase to support two T-LKAs in Reduced Operating status. (Baseline: \$578,795)

11,788

37,135

5,033

15,587

Activity Group:

Ship Operations (continued)

- 5) There is an increase in the RSS&I program due to a greater number of tons handled. (Baseline: \$426,396) 9,471
- 6) Increase to AEGIS ship support based on increase in ships entering fleet. Efforts include computer program maintenance, in-service engineering support, and operating cycle integration. (+4 ES/WY) (Baseline: \$462,396) 4,807
- 7) SEAWOLF continued planning efforts increase. (Baseline \$426,396) 12,901
- 8) Start up of Battle Group Past Horizon Evaluation System for large platforms. (Baseline: \$462,396) 888
- 9) Change in number and mix of phased maintenance availabilities. (Baseline: \$2,261,190) 8,996
- 10) Increase in FMP based on fleet requirements (+75 ES) (Baseline: \$758,320) 28,908

Management Initiatives

- 1) Increase to provide for new initiative to convert and modernize antiquated Berthing and Messing barges in compliance with CNO quality of life. initiative (Baseline: \$758,320) 7,963
- 2) Increase in the Ship Technical Support Program to expand the CARPER rotatable pool to support CVN-69. (Baseline: \$758,320) 4,675
- 3) Additional funding for CNO/SECNAV initiative to upgrade bachelor quarters and quality of life. (Baseline \$147,716) 9,226
- 4) Cost of contracting out guard services replacing higher cost military personnel. Includes CIVPERS reductions. (-25ES,-25WY), (Baseline: \$1,110,058) 6,730

Infrastructure Changes

- 1) Collateral equipment and increased base support for new MILCON projects. (Baseline: \$510,827) 1,408
- 2) Buyback of deferred service craft overhauls (Baseline \$510,827) 6,813
- 3) Increased costs at bases supporting units relocating from closing bases. (Baseline: \$1,110,058) 5,793
- 4) Increased funding for the Napels Improvement Initiative (+23WY) (Baseline: \$1,110,058) 4,787

Activity Group: Ship Operations (continued)

19. Program Decreases

-652,127

A. Annualization

Force Structure Changes

-29,053

- 1) Reduction in repair parts and other OPTAR associated with the phased retirement of 20 ships in FY 1996, as well as the transfer of 1 ATS to MSC. Decreases to the force are primarily driven by the inactivation of a aircraft carrier and also includes: 2 destroyer tenders, 2 ammunition ships, 2 replenishment oilers, 3 submarine tenders, 1 nuclear-powered cruiser, and 7 nuclear-powered attack submarines. In addition, 2 ocean-going mine sweeper/mine hunter ships will transfer to the Naval Reserve force.

-25,084

Two coastal mine hunter ships serving in the active force will also transfer to the Naval Reserve force.

(-1100 ES, -4007 WY) (Baseline: \$583,139)

- 2) Reduction in chartered per diem days as a result of deactivation of T-AO 188 and T-AO 190. (Baseline: \$578,795)

-3,969

B. One Time FY 1997 Cost Decreases

-38,635

Force Structure Changes

- 1) Crew training cost incurred in support of T-AE 34, T-AE 35.

-600

(Baseline: \$578,795)

- 2) One less per diem day for MSC ships. (Baseline: \$578,795)

-993

- 3) Activation costs for T-AE 27, T-AE 32, and T-AE 35.

-8,673

(Baseline: \$578,795)

- 4) Deactivation cost for T-AO 188 and T-AO 190 which will be leaving the inventory in FY 1996. (Baseline: \$578,795)

-7,333

- 5) Decrease in conversion costs for T-AFS 5, T-AFS 6, and T-ATS 1.

-17,024

(Baseline: \$578,795)

- 6) Crew training costs for two LKAs to be designated T-LKAs in FY 1997.

-4,000

(Baseline: \$578,795)

Execution/ Fact of Life Changes

- 7) One additional workday.

-12

C. Other Program Decreases in FY 1997

-584,439

Force Structure Changes

- 1) Reduction in repair parts and other OPTAR associated with the phased retirement of 15 ships in FY 1997. Decreases to the force include: 2 ammunition ships, 1 nuclear-powered cruiser, 1 amphibious assault helicopter carrier, 6 nuclear-powered attack submarines and three salvage ships.

-32,436

Activity Group:

Ship Operations (continued)

- Four coastal mine hunter ships serving in the active force will also transfer to the Naval Reserve force. (Baseline: \$583,139)
- 2) Program reductions to fuel and utilities due to the requirement to support fewer operating months in FY 1997. (Net decrease of 147 operating months; 126 fewer conventional; 21 fewer nuclear). (Baseline: \$611,523)
 - 3) Nuclear fuel program decrease is due to the projected decrease in the amount of spent fuel removed from Navy ships. Projected reimbursement of the Department of Energy for uranium in spent fuel removed from ships are based on NAVSEA's inactivation/refueling schedule. (Baseline: \$91,746)
 - 4) Reduction in chartered per diem days as a result of deactivation of T-ATF 166 (in ROS status), T-ATF 167, and T-ATF 169. (Baseline: \$578,795)
 - 5) Reduction in charter day cost associated with placing T-ATF 172 and T-AO 189 in ROS. (Baseline: \$578,795)
 - 6) Decrease in reimbursable cost to support the operation of Deep Submergence Rescue Vessels. (Baseline: \$578,795)
 - 7) Reduction in charter days cost for T-AFS 1 and T-AFS 6 during conversion period. (Baseline: \$578,795)
- Management Initiatives**
- 1) Reflects lower estimates for annual leave pay outs based on work force drawdowns. (Baseline: \$651,644)
 - 2) Anticipated savings from pilot project to incentivize fuel efficiencies of the operating forces. (-1ES, -1WY) (Baseline: \$447,055)
 - 3) Reduced funding for Fleet Commands and Staff/TAD commensurate with reduced force structure. (Baseline: \$42,226)
 - 4) Reduction resulting from Corporate Information Management, and savings associated with bank card usage and electronic funds transfer.
 - 5) Reduced work year cost for submarine groups/squadrons. (Baseline: \$42,226)
 - 6) Reductions to the number of hulls supported under the Performance Monitoring Program, Submarine Engineering Operating Cycles and Support, and the Submarine Maintenance, Engineering, Planning, and Procurement Program. (-4 ES/WY) (Baseline: \$426,396)
 - 7) Decrease in the TRIDENT Mission Support due to the elimination of various maintenance support efforts. (-2 ES/WY) (Baseline: \$426,396)
 - 8) There is a decrease in the Configuration/Maintenance Systems due to fewer updates to ship configuration systems. (Baseline: \$426,396)
 - 9) Reductions in combat systems readiness, SSN support, equipment maintenance support, and planning yard support due to fleet downsizing. (Baseline: \$426,396)

Activity Group:	Ship Operations (continued)	
10)	Reduced maintenance support at the Fleet Electronic Support Centers due to fleet downsizing. (Baseline: \$426,396)	-641
11)	Net decrease primarily associated with fleet reductions. (-8.6 Shipyears) (Baseline: \$401,812)	-8,480
12)	Decrease in Commercial Industrial Support corresponding to fleet reductions. (Baseline: \$401,812)	-2,961
13)	The decrease in the RADIAC program reflects less calibration support. (Baseline: \$401,812)	-552
14)	Decrease in number of and change in mix of ship overhauls. (Baseline: \$2,261,190)	-169,980
15)	Decrease in the number of and mix of Depot Maintenance. (Baseline: \$2,261,190)	-166,011
16)	Decrease in emergent repairs and miscellaneous RA/TA due to a change in mix of ships operating and overall reduction in operating months. (Baseline: \$2,261,190)	-38,888
17)	Decrease to the SUPSHIP program, primarily associated with reductions for severance costs and VSIP estimates. (-4 ES, -93 WY) (Baseline: \$758,320)	-3,760
	Infrastructure Changes	
1)	Reduced base support services at various naval bases/stations as a result of infrastructure drawdowns and base closures and consolidations. (-74E/S, -301W/Y) (Baseline: \$1,110,058)	-31,895
2)	Decrease in environmental funding from previous levels. (\$Baseline: \$144,000)	-12,434
3)	Real Property Maintenance funding increase in 1996 greater than in 1997. (baseline: \$335,186)	-1,569

20. FY 1997 Current Estimate

6,734,199

Activity Group: **Ship Operations (continued)**

IV. Performance Criteria

	FY 1994	FY 1995	FY 1996	FY 1997
Submarine Support	160,014	170,877	155,839	167,248
Surface Support	169,785	187,793	199,100	206,559
Fleet Commands and Staff	1,830	1,926	2,101	2,148
Common Operational ADP Support	7,797	24,072	22,792	23,371
Receipt, Segregation, Storage, and Issue				
Dollars (000)	88,933	111,750	79,226	82,618
Tons Handled	416	346	239	271
Number of Onloads/Offloads	321/267	232/235	150/144	150/153
Number of Ship Visits	588	467	294	303
	FY 1995	FY 1996	FY 1997	
Intermed Avg Cost				
Ship Maint Per Ship				
Years Costs Year				
-----	-----	-----	-----	-----
354 213,450 603	326 191,387 587	312 191,415 613		

Resources for scheduled ship depot maintenance availabilities are based on the number of scheduled availabilities in each category. Although scheduled availabilities are for the full term including advanced preparation, only the portion applicable to the fiscal year appropriation appears with the ship in the induction year. Advance preparation costs are reflected in the appropriate OMN expense fiscal year. The resources required for emergent repairs are based on historical experience of each ship type and number of ship operating months.

	FY 1994	FY 1995	FY 1996	FY 1997
Overhauls	# (\$000)	# (\$000)	# (\$000)	# (\$000)
Selected Restricted Availabilities	7 419,401 10 891,158	8 493,423	6 343,103	
Phased Maintenance Availabilities	67 671,948 63 711,085	72 952,981	69 824,795	
Floating Dry Docks	28 171,497 24 189,388	31 286,809	21 307,223	
Emergent Repairs (Op Months) 1/	3 20,279 2 61,073	2 33,992	2 35,091	
Miscellaneous RA/TA	3,997 260,209 3,627 288,475	3,536 269,254	3,442 265,311	
Total Program	185,971 244,490	224,731	209,661	
	1,729,305	2,385,669	2,261,190	1,985,184

1/ Includes service craft operating months not included in Para. III.A. Mission and Other Ship Operations operating months performance criteria for conventional ships operating months.

Activity Group: Ship Operations (continued)

Planning and Estimating (\$000)	FY 1995	FY 1996	FY 1997
Nuclear Reactor (\$000)	23,000	27,535	29,321
Nuclear Alterations (\$000)	164,591	159,254	160,910
Berthing and Messing (\$000)	34,090	33,531	35,110
Number of Sailors Requiring Berthing (000)	68,163	76,722	86,908
Number of Availabilities Supported	3,630	4,095	4,146
	138	126	119
Maintenance Engineering and Logistics Support (\$000)	8,975	8,946	8,532
Supervisors of Shipbuilding			
Number of Ships Being Built	112	93	66
Dollars (000)	67,148	54,279	53,248
Workyears	1,234	959	903
Number of Ships Being Repaired/ Overhauled/Altered/Inactivated			
Dollars (000)	160	167	165
Workyears	92,778	81,472	86,860
	1,705	1,439	1,473
Fleet Modernization Program			
Dollars (000)	277,459	154,924	189,673
Number of Hulls Supported	414	277	214
Ongoing Advanced Planning	198	73	162
Base Operations Support (\$000)			
Appropriation	FY 1994	FY 1995	FY 1996
	Estimate	Estimate	Estimate
Operation and Maintenance, Navy	1,175,848	1,061,582	1,110,058
			1,130,488
Other Base Operating Support	709,214	552,384	510,827
Real Property Maintenance	251,564	272,390	335,186
Base Communications	22,491	18,187	19,579
Environmental Compliance	101,039	114,029	144,000
Bachelor Quarters Operations	17,569	27,379	26,060
Morale, Welfare, and Recreation	73,971	77,213	74,406
			548,432
			326,153
			20,556
			133,237
			25,469
			76,641

Activity Group: Ship Operations (continued)

PROGRAM DATA

Number of Installations Active Forces	FY 1994		FY 1995		FY 1996		FY 1997	
	CONUS	Overseas	CONUS	Overseas	CONUS	Overseas	CONUS	Overseas
	33	9	31	9	28	9	25	9

Bases closing in 1994: Naval Station New York and Mobile. In 1995: Naval Base Philadelphia, Charleston Naval Shipyard, and Naval Station Puget Sound. In 1996: Mare Island Naval Station, Naval Station Charleston, and Naval Station Philadelphia.

Other Criteria

	FY 1994	FY 1995	FY 1996	FY 1997
Number of BEQ Rooms:	21,281	20,821	18,795	18,729
Number of BOQ Room:	4,143	4,043	3,785	3,785
Motor Vehicles				
Owned:	2,784	2,844	2,956	2,996
Leased Long Term:	1,804	1,562	1,485	1,351
Leased Short Term:	1,167	811	773	801
Child Care Center Spaces:	4,430	4,237	4,062	4,039
Supv. Home Care Spaces:	3,258	3,735	3,726	3,690
GSA Leased Space (000 SF):	40	23	23	23
GSA Leased Space Cost (\$000):	226	434	376	418
Non-GSA Lease Space (000 SF):	2,298	2,260	904	907
Non-GSA Lease Space Cost (\$000):	7,992	8,334	8,247	8,303

Maintenance and Repair

Utilities (\$000):	17,836	19,657	18,029	23,301
Floor Space (000 SF):	66,853	64,775	63,818	54,810
Pavement (SY):	28,465,097	26,754,572	26,529,761	24,869,809
Land (acre):	85,613	84,571	84,182	83,475
RR Trackage (miles):	23	19	18	18
Piers, Wharves (F):	551,554	443,109	428,762	403,070
Facility Value CPV (\$000):	15,591,595	14,084,490	14,205,456	13,305,597

Activity Group: Ship Operations (continued)

V. Personnel Summary.

A. End Strength (E/S)

Military Total									
Officer	189,405	FY 1994	FY 1995		FY 1996	FY 1997	Change	FY96 CE	Change
	14,561	Budget	Current	Budget	Budget	Budget	FY95 CE	FY96 CE	FY97
Enlisted	174,844	Actuals	Estimate (CE)	Estimate	Estimate	Estimate	FY96		
	189,405		180,883	167,650	163,186	-13,233	-4,464		
	14,561		14,121	13,043	12,701	-1,078	-342		
	174,844		166,762	154,607	150,485	-12,155	-4,122		
Civilian Total	16,979		16,925	16,266	16,311	-659	45		
USDH	13,304		13,299	12,627	12,690	-672	63		
FNDH	993		941	954	936	13	-18		
FNIH	2,682		2,685	2,685	2,685	0	0		

B. Workyears (W/Y)

Military Total									
Officer	196,931		185,080	173,831	164,572	-11,249	-9,259		
Enlisted	15,235		14,314	13,546	12,814	-768	-732		
	181,696		170,766	160,285	151,758	-10,481	-8,527		
Civilian Total	17,346		17,240	16,467	16,223	-773	-244		
USDH	13,652		13,592	12,829	12,594	-763	-235		
FNDH	982		948	938	929	-10	-9		
FNIH	2,712		2,700	2,700	2,700	0	0		

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-05

Budget Activity: 01 Operating Forces

Activity Group: Combat Operations/Support

I. Description of Operations Financed

This activity group provides funding for all aspects of combat operations in support of force operations, from operations to group and specialized training, and maintenance and associated support. Programs supporting combat support forces and operational support of Naval units include: command and control; War Planning/Exercises/Wargaming; Combat Development; Oceanography and Environmental Prediction Support; Combat Support Forces - SeaBees, Explosive Ordnance Disposal units; tactical command, control communications and surveillance; maintenance and support of equipment; and operation of shore facilities supporting these programs.

COMBAT COMMUNICATIONS

Funding provides for communications systems which directly support the fleet operations including Fleet Ballistic Missile Strategic and Airborne Communications to ensure survivable communications with deployed strategic forces. Additional programs support Electronic Command and Control Systems including Anti-Submarine Warfare Operations Centers (ASWOCs), Operation Support System (OSS), Navy Tactical Command Systems Afloat (NTCSA) and Worldwide Military Command and Control System (WWMCCS) which provide command, control, readiness and intelligence information for the CINCs. The Leased Satellite Program and On-Orbit Support to the Fleet Satellite constellation provide efficient, reliable communication links among Navy forces which include EHF and UHF capabilities. This program also includes funding for Arms Control implementation which provides inspection support, data collection and training for such treaties as Chemical Weapons Convention, Open Skies, Intermediate Range Nuclear Forces Treaties and Strategic Arms Reduction Treaty (START).

ELECTRONIC WARFARE

Funding provides for Ship Operations Electronic Warfare Support including Quick Reaction Capability Support and various electronic warfare decoys and deception devices, and a wide spectrum of electronic

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

warfare support including radar and antiship missile warning and defense systems maintenance and software support. Mission Critical Computer Resources (MCCR) support parts and next Generation Computer Resources (NGCR) for computer acquisition feasibility are also included.

SPACE SYSTEMS AND SURVEILLANCE

This subactivity group includes funding for Naval Space Command Headquarters; space systems management; tracking, telemetry and control; and undersea surveillance. The Naval Space Command (NAVSPACECOM) supports naval space policy and strategy by providing direct support to fleet units worldwide through integrated control of naval space programs. The command coordinates Navy-wide operational space resources and personnel required to fulfill Fleet missions. Tracking, telemetry and control program consists of a large continuous wave radar system to detect and track satellites. Evaluated satellite information from this system supports over 600 activities, consisting of all Fleet units, various naval shore installations, and other departments of the Government. Primary mission for Fleet support is vulnerability data for United States Navy and Marine Corps operating forces. Undersea surveillance includes expenses for performing oceanographic observations in selected areas in order to provide the U.S. Navy with more extensive information on oceanographic conditions and for training of personnel employed in observing and analyzing oceanographic conditions. Programs include the Sound Surveillance System (SOSUS), International Programs, Surveillance Direction System (SDS) and the Surveillance Towed Array Sensor System (SURTASS).

WARFARE TACTICS

Funding in this subactivity group supports a variety of warfare tactics, development and execution efforts designed to improve and enhance Naval Warfighting capabilities. These efforts include: Enhanced Naval Warfare Gaming System (ENWGS); Naval Warfare Management; Warfare Tactics Development/Documentation; Exercise Support and Analysis; Fleet Training Administration and Range Operations; and Unified Commands.

OPERATIONAL METEOROLOGY AND OCEANOGRAPHY

Funding within this subactivity group supports the performance of Naval meteorological and oceanographic mission functions worldwide (60 separate activities and 8 ships) which includes providing forecasting, magnetic, and hydrographic data to the fleet, and the maintenance for meteorological equipment. It also supports the Naval Observatory mission including sites in Washington DC and Richmond, Fl which includes prediction of the position of the planets and providing precise time for all of DoD and the nation.

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

COMBAT SUPPORT FORCES

This subactivity group includes funding to support environmental protection; diving and salvage operations; fleet commands and staffs exercises; inspections of radio towers, fleet moorings, ocean facilities; the chemical, radiological, biological (CBR) warfare program; unified commands support; operations of Navy Mobile Construction Battalions (NMCB's) and Special Combat Support Forces; and repair of combatant craft.

EQUIPMENT MAINTENANCE

This funding provides maintenance and engineering technical support for SSBN unique related sonars, command and control equipment, ship electronic systems, equipment calibration, ground support equipment, aerial targets, mine countermeasures equipment, and aerial cameras. The mission of the equipment maintenance program is to improve and maintain equipment to ensure maximum combat readiness.

DEPOT OPERATIONS SUPPORT

This program provides depot operations support services for test and monitoring systems, and general purpose electronic test equipment (GPETE). Efforts include In-Service Engineering (ISE) to develop, review and verify field changes; maintain equipment data; plan equipment modifications; manage equipment and ship systems configuration changes; develop and review technical manuals, and distribute and verify computer programs.

BASE SUPPORT

Base support includes operation of utility systems; public works services; base administration; supply operations; base services such as transportation and security, personnel support function, bachelor quarters operations; morale, welfare and recreation operations; real property maintenance; disability compensation, and environmental and hazardous waste management.

II. Force Structure Summary

This activity group supports seven combat/operational forces. The Combat Communications program provides for the maintenance services for 16 Navy E-6A aircraft and supports three Ultra-High Frequency (UHF) satellite communications systems including the Fleet Satellite (FLTSAT) and Leased Satellite (LEASAT) programs as well as the new generation of UHF communications satellites known as the UHF follow-on (UFO)

Budget Activity: 01 - Operating Forces**Activity Group: Combat Operations/Support (continued)**

program. The Space Systems and Surveillance System program supports one SOSUS cable repair ship, 8 SURTASS ships and reflects the placement of SOSUS in "standby" status. The Operational Meteorology and Oceanography ships inventory supports 8 oceanography ships. The Combat Support Forces provides command and staff support for fleet headquarters and training staffs and supports 3 fully operational and 4 partially operational Emergency Ship Salvage Material (ESSM) bases for salvage missions. Funding is also provided to support construction battalion units, amphibious tactical units, Explosive Ordnance Disposal (EOD) units, Mobile Technical Units (MOTUS), Mobile Diving Salvage Unit and Fleet Deception Group.

III. Financial Summary (\$ in Thousands)**A. Sub-Activity Group Total**

	FY 1994 Actuals	FY 1995 Budget Request	FY 1995 Approp- riated	FY 1995 Current Estimate	FY 1996 Estimate	FY 1997 Estimate
Sub-Activity Group 1/						
Combat Communications	224,741	213,237	213,237	207,295	198,415	188,342
Electronic Warfare	5,907	8,625	8,625	6,638	7,396	7,670
Space Systems & Surveillance	247,602	116,807	116,807	142,361	153,881	147,798
Warfare Tactics	156,473	134,275	134,275	145,666	138,256	137,923
Op Meteorology & Oceanography	199,403	188,699	188,699	182,727	198,719	211,936
Combat Support Forces	337,614	280,874	280,874	291,358	339,888	306,895
Equipment Maintenance	143,411	168,179	168,179	155,608	145,820	175,860
Depot Operations Support	1,396	1,262	1,262	1,261	1,127	1,361
Base Support	453,488	461,296	461,296	425,362	398,298	396,535
Subtotal	1,770,035	1,573,254	1,573,254	1,558,276	1,581,800	1,574,320
Technical Adjustments	0	0	-8,368	0	0	0
Allocation of Congressional						
General Adjustments	0	0	-12,480	0	0	0
DIA Supply Credits	0	0	0	-1,703	0	0
MSC Rates	0	0	0	-488	0	0
TOTAL	1,770,035	1,573,254	1,552,406	1,556,085	1,581,800	1,574,320

1/ The FY 1995 Current Estimate amount also includes \$1,703 thousand in DIA supply credits and \$488 in MSC rate adjustments consistent with the FY 1995 Appropriation Act.

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

B. Reconciliation Summary

	Change FY 1995 Req/1995 Curr	Change FY 1995/1996	Change FY 1996/FY 1997
Baseline Funding	1,573,254	1,556,085	1,581,800
Congressional Adjustments (General)	-12,480	0	0
Technical	-8,368	0	0
Price Change	1,815	28,302	48,309
Functional Transfers	9,668	36,728	0
Program Changes	-7,804	-39,315	-55,789
Current Estimate	1,556,085	1,581,800	1,574,320

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases

		<u>\$ in 000</u>
1.	FY 1995 President's Budget Request	\$1,573,254
2.	FY 1995 Appropriated Amount (Program Specified)	\$1,573,254
3.	Technical Adjustments Required to Comply with Congressional Intent	-8,368
	A. Supply Operations	-1,703
	B. Travel	-1,992
	C. Pentagon, Major Commands & Administration	-1,636
	D. Workyear Pricing	-1,081
	E. Family Support Centers	108
	F. Base Communications Infrastructure	-1,576
	G. Nimitz Center	3,000
	H. MSC Rate Change	-488
	I. Arms Control	-3,000
4.	Congressional Adjustments (General)	-12,480
	A. Civilian Personnel Pay Raise and Locality Pay	1,372
	B. Contractor and Consulting Services	-4,089
	C. Information Technology (General Reduction)	-9,763
5.	FY 1995 Appropriated Amount	1,552,406
6.	Price Growth	
	A. Locality/Comparability Pay Adjustment	1,815
7.	Functional Transfers	
	A. Transfers In	
	1. Intra-Appropriation	
	a) Realign resources from Air Operations (1A) and Ship Operations (1B) for consolidation of Personnel Support Offices (PSA Europe)	9,668
	b) Realign resources from Administration and Servicewide Activities (4A) for consolidation of Personnel Support Offices (PSA Washington)	(9,668)
	(151 E/S; 149 W/Y)	(7,379)
		338
		7,041

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

2. Inter-Appropriation	(2,289)	
a) Realignment from Other Procurement, Navy appropriation to reflect the congressionally mandated increase in the unit cost of investment items that may be purchased with O&M,N from \$25 thousand to \$50 thousand.	2,289	
8. Program Increases		61,233
1. Realignment of leased commercial satellite funding from Servicewide Support to better reflect the requirements based on primary mission area. (Baseline \$0).	3,000	
2. Increase supports the Pacific area World-wide Military Command and Control consolidation plan. (+27 E/S, +27W/Y). (Baseline \$10,667 thousand).	1,597	
3. Civil Service Retirement and Disability Fund payment representing 9% per employee who has received a voluntary separation incentive payment in accordance with the Federal Workforce Restructuring Act of 1994.	169	
4. Civil Service Retirement and Disability Fund payment representing \$80 per employee as of March 31 in accordance with the Federal Workforce Restructuring Act of 1994.	629	
5. Increase supports personnel and travel support for the operational emergence of the Joint Tactical Information Distribution System (JTIDS) which provides service/NATO interoperable message/information service. (Baseline \$968). (+10 E/S, +10 W/Y).	489	
6. One time separation liability/severance pay for NAVFAC Brawdy (Baseline \$0)	95	
7. The increase properly funds requirements associated with the Integrated Undersea Surveillance (IUSS) Program. (Baseline \$55,384 thousand)	24,498	
8. Increase reflects increase in Full Operating Status and Reduced Operating Status ship days for SURTASS ships. (Baseline \$26,151 thousand)	923	
9. Increase for one-time overtime costs for dual operations during testing of NAVSPACOM Space Surveillance Systems. (Baseline \$9,202 thousand)	62	
10. Increase to fund logistical requirements related to fleet exercises commensurate with historical experience and an increase in the scope of exercises scheduled. (Baseline \$3,038 thousand)	2,808	

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

11. Establish Personnel/Pay Administration Support System (PASS) Management Team for oversight and coordination of Personnel Support Activities. (+3 E/S; +2 W/Y) (Baseline \$0)	114
12. Realign Fleet TAD for ashore training organization from Ship Operations (1B) to Fleet Ship Training (1C) to properly place funds to appropriate training activity. (Baseline \$0)	1,991
13. Revision of policy on budgeting for civilian resources under "Special Hire" programs such as stay-in-school and co-op. Previously, these resources were not to be budgeted but accommodated as a result of savings and efficiencies realized within budgeted levels. Revised policy requires "Special Hire" resources be budgeted. (115 E/S; 134W/Y)	2,792
14. Realignment of resources within Naval Construction Battalion's funding to align program requirements, e.g. Update Table of Allowance (TOA) according to mission, change in per diem days and travel cost. (Baseline \$17,873 thousand)	841
15. Increase provides personnel and other support funding for US Atlantic Command (New Roles and Missions, Joint Training Analysis, and Simulation Center, and Joint Exercise - Unified Endeavor), US Pacific Command and US Naval Central Command (ASU Bahrain) (85 E/S; 83 W/Y) (Baseline \$55,453 thousand)	4,227
16. Realign 3 civilian personnel from Ship Operations (1B) for command evaluation functions. (3 E/S; 3 W/Y)	111
17. One time costs for equipment packing, relocation, and initial facility relocation, and initial facility preservation efforts related to the anticipated closure of Naval Support Facility, Antigua. (Baseline \$0)	825
18. Redistribution of foreign currency reductions. (Baseline \$40,221 thousand)	767
19. Additional environmental engineer and conversion of Morale, Welfare, and Recreation (MWR) Non-Appropriated Fund (NAF) employees to appropriated fund at Commander, Naval Activities, UK (7 E/S; 7 W/Y) (Baseline \$40,221 thousand)	286
20. Increase in single sailor loaner furniture programs, cyclical replacement of BQ furniture, and other bachelor quarters support. (Baseline \$40,221 thousand)	179

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

21. Transition of R&D programs "CCD Astrometry" and "Interferometry" into the U.S. Naval Observatory's mission (7 E/S; 7 W/Y)	269
(Baseline \$24,163 thousand)	
22. Additional civilian personnel at Pacific Missile Range Facility (PMRF) to support new programs (SPS-48E Long-Range Surveillance Radar, Communications Network Expansion, Portable Threat Emitter Upgrade, PMRF/User Interconnectivity, High Speed Data Communications FDDI Network, Haleakala Maui Microwave/Fiber Optic Link, and Wide Band Communications) (+9 E/S; +9 W/Y) (Baseline \$154,399 thousand)	549
23. Increased collateral equipment based on additional Government of Japan (GOJ) Facility Improvement Projects where GOJ funds construction costs and Navy funds the outfitting costs. (Baseline \$154,399 thousand)	1,070
24. Realignment of Personnel Support Activity (PSA) Great Lakes civilian personnel from Basic Skills and Advanced Training (3B) (220 E/S; 220 W/Y)	6,742
25. Congressionally mandated increase for Pacific Missile Range Facility upgrades.	6,200

9. Program Decreases

-69,037

1. Reduction reflects reduced command and control equipment and software support due to transition to the new Global Command and Control System (GCCS). (Baseline \$12,040 thousand).	-1,356
2. Decrease reflects reduced logistics, configuration management and technical support to AN/SIQ-32 systems and eliminates in-service engineering support for aging passive electronic warfare countermeasures systems. (Baseline \$4,632 thousand).	-1,962
3. Decrease reflects requirement for one TAGOS ship deactivation rather than two as reflected in the FY 1995 President's Budget.	-1,000
4. Realignment of 300 hours of Flight International target towing contract to Air Operations (1A) for use as executive air transport. (Baseline \$2,357 thousand)	-597
5. Decrease reflects 17 days less operations for the USNS Maury and 23 additional days for the USNS Wilkes to provide required coverage. (Baseline \$51,509 thousand).	-544
6. Decrease reflects disestablishment of Civic Action Team (CAT), Guam. (Baseline \$18,905 thousand)	-869

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

7. Decrease in hours for the Contractor Logistics Support (CLS) Warehouse (Baseline \$27,998 thousand).	-1,964	
8. Decrease overhaul of Tactical Aerial Reconnaissance POD Systems (TARPS) and overhaul of cameras. Baseline \$7,357 thousand).	-463	
9. Decrease in overhaul maintenance of target presentations, air to ground training and testing. (Baseline \$11,847 thousand).	-1,277	
10. Decrease in calibration efforts and ground support equipment maintenance. (-26 ES/WY) (Baseline \$93,783 thousand).	-7,872	
11. Decrease in the SSBN Unique/Related program reflects less support for allowances for the Navy BQQ-9 and BQR-19 Sonar Systems (Baseline \$1,660 thousand)	-155	
12. Funds realigned to Administration and Servicewide Activities (4A) to consolidate public affairs resources. (Baseline \$88,338 thousand)	-126	
13. Realignment of service craft maintenance program to Ship Operations (1B) to more properly reflect primary mission area. (Baseline \$154,399 thousand)	-17,000	
14. Decreased UnderSea Surveillance Program resources realigned to Ship Operations Base Support (1B). (Baseline \$154,399 thousand)	-10,000	
15. Realign funding to Weapons Support (1D) for Naval Weapons Stations to reflect in proper activity group. (Baseline \$1,759 thousand)	-1,759	
16. Reduction in civilian personnel and other support commensurate with force structure downsizing. (-146 E/S; -147 W/Y) (Baseline \$455,872 thousand)	-3,836	
17. PSA Great Lakes civilian personnel will be reimbursed in FY 1995. Funding will realign from Chief of Naval Education and Training (CNET) in FY 1996.	-6,742	
18. Transfer of operations costs for POL storage facilities to the Defense Fuels Agency. (Baseline \$40,221 thousand)	-9,700	
19. Congress authorized locality pay increases for federal employees nationwide. Decreases to Combat Operations/Support (1C) are needed to fully fund the pay raises. A reprogramming request will be provided to Congress and, once approved, funding will be restored.	-1,815	
10. FY 1995 Current Estimate		1,556,085
11. Pricing Adjustments		28,302

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

A.	Annualization of FY 1995 Pay Raise	(3,027)
	1) Classified	2,882
	2) Wage Board	102
	3) Foreign National Direct Hire	43
B.	FY 1996 Pay Raise	(6,690)
	1) Classified	6,254
	2) Wage Board	307
	3) Foreign National Direct Hire	129
C.	Defense Business Operating Fund (DBOF)	(3,088)
	1) Supplies, Material, and Equipment	1,476
	2) Fuel	1,612
D.	Other Defense Business Operating Fund	(-6,963)
E.	Foreign National Indirect Hire	(53)
F.	Foreign Currency	(1,713)
G.	Other Pricing	(20,694)
12.	Functional Transfers	36,728
	A. Transfers In	(45,743)
	1) Intra-Appropriation	(26,318)
	a) Transfer of Chief of Naval Education and Training (CNET) resources to establish the Expeditionary Warfare Training Group. (34 ES/WY)	3,482
	b) Transfer of functions formerly within the National Foreign Intelligence Program (NFIP) in Investigations & Security Programs (4C).	969
	c) Decentralization of O&M funded contract administration from NAVFAC for environmental and facility support contracts as a result of new legislation in the FY 1995 bill allowing contract administration rate to be levied on O&M funded contracts.	3,322
	d) Realignment of Personnel Support Activity Great Lakes and Personnel Support Activity Pensacola from CNET (302 E/S; 302 W/Y)	18,545
	2) Inter-Appropriation	(19,425)
	a) Transfer from Defense Health Program to Navy to support the Naval Medical Doctrine Command.	301
	b) Realignment of Operations & Maintenance, Navy Reserve resources for the consolidation of Personnel Support Activities. (PSA New Orleans)	2,615

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

c)	Realignment of non-centrally managed equipment purchases from the procurement accounts.	15,331
d)	Mission change and reorganization of Mine Countermeasures Groups and staffs results in alignment of funds from reserve appropriation to active operations appropriation (+1 ES/WY)	878
e)	Transfers funding for non-incremental base support from Defense Commissary Agency (DeCA) to host organizations.	300
B. Transfers Out		
1)	Intra-Appropriation	
a)	Transfer to Acquisition and Program Management of the Open Skies, Chemical Weapons and Intermediate Range Nuclear Forces Treaties to Navy International Programs Office. (-9 E/S, -9 W/Y).	(-9,015) (-9,015) -9,015
13. Program Increases		
A. Annualization of FY 1995 Increases		(960)
1.	Reflects full-year on-orbit costs for three UHF satellites placed in service in FY95. (Baseline \$30,781 thousand).	960
B. One Time Increase in FY 1996		
1.	Increase supports purchase of command and control workstations for the emerging Global Command and Control System (GCCS) initiative. (Baseline \$255 thousand).	(7,314) 238
2.	One additional per diem day for TAGOS ships. (Baseline \$25,874 thousand)	96
3.	One-time increase for severance pay and lump sum annual leave payments required due to mandated civilian personnel reductions. (Baseline: 0)	202
4.	Deactivation costs for one TAGOS ship in FY 1996. (Baseline \$25,874 thousand)	990
5.	One time cost related to the closure of Naval Support Facility Antigua in December 1995. (Baseline \$0)	2,000
6.	Increase reflects support of Special Projects at Naval Space Command field activities in Elephant Butte, NM and Lake Kickapoo, TX. (Baseline \$3,513 thousand)	348
		156,375

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

7. Increase for collateral equipment in support of MILCON project P-106 Child Care and Youth Center at Joint Maritime Facility (JMF), St. Mawgan and the renovation of BEQ-Building 142 at the Atlantic Fleet Headquarters Support Activity. (Baseline \$112,850 thousand)	3,440
C. Other Program Increases in FY 1996	(148,101)
<u>Execution/Fact of Life Changes</u>	
1. One additional workday. (Baseline \$358,541 thousand).	1,900
2. Increase supports tracking, telemetry and control costs of Navy-owned LEASAT satellites to reflect requirement to absorb these costs previously funded in the I-5 lease contract which is discontinued in FY96. (Baseline \$32,802 thousand)	717
3. Increase provides additional aircraft support for telemetry monitoring during flight tests to meet START requirements which now states that Navy must provide all submarine launched ballistic missile telemetry data transmitted. (Baseline \$24,787 thousand).	1,513
4. Increase to allow customer reimbursement to Fleet Industrial Supply Centers for supply management and supply operations costs of running SERVIMARTs and retail inventories of Navy owned 9 Cog material. These costs have been removed from the wholesale surcharge. (Baseline \$90,804 thousand).	7,195
5. Increase in software and hardware support for Navy Command Systems Afloat (NTCS-A) for deployed systems, Shore Targeting Terminal C3I equipment, and SOSUS sites 4500, 1600, and 7800. (Baseline \$54,676 thousand)	5,015
6. Realignment of functions from Servicewide Communications to more properly reflect requirements based on primary mission area. (Baseline \$44,234 thousand)	2,651
7. Increase support to Marines for participation in major exercise Valiant Blitz 96 and various other required exercises reflecting increased exercise requirements. (Baseline \$3,478 thousand)	567
8. Realign funding for Construction Battalion Units (CBUs) from Base Support (1B) to Combat Support Forces (1C) consistent with the operational command. (Baseline \$19,040 thousand)	387
9. Increase reflects partial overhaul of the Ocean Simulation Facility at the Navy Experimental Diving Unit and additional minor platform systems being certified. (1 ES/WY) (Baseline \$3,550 thousand)	985

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

10. Increase reflects the additional requirement for support in the Ship Environmental Program resulting from an increase in the number of planned fleet training exercises involving emergency/oil clean-up operations. (Baseline \$2,079 thousand)	1,272
11. In the Underwater Ship Husbandry and Salvage Program the increase reflects two additional equipment modifications, and one additional remotely operated vehicle repair. (Baseline \$7,728 thousand)	1,386
12. Increase for Construction Battalion to meet mission requirements: detachment establishment in Korea and support of contingency/natural disaster recovery operation. (Baseline \$17,845 thousand)	2,019
13. Increase for Chemical, Biological, Radiological (CBR) protection equipment due to cyclical procurement cycle. (Baseline \$1,596 thousand)	545
14. Increase in repairs and refurbishment to extend the operational life of the arrays in the SSBN Unique/Related Sonar program. (Baseline \$1,660 thousand)	326
15. Increase in the 2s COG material program reflects additional units to meet required stock levels (Baseline \$26,879 thousand)	5,756
16. Increase to fund environmental requirements in compliance with Executive Order 12856, the Resource Conservation and Recovery Act, and EPA and State regulatory requirements. (11 ES/WY) (Baseline \$3,225 thousand)	4,482
17. Increase is for the replacement of personnel support equipment in the barracks on a seven year cycle and eliminate present backlog. (5 ES/WY) (Baseline \$431 thousand)	845
18. Increase for Morale, Welfare, and Recreation (MWR) facility equipment at LANTFLT Headquarters Support Activity and Joint Maritime Facility (JMF), St. Mawgan and increased operations in connection with the stand-up of JMF, St. Mawgan. (Baseline \$114,763 thousand)	2,209
19. Increased collateral equipment based on additional Government of Japan (GOJ) Facility Improvement Projects, for which GOJ funds construction costs while Navy funds the outfitting costs. (Baseline \$126,683 thousand)	2,210
20. Increase to RPM for reduction in BMAR for utilities, and training, maintenance and operations facilities and for quality of life initiative to repair maintain and modernize bachelor quarters. (Baseline \$46,108 thousand)	8,720

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

Modernization Changes

1. Increase supports the transition of the Joint Tactical Information Distribution System (JTIDS) from development to operational phase. (Baseline \$4,448 thousand).	2,933
2. Funding supports management initiatives such as increased remote control communications systems in order to improve combat communications efficiency and conform to defense downsizing. (+9 E/S, +9 W/Y). (Baseline \$44,234 thousand).	15,000
3. Increase supports maintenance required to consolidate global High Frequency communications and for new Extremely High High Frequency (EHF) satellite communications equipment (Baseline \$44,234 thousand).	2,951
4. Fund supports lease costs for two upgraded Laser Airborne Bathymetry Systems (LABS) and initial support for Unmanned Underwater Vehicles. This will provide more efficient shallow water bathymetric survey capability in support of increased focus and importance of Naval operations in littoral regions. (Baseline \$67,926 thousand).	3,185
5. Increase supports additional oceanographic ship days. (Baseline \$50,956 thousand).	2,530

Strategy and Policy Changes

1. Increase funds on-orbit support for two UHF Follow-On satellites to be placed in service in FY96. (Baseline \$32,802 thousand).	570
2. Increase supports the update and maintenance of Navy automated electronic warfare systems signal analysis to reflect increased emphasis on information warfare. (Baseline \$1,895 thousand).	421
3. Increase supports improvements on the AN/SLQ-32 system and its interface with the Quick Reaction Combat Capability system, and provide for the replacement of remaining AN/SLQ-17 systems. (Baseline \$5,110 thousand).	787
4. Increase supports Mission Critical Computer Resources engineering support for software analysis and certification of "off-the-shelf" computer software. (Baseline \$550 thousand).	346
5. New initiative to perform service life extension for Naval Construction Force (NCF) equipment as an alternative to procurement. Increase also supports unit set management on the equipment facilitating containerization of NCF material/equipment to reduce contingency response time. (Baseline \$0)	1,294

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

Management Initiatives

1. Funding increases to support CINC efforts to promote regional security arrangements and other U.S. national security goals. (13 ES/WY) (Baseline \$0)	10,000

Force Structure Changes

1. Program increase to support placing TAGOS 9 and 10 in Full Operating Status (FOS) (Baseline \$25,874 thousand)	5,032
2. Program increase to support the operation of the Low Frequency Active (LFA) CORY CHOEST. (Baseline \$25,874 thousand)	3,955
3. Increase to support operating hours and maintenance for Multi-Mission Crafts, Air Cushion (MCACs) and support of 3 Landing Craft, Air Cushion (LCACs) and 11 service crafts delivered in FY 1996. (Baseline \$40,122 thousand)	7,593
4. Increase to support charter of Ready Reserve Force (RRF) ships in Gulfport, MS and Port Hueneme, CA preloaded with SEABEE equipment/materials. Includes cost of ship rental/maintenance and maintenance of Table of Allowance (TOA). (Baseline \$0)	7,000
5. Increase for joint integration training requirements at USACOM and additional civilian personnel to staff the Cruise Missile Support Activity (CMSA) Theatre Mission Planning Control Upgrade at USCINCPAC. (7 ES/WY) (Baseline \$6,066 thousand)	964
6. Increase provides funding to stand-up the Joint Training, Analysis and Simulation Center. (25 ES/WY)	32,783

Legislative Changes

1. Civil Service Retirement and Disability Fund payment representing \$80 for each employee as of March 31 of such fiscal year in accordance with the Federal Workforce Restructuring Act of 1994.	57

14. Program Decreases

A. Annualization of FY 1995	-195,690
1. Reduction in ROS days as a result of deactivating a TAGOS ship in FY 1995.	(-2,597)
2. Annualized reduction of civilian work years associated with the closure of Naval Facility Argentina (-47 W/Y)	-228
	-1,739

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

3.	Reduction of entire Personnel Support Detachment (PSD) at Naval Training Command San Diego both in civilian personnel and support dollars. (-7 W/Y)	-630
B. One Time FY 1996 Decreases		
1.	Reflects costs associated with 9% payment for separation/incentive initiative.	(-13,125) -94
2.	Decrease for the Very Low Frequency (VLF) Continuing Antenna Maintenance Program at Naval Computer and Telecommunications Station (NCTS) Cutler. (Baseline \$11,365 thousand).	-2,590
3.	Decrease for one-time FY 1995 increase in overtime costs for dual operations during testing of Naval Space Command (NAVSPACECOM) Space Surveillance System. (Baseline \$9,274 thousand)	-64
4.	Deactivation cost for a TAGOS ship which will be leaving the inventory in FY 1995. (Baseline \$800 thousand)	-800
5.	Decrease for one-time severance pay and lump sum annual leave payments required due to FY 1995 civilian personnel reductions. (Baseline \$222 thousand)	-222
6.	One-time FY 1995 Pacific Missile Range Projects as directed in the FY 1995 Defense Appropriations Act. (Baseline \$6,200 thousand)	-6,386
7.	One time costs associated with the closure of Naval Support Facility Argentina (Baseline \$825 thousand).	-850
8.	One-time decrease at USACOM associated with JCS exercise, Unified Endeavor, and building renovations. (Baseline \$2,063 thousand)	-2,119
C. Other Program Decreases in FY 1996		
<u>Execution/Fact of Life Changes</u>		
1.	Decrease reflects reduced anomaly resolution of critical failures for aging FLTSATCOM satellites. (Baseline \$30,781 thousand).	(-179,968) -1,006
2.	Decrease reflects reduced level of contract support for UHF/FO satellites as knowledge on maintaining the constellation improves, and in-house support increases.	-1,777
3.	Decrease reflects cancellation of GAPFILLER communications services. (Baseline \$3,000 thousand).	-3,009

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

4. Decrease reflects reduced support for the TACAMO In-Flight Training (IFT) program. Training requirements will be augmented in E-6A aircraft during mission flights. (Baseline \$40,010 thousand).	-2,960
5. Decrease reflects consolidation of message processing intelligence database functions into the current Navy Tactical Command Systems - Afloat (NTCS-A) program. (Baseline \$3,725 thousand).	-3,725
6. Decrease in one SURTASS TAGOS ship technician crew. (Baseline \$30,302 thousand)	-1,180
7. Decrease reflects reduction in international programs resulting from completion of site consolidation in FY 1995 and completion of the underwater/shore fixed surveillance 6300 expansion system design. (Baseline \$10,277 thousand)	-1,143
8. Decrease reflects utilization rate of work-years at 98% of average beginning and ending end-strength for fiscal year due to normal delays in processing of civilian personnel vacancies. (-5 W/Y)	-261
9. Reduction in SURTASS ship ROS days. (Baseline \$25,874 thousand)	-3,107
10. Reduction in operation support for Afloat Training Organization and CINC team training support. (-1 ES) (Baseline \$3,981 thousand)	-935
11. Decrease reflects less support in the Battle Group Warfare Program commensurate with the number and scope of exercises planned in FY 1996. (Baseline \$4,092 thousand)	-1,356
12. Decrease reflects reduction in ship deactivation for the USNS Wilkes. (Baseline \$50,956 thousand).	-3,139
13. USCINCPAC Mission decrease represents reduced Cooperative Engagement Strategy efforts and Contingency/Exercise support in the Pacific theater including computer simulation and augmentation team combat training. (Baseline \$37,005 thousand)	-3,104
14. Decrease reflects reduced maintenance and repair for Civil Engineering Support Equipment (CESE) and Table of Allowance (TOA) update. (Baseline \$18,689 thousand)	-1,634
15. Reduction based on projected cyclic combatant maintenance schedule (Baseline \$8,574 thousand)	-2,038
16. In the Underwater Ship Husbandry and Salvage Program the decrease reflects two fewer sets repaired. (Baseline \$7,728 thousand)	-258
17. Decrease reflects two fewer LCACs supported with standard depot level maintenance. (Baseline \$4,957 thousand)	-1,788

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

18. Decrease overhaul of Tactical Aerial Reconnaissance POD Systems (TARPS) and repair/overhaul of various equipment as well as reduced calibration efforts (Baseline \$35,523 thousand).	-758
19. Decrease Contractor Logistics Support (CLS) for E-6A Aircraft. (Baseline \$26,034 thousand)	-4,116
20. Decrease availability of fleet support equipment and reduced logistics support for target presentation (Baseline \$58,071 thousand)	-3,124
21. Reduction in Test Equipment program reflects elimination of Automatic Propulsion Control and Measure Operation Support. The reduction also reflects reduction in special interface gauge development effort by 8 workyears.	-2,801
22. Decrease due to a change in cognizant responsibility for the restoration of Outboard equipment and reflects a reduction in the restoration of one less submarine antenna unit (Baseline \$1,834 thousand).	-328
23. Increased command attention and significant management initiatives in safety and health programs to reduce employee injury and associated compensation claims. (Baseline \$2,839 thousand)	-1,093
24. The Government of Japan (GOJ) Burdensharing agreement provides that GOJ will fund all Foreign National Indirect Hires (Baseline \$60,599 thousand)	-761
25. Reduction in environmental requirements due to completion of Environmental Impact Studies and the backlog of pollution abatement projects decreasing. (Baseline \$126,683 thousand)	-2,018
26. Completion of renovation of NAVEUR headquarters building and make-ready efforts at Blenheim Crescent and Daws Hill. (Baseline \$3,717 thousand).	-974
27. Realign funding to Administration and Servicewide Activities (4A) to reflect central management of Defense Finance and Accounting Service (DFAS) funding. (Baseline \$51,640 thousand)	-41,415
28. Decrease for cargo handling contract at Administrative Support Unit (ASU) Bahrain. (Baseline \$26,478 thousand)	-710

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

Modernization

1. Decrease reflects discontinuation of lease for LEASAT L-5 satellite communications support after February 1996 as UFO/UHF satellites come on line. (Baseline \$30,781 thousand). -9,770
2. Decrease reflects less maintenance required to Flight Deck Communication System (FDCS) radios due to improved casing unit that prevents water damage. (Baseline \$1,118 thousand). -507

Infrastructure Changes

1. Reduction in purchased utilities, purchased communications, overseas purchases, and other contracts for SOSUS support as a result of NAVFAC Brawdy closure (-14 ES/WY) (Baseline \$1,168 thousand) -838
2. Decrease in the Air Mine Countermeasures program which reflects less support for the overhaul of 2 AN/AQS-14 Side-Scan Sonar Minehunting System (Baseline \$355 thousand) -348
3. Reduction reflects elimination of funding for collection of magnetic and other oceanographic data due to initiative to lease and procure the Laser Airborne Bathymetry System (LABS). (Baseline \$75,399 thousand). -1,767
4. Reduction reflects savings associated with new oceanographic ships replacing older ships. (Baseline \$50,956 thousand). -926
5. Decrease reflects a reduction in the repair of Hi-Tech and General Purpose Electronic test Equipment (GPETE) efforts. (Baseline \$1,261 thousand) -278
6. Reduction reflects the cancellation of temporary quarters housing contracts at ASU Bahrain. (Baseline \$12,554 thousand) -3,960
7. Base realignment and closure recurring savings at Naval Support Facility (NSF) Antigua, Naval Training, Meteorology and Oceanography Detachment (NAVTRAMETOC DET) Glenview, Naval Atlantic Meteorology and Oceanography Detachment (NAVLANMETOC DET) Charleston, and Naval Pacific Meteorology and Oceanography Detachment (NAVPACMETOC DET) Barbers Point for utilities, communications, and other base support costs. (Baseline \$141,741 thousand) -2,942

Management Initiative

1. Reduction reflects anticipated contracted tactical development cost savings as a result of conversion to CD-ROM at Navy Tactical Support Activity. (Baseline \$2,964 thousand) -175

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

2. Realign funds to Ship Operations/Air Operations Base Support to support the CINCLANTFLT Manpower Assist Team.	-636
3. Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold (\$2,500).	-308
4. Savings resulting from the use of Electronic Funds Transfer as the stand method for paying travel vouchers.	-34

Strategy and Policy Changes

1. Reduction reflects decreased World Wide Military Command and Control System (WWMCCS) support due to transition to Global Command and Control System (GCCS) initiative. (Baseline \$12,769 thousand).	-1,966
2. Reduction represents placing Extremely Low Frequency transmitter operations in caretaker status. Operations will be accomplished with Very Low Frequency and Low Frequency resources. (Baseline \$44,234 thousand). (-4 E/S, -7 W/Y).	-846
3. Decrease reflects lower repair and operational requirements due to requirements due to complete review and revalidation of communications programs. (-9 E/S, -9 W/Y). (Baseline \$44,234 thousand).	-4,756
4. Reduction reflects moving the implementation of the Open Systems and Computer Resources policy to FY97 to ensure an efficient transition to providing computer system engineering standards and program manager handbooks for selection and testing of commercially available computer resources. (Baseline \$680 thousand).	-123
5. Reduction in LCAC operating hour requirements to support deployments/workups, proficiency training and routine maintenance schedules. This reduction in proficiency training ophours assumes a 20% (16 hours) per craft efficiency claimed using the Full Motion Trainer (FMT) (Baseline \$18,897 thousand)	-3,802

Force Structure Changes

1. Reduction in personnel, the purchase of supplies, materials, equipment, communications, and contracts in conjunction with the overall downsizing of the fleet. (-78 E/S; -56 W/Y)	-45,021
2. Reduced support for sea range service support which include sea trials and firing exercises and Post Analysis, Critique, Evaluation and Review Services. (Baseline \$35,417 thousand)	-1,904

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

3. Reduced support for all tactical training ranges and range instrumentation systems due to reduced demands created by one less active Airwing and reduced support for six training activities in their day to day operational costs. (Baseline \$35,417 thousand)	-4,600	
4. Joint Task Force Full Accounting decrease represents reduced support for investigations and related costs for MIA efforts at USCINCPAC. (Baseline \$15,939 thousand)	-884	
5. Reflects disestablishment of the Third Naval Construction Battalion site and conversion of Camp Covington mainbody deployment site to detail site. (Baseline \$18,385 thousand)	-3,059	
15. FY 1996 President's Budget Estimate		1,581,800
16. Pricing Adjustments		
A. Annualization of FY 1996 Pay Raise		48,309
1) Classified	(2,686)	
2) Wage Board	2,495	
3) Foreign National Direct Hire	115	
	76	
B. FY 1997 Pay Raise		
1) Classified	(8,234)	
2) Wage Board	7,745	
3) Foreign National Direct Hire	347	
	142	
C. Defense Business Operating Fund (DBOF)		
1) Supplies, Material, and Equipment	(2,401)	
2) Fuel	2,052	
D. Other Defense Business Operating Fund	349	
E. Foreign National Indirect Hire	(12,577)	
F. Foreign Currency	(50)	
G. Other Pricing	(0)	
	(22,361)	
17. Program Increases		44,181
A. Annualization of FY 1996 Increases		
1. Annualization to reflect full year costs for on-orbit support for two Ultra High Frequency(UHF)/Follow-On(FO) satellites placed in service in FY96. (Baseline \$20,749 thousand).	(4,784)	
	595	

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

2.	Program increase to support the operation of LFA CORY CHOUEST for a full year. (Baseline \$3,955 thousand)	2,189
3.	Increase reflects full year operational support for Unmanned Underwater Vehicles to support increased coastal water charting requirements. (Baseline \$75,399 thousand).	2,000
B.	One-time FY 1997 increases	(4,923)
1.	One-time increase for severance pay, lump sum annual leave payments, and PCS costs required due to civilian personnel reductions.	653
2.	Increase reflects funding required to support Special Projects at Naval Space Command field activities in Silver Lake, MS and Hawkinsville, GA and ASU Bahrain. (Baseline \$1,746 thousand)	970
3.	Increase for the renovation of BEQ-Building 141 at the LANTFLT Headquarters Support Activity. (Baseline \$11,950 thousand).	3,075
4.	One-time increase for relocation/shut-down expenses required to deactivate Naval Satellite Operations Center Detachment Bravo. (Baseline \$100 thousand)	225
C.	Other Program Increases in FY 1997	(34,474)
	<u>Execution/Fact of Life Changes</u>	
1.	Funding supports increased Low Frequency transmission requirements in Japan due to closure of communication site in Alaska. This results in increased antenna maintenance and need for critical spares to provide communications coverage in a wider area in the Pacific. (Baseline \$47,176 thousand).	618
2.	Increase reflects additional maintenance and repair of craft, material at Emergency Ship Salvage Materials (ESSM) Bases, and ocean construction equipment. (Baseline \$12,744 thousand)	1,375
3.	Increase reflects additional engineering and technical support for the metrology program and the fixed surveillance 6300 expansion system. (Baseline \$11,127 thousand)	974
4.	Increase in 2S Cog program reflects additional units to meet required stock levels (Baseline \$28,392 thousand).	8,746
5.	Increase reflects overhaul of 1 additional MK-105 Magnetic Influence Mine-Sweeping system. (Baseline \$3,306 thousand).	2,059

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

6. Increase provides additional reports, meter cards, and software changes to customers in the Depot Operations Support program. The increase also enables the Navy representative for the Joint Service Metrology/Calibration Board (METCAL) to manage and implement technology coordination, calibration consolidation reviews and DoD calibration requirements efforts. (1 W/Y) (Baseline \$1,127 thousand)	300
7. Increase reflects additional EPA Class I and II environmental compliance projects. (Baseline \$14,279 thousand)	276
8. Increase in facility maintenance in connection with the stand-up of the new JMF, St. Mawgan overseas site. (Baseline \$11,950 thousand)	346

Modernization

1. Increase for on-orbit support for one UHF/FO satellite to be placed in service in FY97. (Baseline \$20,749 thousand).	591
2. Increase supports the Integrated Underwater Surveillance System (IUSS) downsizing initiative by providing leased line support for remote site operations. (Baseline \$632 thousand).	1,930
3. Increase supports hardware and software engineering and integrated logistics support for new meteorological equipment, the NTCs-A command and control system, and the Primary Oceanographic Prediction System. (Baseline \$24,182 thousand)	1,851

Strategy and Policy Changes

1. Increase supports consolidation of Airborne Command Post mission into Navy E-6A aircraft. This will require conducting the Strategic Command Central Alert from Offutt Air Force Base, which requires at least one E-6A aircraft with crew at this site which will increase travel and other support costs. (Baseline \$37,452 thousand).	202
2. Increase reflects implementation of the Open Systems and Computer Resources Management policy which manages selection and testing of commercial available computer resources to ensure proper interface within existing and developing warfare systems. (Baseline \$543 thousand).	107
3. Increases supports Navy participation in national convergence of environmental space requirements and assets. (Baseline: \$4,439 thousand)	176

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

4. Increase to allow customer reimbursement to Fleet Industrial Supply Centers for supply management and operations costs of running SERVIMARTs and retail inventories of Navy owned 9 COG material. These costs have been removed from the wholesale surcharge.	138
5. Decrease Depot Maintenance backlog for Ground Support Equipment (GSE) (Baseline \$69,591 thousand).	4,815
6. Increase contractor logistics support for E-6A and increase support for target presentations (Baseline \$31,995 thousand).	3,000

Legislative Changes

1. Increase reflects full effect of realignment of non-centrally managed equipment purchases from the procurement accounts. (Baseline \$11,110 thousand).	1,400

Management Initiatives

1. Increase funds engineering and logistics support for transition to new atmospheric sensors to collect littoral Electro Magnetic/Electro Optical data. (Baseline \$75,399 thousand).	1,433

Infrastructure Changes

1. Increase reflects per diem costs for full year operations of USNS Kane and Bowditch. (Baseline \$58,013 thousand).	2,393

Force Structure Changes

1. Increase in fuel, repair parts, preventive maintenance for additional LCACs delivered in FY 1997.	911
2. Increase provides additional personnel to support the new roles and missions of USACOM (18 E/S; +17 W/Y) (Baseline \$6,672)	833

18. Program Decreases

A. Annualization of FY 1996 Decreases

1. Decrease reflects full-year savings due to discontinuation of lease for LEASAT L-5 satellite communication support. (Baseline \$20,749 thousand).	(-10,187)
2. Reduction in chartered per diem days as a result of a TAGOS ship deactivation. (Baseline \$994 thousand)	-6,980
	-995
	-99,970

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

3.	Reduction in management headquarters staff, and base support operations commensurate with infrastructure downsizing. (-3 E/S; -24 W/Y)	-1,033
4.	Reduction reflects less contract support and equipment maintenance due to replacement of obsolete Enhanced Naval Warfare Gaming System (ENWGS) workstations and conversion CD-ROM at Navy Tactical Support Activity. (Baseline \$5,634 thousand)	-110
5.	Reduction at Atlantic Fleet Weapons Test Facility. (-1 WY) (Baseline \$28,907 thousand)	-67
6.	In the Airborne Mine Countermeasures program, the decrease reflects less support for the overhaul of 2 AN/AQS-14 Side-Scan Sonar Minehunting System. (Baseline \$10,479 thousand)	-164
7.	Phased realignment of Camp Covington, Guam from mainbody deployment site to detail site.	-112
8.	Base closure recurring savings at Naval Pacific Meteorology and Oceanography Detachment (NAVPACMETOC DET) Alameda, Naval Atlantic Meteorology and Oceanography Detachment (NAVANTMETOC DET) Cecil Field, and Naval Support Facility (NSF) Antigua for utilities, communications, and other base support costs. (Baseline \$113,676 thousand)	-726
B.	One-time FY 1997 Decreases	(-7,484)
1.	Decrease for one-time FY96 equipment purchase for Global Command and Control System (GCCS) initiative. (Baseline \$500 thousand).	-245
2.	One less per diem day for TAGOS ships.	-86
3.	Decrease for one-time severance pay and lump sum annual leave payments required due to FY 1996 civilian personnel reductions. (Baseline \$219 thousand)	-202
4.	Deactivation cost for one TAGOS ship in FY 1996. (Baseline \$990 thousand).	-990
5.	One time cost related to the anticipated closure of Naval Support Facility Antigua in December 1995. (Baseline \$2,000 thousand)	-2,059
6.	Decrease reflects funding required to support Special Projects cost at Naval Space Command field activities in Elephant Butte, NM and Kickapoo, TX (Baseline \$4,329 thousand).	-358
7.	Decrease for collateral equipment at the JMF, St. Mawgan and completion of renovation of BEQ-Building 142 at the LANTFLT Headquarters Support Activity. (Baseline \$102,210 thousand)	-3,544

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

C. Other Program Decreases in FY 1997 Execution/Fact of Life Changes	(-82,299)
1. Reduction reflects decreased maintenance of equipment used for WWMCCS training to reflect transition to GCCS. (Baseline \$733 thousand).	-349
2. Decrease reflects anticipated contract cost reductions at Naval Communications Stations (NCS) Holt due to negotiations with the Australian government. (Baseline \$47,176 thousand).	-2,201
3. Decrease in SURTASS support (software and hardware maintenance, engineering support, and spares replenishment) resulting from cyclical maintenance and procurement schedules. (Baseline \$29,461 thousand)	-1,661
4. Decrease reflects reduction in SOSUS support resulting from completion of operational start-up of sites 7800 and 4500 and reduced operations commensurate with SOSUS consolidation. (Baseline \$45,950 thousand)	-5,753
5. Reduced Fleet Exercise Logistic Support (FELS) to Marines due to reduced exercise requirements in odd numbered fiscal years. (Baseline \$4,319 thousand)	-302
6. Decrease represents reduced strategic planning and contingency support at USACOM and USCINCPAC. (Baseline \$43,194 thousand)	-2,218
7. Decrease in Special Assignment Airlift Mission (SAAM), per diem days and travel costs due to change of deployment schedule for remaining 3 Navy Mobile Construction Battalions (NMCBs).	-1,365
8. Decrease in MAC SAAM airlift travel and other costs associated with construction battalion deployment rotation schedule (Baseline \$21,724 thousand)	-1,508
9. Decrease reflects reduction in engineering support for hyperbaric operations at Navy Experimental Diving Unit. The decrease also reflects reduced support due to the phasing of the partial overhaul of the Ocean Simulation Facility at the Navy Experimental Diving Unit and fewer minor diving platform systems being certified. (-1 ES/WY) (Baseline \$4,556 thousand)	-535
10. Reduction in the Ship Environmental Program due to a decrease in exercises for advance planning relating to emergency/oil clean-up operations. (Baseline \$3,414 thousand)	-370

Budget Activity: 01 - Operating Forces

Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

11. Decrease in collateral equipment due to fewer MILCON and Government of Japan (GOJ) Facility Improvement Projects, which GOJ funds construction costs while Navy funds the outfitting costs. (Baseline \$100,470 thousand)	-1,059
12. Reduction in Environmental Pollution Abatement requirements as the backlog of projects decreases and completion of safe drinking water studies and conversion of shoreside air conditioning and refrigeration systems. (Baseline \$19,030 thousand)	-2,348
Modernization	
1. Decrease in tracking, telemetry and control and on-orbit control costs for Navy-owned LEASAT satellites. (Baseline \$20,749 thousand).	-7,345
2. Reduction reflects less depot and acquisition support required for the Flight Deck Communications System (FDCS) as it becomes fully implemented throughout the fleet and more reliable. (Baseline \$4,643 thousand).	-146
3. Decrease reflects replacement of the Shore Targeting Terminal's aging equipment by capabilities provided in the Operations Support System. (Baseline \$12,612 thousand).	-1,783
4. Reduction reflects termination of one LABS after government owned system is delivered. (Baseline \$75,399 thousand).	-784
Infrastructure Changes	
1. Decrease reflects savings due to termination of TRANSIT satellite operations at Naval Satellite Operation Center. (-19 E/S, -12 W/Y) (Baseline \$14,439 thousand)	-444
2. BRAC III recurring savings resulting from the closure of Personnel Support Detachment (PSD) Cecil Field. (-6 E/S; -5 W/Y)	-148
3. Reduction in management headquarters staff, supplies, materials, equipment, contracts, logistics, engineering, and other support commensurate with force structure downsizing. (-162 E/S; -172 W/Y) (Baseline \$344,225 thousand)	-14,740
Strategy and Policy Changes	
1. Decrease repair/overhaul of KS-153A cameras and EH-38D Aerial Film Processors. (Baseline \$56,379 thousand).	-886

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

C. Reconciliation of Increases and Decreases (continued)

2. Decrease for meteorological support equipment and various 2Z COG
equipment restorations (Baseline \$2,144 thousand). -162

Management Initiative

1. Savings resulting from increased usage of the IMPAC Bank Card for
purchases below the micro-purchase threshold (\$2,500) -169
2. Savings resulting from the use of Electronic Funds as the standard
method for paying travel vouchers. -17
3. Decrease reflects savings and the realignment of funding to the
Joint Staff due to the co-location of the Joint Training, Analysis
and Simulation Center (JTASC) and Joint Warfighting Center (JWFC).
(-33 ES/WY) (Baseline \$35,016 thousand) -36,006

19. FY 1997 Current Estimate

1,574,320

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation

COMBAT COMMUNICATIONS:

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
TACAMO Aircraft Operations				
Average Operating Aircraft	16	16	16	16
Flying Hours	15,000	15,281	15,275	15,333
Costs (\$000)	26,601	23,183	24,613	25,035
Hours A/C	938	955	955	958
Cost per hour	1,773	1,517	1,611	1,633
Per Diem Days	73,256	74,273	63,315	67,178

Operating Support System (OSS)

Number of Systems	16	21	21	21
Number of Sites	16	21	21	21

NTCS-A/TFCC/JOTS*

(Navy Tactical Command Systems-Afloat; Tactical Flag Command and Control; Joint Operational Tactical System)				
Force Level Platforms	16	21	27	27
Unit Level Platforms	177	180	183	186
Shore Sites	6	7	8	9

*This section of the performance has changed from the President's Budget, to reflect number of platforms rather than individual terminals. TFCC I/II/III are categorized as NTCS-A force Level systems with an inventory objective of 27 major platforms and shore sites with an inventory objective of 9 through FY97. The JOTS I/II systems are now categorized as NTCS-A Unit level systems for installation on all other Navy combatants and support ships with an inventory objective of 186 through FY97.

Tactical Support Centers

Number of Systems	16	14	14	14
Number of Sites	13	12	12	12

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued) **FY 1994** **FY 1995** **FY 1996** **FY 1997**

Advanced Tactical Data Link Systems
 Number of Link 11 Systems Supported 784 784 784 784

Leased Satellite System (LEASAT) Program
 LEASAT Satellites on Orbit-UHF (Navy owned or leased)

L-1	Failed	Failed	Failed	Failed
L-2	Navy Owned	Navy Owned	Navy Owned	Navy Owned*
L-3	Navy Owned	Navy Owned	Navy Owned	Navy Owned*
L-5	Leased	Leased	Leased	No Service
Gapfiller (CONUS)	Leased	Leased	No service	No service
Gapfiller (PAC)	Leased	Leased	No service	No service

*Navy Owned, and no-service.

Arms Control Treaties
 Strategic Arms Reduction Treaty (START)
 Intermediate Range Nuclear Forces (INF)
 Chemical Weapons Convention (CWC)
 Open Skies (OS)

The INF, CWC and OS treaties will transfer to Logistics Operations and Technical Support beginning in FY 1996.

ELECTRONIC WARFARE:

(Number of Units Supported)
 Offboard Deception Devices (ODDs) 130 130 130 130
 Radar and Anti-Ship Missile (ASM) 946 961 961 961
 Warning and Defense Systems

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)

SPACE SYSTEMS AND SURVEILLANCE:

<u>Space Systems Operation</u>				
A. Navy Navigation Satellite System				
1. Monitoring Sites	4	4	4	4
Prospect Harbor, ME				
Rosemont, MN				
Laguna Peak, CA				
Guam				
2. Satellite Configuration	8	8	9	9
3. Injection Success	100%	100%	100%	100%
(Navigation)				
B. Surveillance				
1. Transmitter Sites	3	3	3	3
Lake Kickapoo, TX				
Gila Lake, AZ				
Jordon Lake, AL				
2. Receiver Sites	6	6	6	6
Tattnall, GA				
Silver Lake, MS				
Red River, AK				
Elephant Butte, NM				
San Diego, CA				
Hawkinsville, GA				
3. Catalog Items	7,573	7,875	8,190	8,517

SURTASS

TAGOS Operations (Fleet)				
Number of ships	10	8	7	7
Per diem days				
ROS	566	784	0	0
FOS	3,213	2,190	2,652	2,555
TAGOS Support Ship Months	123	99	84	84
LFA Charter (\$000)		3,955	3,955	6,263

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)

SOSUS				
Number of Ships Supported	3	1	1	1
Ship Days	852	365	366	365

WARFARE TACTICS:

Warfare Gaming System (ENWGS)				
Number of Systems Supported	1	1	1	1
Operational Readiness Assessments				
Number of Battle Group	6	9	7	6
Exercises Supported				
Reconstruction and Analysis	19	19	16	16
Equipment Support	0	3	0	0
FLEET OPERATIONS SUPPORT				
Program Management				
-Number of contracts	8	8	8	8
Shipboard Tactical Information				
Management Systems Operations				
-Shipboard Support Days	1,365	1,365	1,366	1,365
Prototype Development				
-Task Implemented	150	250	250	250
FLEET TACTICAL LIBRARY				
Request Processed	935	990	990	990
Documents Shipped	9,350	10,000	10,000	10,000
New Documents Added	213	220	220	220
Archived/Microfiched	500	500	500	500
Documents Produced	10,200	10,200	10,200	10,200
FLEET MISSION PROGRAM LIBRARY				
Individual requests				
Software	850	850	850	850
Publications	638	638	638	638

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)	FY 1994	FY 1995	FY 1996	FY 1997
New Distributions				
Software	2,000	1,500	1,500	1,500
Publications	800	600	600	600
NAVY LESSONS LEARNED				
Lessons Learned Systems				
# of Validation Sites	15	15	15	15
# of Query Sites	1,700	1,700	1,700	1,700
NAVY TACTICAL INFORMATION COMPENDIUM (NTIC)				
Tactical Information				
Compendium Disks				
# of Library Disks	10	10	10	10
# of Disks Distributed	8031	8400	8400	8400
PUBLICATIONS REVIEWED/MANAGED				
NWPS Reviewed/Managed	25	25	25	25
(NWPS: Naval Warfare Publications)				
Allied Pubs Reviewed/Managed	36	33	33	33
FXPs Reviewed/Managed	6	6	6	6
NATOPS/AIRTACMAN CONFERENCES SUPPORTED				
(NATOPS: Naval Air Training and Operations Procedures Standardization)				
(TACMAN: Tactical Manuals)				
NATOPS (REV)	26	25	24	23
NATOPS (PG/CL)	34	33	32	31
(PG/CL: Pocket Guide/Check List)				
TACMAN (Revised)	22	21	19	17
TACMAN TACAID	7	7	7	7
(TACAID: Tactical Airborne Information Distribution)				
PUBLICATION REVISED/CHANGED				
Revisions	142	136	136	136
Changes	95	90	86	82
Reprints	47	46	46	46
Printing	291	289	287	285

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)	FY 1994	FY 1995	FY 1996	FY 1997
COMTAC MICROFICHE/NAVAL WARFARE PUBLICATIONS LIBRARY (COMTAC: Communications Tactical Publications Distribution)				
COMTAC microfiche Request	2190	2225	2200	2000
COMTAC microfiche Shipped	3950	3700	3500	3300
COMTAC Distribution List	495	487	475	463
TACTICAL DEVELOPMENT AND EVALUATION PROGRAM				
Projects Managed	40	38	36	34
Contract Actions	93	91	87	84
Contracts Reviews	102	100	95	90
INFORMATION AUTOMATION SUPPORT				
Automation Databases:	18	20	20	20
Development, Operations, and Maintenance				
Fleet Exercise Support				
Per Diem Days	8,076	7,604	25,902	26,427
Number of Exercises Supported	45	53	46	52
Number of Airlifts	329	334	976	685
Fleet Ship Training/Training Ranges				
Number of Courses Scheduled	210	208	290	290
Number of Classes Scheduled	1,549	1,569	2,427	2,368
Student Throughput	28,224	28,183	41,759	41,759
Average NR. of Students in Training	772	772	1,016	1,016
No. of Ships Scheduled for Refresher Training	82	150	150	150
Special Weapons Technical Inspections	80	115	115	115
Personnel Trained in Special Weapons	3,600	2,500	2,500	2,500

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)

FY 1994 **FY 1995** **FY 1996** **FY 1997**

OPERATIONAL METEOROLOGY AND OCEANOGRAPHY:

Number of Units

Oceanographic Ship Days	2,555	2,678	2,839	2,920
Oceanographic Survey Nautical Miles	652,121	481,451	454,560	465,560
Oceanographic Aircraft Hours	500	500	870	900
Buoy Deployments	218	218	218	218
Oceanographic Charts/Reports/Products	16,490	17,109	18,614	18,986
Deployable Meteorology and Oceanography (METOC) Systems	42	43	43	43
Observations	345,000	341,800	337,784	337,760
METOC Analyses and Forecasts	12,891,825	15,162,129	18,095,669	21,896,147
Joint Operations/Exercises Supported	158	169	167	173
Naval Observatory Publications Produced	262	261	264	267
Visual and Radio Telescope Observations	293,350	258,650	287,560	297,356

*The reduction of oceanographic survey nautical miles in FY95 from the President's budget reflects the change emphasis in shallow water vice deep water survey. Surveying in shallow water is confined to smaller and shorter areas at slower speeds, therefore miles decrease.

COMBAT SUPPORT FORCES:

Navy Mobile Construction Battalions

Number of Units	8	8	8	8
Operating	13	13	13	13
Permanent Camp/Detail Site				

Combat Support Forces

Combat Support Forces Units	47	47	47	47
Service Craft Boats	454	454	465	465
Explosive Ord. Disposal Team				
(Annual Dep/Exercises)	84	84	84	84

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)	FY 1994	FY 1995	FY 1996	FY 1997
<u>Landing Craft Air Cushion</u>				
(LCAC) Units	72	80	83	87
<u>Combatant Craft Repair</u>				
Number of Overhauls	19	17	16	16
<u>Diving and Salvage</u>				
Salvage Depot Maintenance:				
Emergency Ship Salvage				
Material (ESSM) Bases				
Fully Operational	3	3	3	3
Partially Operational	4	4	4	4
Number of Equip. mods, techniques and procedures	1	1	1	1
% Vehicle availability				
DEEP DRONE	20%	30%	30%	30%
CURV III	20%	30%	30%	30%
ORION	20%	30%	30%	30%
Underwater Ship Husbandry				
# of equipment mods/techniques/procedures developed	4	3	5	5
Equipment Sets				
Maintained/repaired	4	5	5	5
Logistics				
Diving				
Navy Experimental Diving				
Unit (NEDU), support costs	\$4,018	\$3,501	\$4,672	\$4,189

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)	FY 1994	FY 1995	FY 1996	FY 1997
Diver Worn Equipment	10	11	9	9
Major Div Platform Systems	20	18	11	11
Minor Div Platform Systems	85	41	176	138
Configuration Management				
Units = Diver Life Spt Sys				
Fleet Support				
Units = # of Diving Systems	270	242	260	255
Navy Salvage Operations;				
Number of salvage operations	1	1	1	1

EQUIPMENT MAINTENANCE:

Calibration				
(\$000)				
DBOF Calibration Lab	11,345	15,952	13,014	15,881
Non-DBOF Calibration Lab	12,676	12,034	11,630	11,832
DBOF Calibration Support	600	706	710	739
Comm Calibration Maint Support	250	265		

Target Maintenance

(Units)				
AQM-37	16	90	112	131
NSTTS	2	5	5	5
BQM-34	0	31	41	43
MQM-8	32	32	32	32
Logistics Support				
(\$000)	8,718	10,381	8,877	10,523

Aircraft Camera

(Units)				
Major Systems O/H	2,157	2,270	2,167	1,850
Other Maintenance	89	22	22	23
Actions				

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)

	FY 1994	FY 1995	FY 1996	FY 1997
<u>SSBN Unique Related Sonars</u>				
Fleet Support Services				
Repairs (# Sonars)	79	63	81	68
<u>2Z COG Electronic Equipments</u>				
<u>Restoration</u>				
(Units)				
Restoration Required	332	117	112	112
Restorations Funded	332	90	74	75
Restorations Unfunded	0	27	38	37
<u>Maintenance Actions</u>				
(Units)				
General Communication	99	34	27	29
Satellite Communication	179	35	29	29
Submarine Antenna	3	2	2	2
Outboard	51	19	18	15
<u>Meteorological Equipment</u>				
Systems Overhaul/Units	1	1	1	1

DEPOT OPERATIONS SUPPORT:

Joint Service Metrology/Calibration (WY)	2	2	1	2
General Purpose Electronic Test Eqt (#Sys)	605	605	460	460
Hi-Tech GPETE (# Sys)	246	245	136	364
GPETE Acquisition and Stds (#Sys)	118	48	48	93

The Performance Criteria reflects types of switchboards/communications equipment that receive engineering support.

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

IV. Performance Criteria and Evaluation (continued)

BASE SUPPORT:

	FY 1994	FY 1995	FY 1996	FY 1997
Other Base Operating Support	371,150	335,655	300,874	302,246
Real Property Maintenance	42,648	46,108	50,447	48,425
Base Communications	13,417	12,630	13,432	14,633
Environmental Compliance	14,103	18,364	19,030	16,388
Bachelor Quarters Operations	1,191	1,704	2,656	2,688
Morale, Welfare, and Recreation	10,979	10,852	11,859	12,155

PROGRAM DATA

	FY 1994	FY 1995	FY 1996	FY 1997
Number of Installations				
Active Forces	11	11	10	9
			10	11

Other Criteria

	FY 1994	FY 1995	FY 1996	FY 1997
Number of BEQ Rooms:	2,685	2,464	2,427	2,427
Number of BOQ Rooms:	152	152	152	152
Motor Vehicles Owned:	1,017	970	941	929
Leased Long Term:	343	310	307	307
Leased Short Term:	998	1,010	1,012	1,014
Child Care Center Spaces:	347	364	576	576
Supv. Home Care Spaces:	1,426	1,452	1,478	1,478
GSA Leased Space (000 SF):	0	0	1	1
GSA Leased Space Cost (\$000):	0	0	10	10
Non-GSA Lease Space (000 SF):	7,703	7,843	7,844	7,821
Non-GSA Lease Space Cost (\$000):	14,352	13,882	9,274	9,548

Maintenance and Repair

Utilities (\$000):	5,804	5,852	5,801	5,985
Floor Space (000 SF):	14,491	13,724	13,752	13,796
Pavement (SY):	3,123,634	2,908,911	2,910,911	2,901,299
Land (acre):	11,290	11,290	11,290	11,290
RR Trackage (miles):	20	20	20	20
Piers, Wharves (F):	8,395	8,395	8,395	8,090
Facility Value CPV (\$000):	2,783,299	2,574,336	2,635,825	2,688,985

Budget Activity: 01 - Operating Forces
Activity Group: Combat Operations/Support (continued)

V. Personnel Summary

	FY 1994	FY 1995	FY 1996	FY 1997	FY 1995/FY 1996	FY 1996/FY 1997	Change
A. End Strength (E/S)							
Military							
Enlisted	22720	22638	21771	21210	-867	-561	
Officer	2952	3107	2944	2819	-163	-125	
Civilian							
USDH	7384	7432	7735	7530	303	-205	
FNH	186	201	201	201	0	0	
FNDH	345	233	223	222	-10	-1	
B. Work Years (W/Y)							
Military							
Enlisted	23177	22555	22197	21483	-358	-714	
Officer	3034	2993	3013	2873	20	-140	
Civilian							
USDH	7332	7484	7757	7528	273	-229	
FNH	188	197	197	197	0	0	
FNDH	322	250	223	222	-27	-1	

**Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates**

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

I. Description of Operations Financed

This activity group provides funding for all aspects of unique weapons systems support in support of force operations, from operation of weapon systems to group and specialized training, weapon systems maintenance and associated engineering and logistics support. Weapons Support programs provide for the operational readiness and reliability for aviation, undersea, and surface weapons systems. These weapons systems include: TRIDENT Strategic Weapons Systems (SWS) aboard fleet ballistic missile submarines, the Cruise Missile Weapon System (TOMAHAWK), HARPOON, Close-In Weapon System (CIWS), Stinger and other diversified weapons systems. Weapons Support provides in-service engineering, logistics support, weapons systems certifications; organizational, intermediate and depot level maintenance; and engineering and supply support. This activity group also includes the cost of operating shore facilities supporting weapons systems and programs.

Cruise Missile - Funding for this program provides overall management, depot maintenance, operational test launch and engineering support required to maintain the Sea Launched Cruise Missile (TOMAHAWK). Funding also supports the Joint Services Imagery Processing System (JSIPS) and surface ship Harpoon Weapon Control Systems and HUNTER UAV.

Fleet Ballistic Missile - Funding for this program provides for the operational readiness and reliability of the Navy's strategic weapons systems aboard fleet ballistic missile submarines (SSBNs). This program includes strategic weapons systems support efforts: maintenance for subsystem equipment aboard SSBNs; equipment renewal and updating during overhauls; repair of failed components; logistics control procedures; operational flight testing; support of crew training; technical services required to test, analyze and maintain reliability of the weapons system; missile maintenance operations; target support and Navy navigation satellite system support. Surface support ships are funded for repair efforts and weapons system overhaul requirements necessary for surface vessels to support this program.

In-service Weapons Systems Support - Funding for this program provides engineering and technical support for aviation, undersea and surface weapons systems. Weapon systems supported include: HARPOON, Close-In Weapon Systems (CIWS), major gun weapons and gun fire control systems, surface/undersea/aviation anti-submarine warfare (ASW) systems, mine warfare systems and data processors. This program also provides safety support, readiness assessments and operational evaluations for these weapons systems.

Budget Activity: 01 - Operating Forces

Activity Group: Weapons Support (continued)

Weapons Maintenance - Funding for this program provides depot level maintenance and overhaul for missile systems, rockets, gun systems and surface/undersea/aviation anti-submarine warfare (ASW) systems. Ammunition and ordnance rework and certification are also performed in this program. Funding is also provided for maintenance of electronic components, data processors and guidance systems that are integral with weapons systems operations.

Base Support - Includes base support for activities that predominantly support shore based weapons maintenance and technical support. Base Support includes operation of utilities systems, public works services, base administration, supply operations, base services such as transportation and security, personnel support functions, bachelor quarters operations, morale, welfare, and recreation operations, real property maintenance, and environmental management.

II. Force Structure Summary

This activity group supports force structure for Cruise Missile, Fleet Ballistic Missile, In-service Weapons Systems Support, Weapons Maintenance, and base support as shown in the following paragraphs:

Cruise Missile - supports all aspects of the TOMAHAWK Weapon System including: Operational Test Launches (OTL), commercial depot recertifications, refurbishments and OTL preflight preparations; related hardware and software maintenance; integrated logistical support (ILS) and mission planning systems including Afloat Planning Systems (APS). This program also supports the Joint Services Imagery Processing System (JSIPS), surface Harpoon weapons control systems and HUNTER UAV systems.

Fleet Ballistic Missile System - supports the force structure as shown in the table below:

<u>SUBMARINES</u>	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
C-4 BACKFIT	1	0	0	0
<u>SUBMARINES</u>	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
TRIDENT C-4	8	8	8	8
TRIDENT D-5	6	7	8	9
Support Ships	1	1	1	1
Tenders	1	0	0	0

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support (continued)

In-service Weapons Systems Support - supports the following force structure: EHCTV: supports three Encapsulated HARPOON Certification Training Vehicle (EHCTV) servicing/turnaround "I" maintenance sites and one field activity. For Nuclear Weapons: provides support for an estimated number of rapid response efforts to problems encountered during the storage and transport of Navy nuclear weapons. Support is also provided for a variety of engineering tasks which range from planning for the extension of the useful life of a tactical data system to 10 years, to improving overhaul procedures for a major combat system, and providing technical manual updates and reprints for equipment. Provides for intermediate maintenance activity testing. Logistics support and configuration control of tactical embedded computer systems, peripherals and displays is also provided. Funding pays for ships, equipment, personnel and other material required for emergent salvage operations.

Weapons Maintenance - force structure supports the following:

Air-Launched Missile Rework: supports maintenance which is performed at two lead Naval Weapons Stations, joint service maintenance facilities managed by the Air Force and Army, two Naval Surface Warfare Centers (NSWC), three lead Naval Air Warfare Centers (NAWC) and other non-DBOF activities.

Air-Launched Ordnance Rework: supports maintenance which is performed at six Naval Weapons Stations, major forward Naval Magazines, two Surface Warfare Centers, and Single Manager for Conventional Ammunition operated facilities. Non-expendable ordnance (bombracks, aircraft gun systems, missile launchers) maintenance is performed at six Naval Aviation Depots, Hill AFB, or Army Ammunition's Plant (AAP) Aniston.

Special Weapons maintenance: supports maintenance performed at Naval Surface Warfare Centers and non-DBOF Navy and Defense maintenance activities specified in the Naval Atomic Planning Support and Capabilities listing (NAPSAC). The Pioneer Unmanned Aerial Vehicle (UAV) is supported by NAWC Pt Mugu, NSWC Indian Head, two Naval Weapons Stations and commercial depots. There are nine Pioneer Systems in service operated and deployed by three Marine companies and two Navy units. The Tactical Air Launched Decoy (TALD) is maintained and supported by NAWC Pt Mugu and NWS Yorktown. There are approximately 4,200 TALDs in the inventory. The Tactical Aircraft Mission Planning System (TAMPS) is maintained and supported by NSWC Dahlgren, and non-DBOF Navy activities.

Ship Weapons Maintenance provides depot maintenance and repair of search radar components in the fleet and the repair and overhaul of Navy-owned weapons systems on Coast Guard ships. This program includes refurbishment and restoration of Navy Tactical Data Systems (NTDS) on all active ships, restoration of inertial navigation and stabilized gyrocompass systems on surface combatants and depth detectors on SSNs and SSBNs. This program also supports repair and restoration of 2F Cog Undersea Warfare Equipment such as sonar systems. The Sonar Software Maintenance provides computer program support for the LAMPS MK III Integrated Aircraft/Shipboard Weapons Systems including the SH-60B Helicopter and AN/SQQ-28(V) sonar

Budget Activity: 01 - Operating Forces

Activity Group: Weapons Support (continued)

processor. The Surface Warfare Rework/Maintenance program supports the following: Mine Maintenance, Close In Weapon System (CIWS), Self Defense Surface Weapon System, Vertical Launch System (VLS), Missile System Rework, Medium and Long Range Depot Maintenance, Gun Weapon System Overhaul, and ASM System Maintenance. The Ammunition System Rework/Maintenance program provides support for Ammunition and TOMAHAWK nuclear weapons. Funding is also provided for logistic support, acquisition management, configuration control of tactical embedded computer systems, peripherals and displays. The Anti-Submarine Warfare (ASW) Systems Maintenance programs supports the following systems: a classified number of MK-46 Torpedo components, a classified number of MK-48/Advanced Capability (ADCAP) Torpedo Warshot, MK-50 Torpedo components, a Control Systems (FCS); CSS MK-1 and 7 CSS MK-2s; the OD 44979 Firing Craft Operating Procedures Checklist; 11 Vertical Launch ASROC (VLA) shipboard systems; AN/BSY-1 Submarine Combat Systems, AN/BQQ-5 Sonar Systems and associated handlers and trainers, AN/SQQ-89 Combat Systems; Integrated Carrier ASW Prediction Systems (ICAPS); the Aircraft Carrier (CV) Anti-Submarine Warfare (ASW) Module; the AN/UYS-1 Advanced Signal Processor (ASP); and the AN/UYS-2 Enhanced Module Signal Processor (EMSP) combatants in the fleet.

Base Support - Supports the following bases and shore facilities: The Strategic Weapons Facility, Atlantic (SWFLANT), Kings Bay, Georgia; the POLARIS Missile Facility, Atlantic (POMFLANT), Charleston, South Carolina; the Strategic Weapons Facility, Pacific (SWFPAC), Bremerton, Washington; and the Naval Ordnance Test Unit (NOTU) located at Eastern Space and Missile Center (ESMC), Cape Canaveral, Florida. Also supported are five Naval Weapons Stations, two Naval Undersea Warfare Centers and seven Naval Surface Warfare Centers.

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support (continued)

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Breakout

	FY 1994 Actuals	Budget Request	FY 1995 Appropriation	Current Estimate	FY 1996 Budget Request	FY 1997 Budget Request
Weapons Support						
Cruise Missile 1/	100,852	130,964	130,964	110,640	96,656	91,639
Fleet Ballistic Missile	796,681	780,849	780,849	778,517	788,463	778,989
In-service Weapons Systems Support	38,815	30,546	30,546	27,744	25,945	25,874
Weapons Maintenance 2/	445,391	475,942	475,942	461,502	401,879	432,838
Base Support	147,635	92,322	92,322	93,752	111,176	108,226
Subtotal	1,529,374	1,510,623	1,510,623	1,472,155	1,424,119	1,437,566
Technical Adjustments			-953			
Allocation of Congressional General Adjustments	0	0	-7,329			
MSC Rates			0	-136	0	0
Anticipated Reprogramming to Support Civilian Payraise				-290		
TOTAL	1,529,374	1,510,623	1,502,341	1,471,729	1,424,119	1,437,566

1/ The FY 1995 Current Estimate amount also includes \$136 thousand in MSC rate adjustments consistent with the FY 1995 Appropriation Act.

2/ FY 1995 current estimate includes \$290 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support (continued)

B. Reconciliation Summary

	FY 1995 Req/FY 1995 Curr	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	1,510,623	1,471,729	1,424,119
Congressional Adjustments (general)	-7,329	0	0
Technical Adjustments	-953	0	0
Price Change	290	48,299	32,685
Functional Transfer	3,950	2,062	0
Program Changes	-34,852	-97,971	-19,238
Current Estimate	1,471,729	1,424,119	1,437,566

C. Reconciliation of Increases and Decreases

1. FY 1995 President's Budget Request			\$000
2. FY 1995 Appropriated Amount (Program Specified)			\$1,510,623
3. Technical Adjustment required to comply with Congressional Intent			\$1,510,623
A. Travel	-200	-953	
B. Pentagon, Major Commands and Administration	-270		
C. Workyear Pricing	-179		
D. Family Support Centers	8		
E. Base Communications Infrastructure	-176		
F. MSC Rate Change	-136		
4. Congressional Adjustments			-7,329
A. Civilian Personnel Pay Raise and Locality Pay	221		
B. Contractor and Consulting Services	-6,153		
C. Information Technology (General Reduction)	-1,378		
D. FY 1995 Budget Amendment	-19		
5. FY 1995 Appropriated Amount			\$1,502,341
6. Price Growth			290
A. Civilian Pay Raise	(290)		

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

7. Functional Transfers			
A. Transfers In			
Inter-Appropriation		(3,950)	3,950
1) Increase to allow customer reimbursement to Navy Inventory Control Point (ICP) for logistics/spare parts management. (Baseline \$0 thousand).		3,950	
8. Program Increases			8,672
A. Other Program Increases in FY 1995			
<u>Management Initiatives/Changes</u>			
1) Increase reflects a change in the expense investment threshold.	100		
<u>Execution/Fact of Life</u>			
1) Increase reflects a realignment for 2F COG Electronics software maintenance efforts from Budget Activity 4, Combat Weapons Systems (Baseline \$8,419 thousand).		3,284	
2) Increase reflects increased maintenance support for Surface ASW maintenance for target and pinger preparation and acoustic silencing; submarine periscope imaging equipment systems; Submarine ASW efforts to correct Problem Trouble Reports and reduction of towed array repair backlog; and to support computer program and engagement maintenance (Baseline \$75,194).		3,529	
<u>Base Operations Support</u>			
1) The increase reflects additional base operating support requirements at Warfare Centers (Baseline \$41,395).		1,759	

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

9. Program Decreases		-43,524
A. One Time FY 1995 Decreases		(-517)
1) Decrease in civilian personnel high grade as a result of reduced grade levels due to downsizing Strategic Systems Program (SSP) headquarters and field activities.		-517
B. Other Program Decreases in FY 1995		(-43,007)
<u>Strategy and Policy Changes</u>		
1) Decrease due to TOMAHAWK missiles undergoing Block II to Block III remanufacturing instead of performing recertifications (Baseline \$53,850).		-19,800
<u>Execution/Fact of Life</u>		
1) Decrease in Gun Weapons maintenance reflects fewer repairs; reduced number of ammunition technical manuals updated and fewer disposals in the Ammunition Disposal program (Baseline \$40,377).		-842
2) Decrease in the Submarine ASW Maintenance program reflects a realignment of funds for the SQR-19 to Undersea Warfare program to consolidate similar efforts under the AN/SQQ 89 Surface Ship ASW Combat System (Baseline \$42,814).		-1,966
3) Decrease in the 2f COG Electronics program reflects fewer efforts for refurbishment and restoration of inertial navigation components (Baseline \$8,419).		-245
4) Decrease in the Theater Air Defense Missile/Vertical Launch System Maintenance program reflects 136 fewer Standard Missile components reworked and 2 fewer Vertical Launch Systems maintained (Baseline \$49,580).		-1,741
5) Congress authorized locality pay increases for federal employees nationwide. Decreases to Weapons Maintenance are needed to fully fund the pay raises. A reprogramming request will be provided to Congress and, once approved, funding will be restored.		-290

Depot Maintenance to Manageable Levels

1) Reduction in depot maintenance support for Mine Countermeasure/equipment overhaul and mine maintenance (Baseline \$16,219 thousand).		-2,965

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

2) Decrease in restoration of 2F COG electronic display equipment in DD 963 Class ships and fewer Below Deck Systems to be overhauled (Baseline \$75,672 thousand).	-2,705	
3) Decreased support for the AN/BSY-2 Combat System. (Baseline \$1,589 thousand).	-39	
4) Decrease reflects reduced exercise turnarounds and warshot verification; reduced support for the following programs: AN/SQQ-89 Surface Ship Combat System, MK 48, Lightweight Torpedo programs, sub-countermeasure maintenance support for sub acoustic warfare systems, and the Nixie countermeasure program (-52 E/S, -119 W/Y). (Baseline \$99,456 thousand).	-12,414	
10. FY 1995 Current Estimate		\$1,471,729
11. Pricing Adjustments		48,299
A. Annualization of FY 1995 Pay Raise	(467)	
1) Classified	441	
2) Wage Board	26	
B. FY 1996 Pay Raise	(1,400)	
1) Classified	1,322	
2) Wage Board	78	
C. Defense Business Operating Fund (DBOF)	(320)	
1) Supplies, Material, and Equipment	308	
2) Fuel	12	
D. Other Defense Business Operating Fund	(19,961)	
E. Other Pricing	(26,151)	
12. Functional Transfers		2,062
A. Transfers-In	(2,062)	
Intra-Appropriation		
1) Decentralization of Naval Facilities Engineering Command funding for the execution of O&M funded repair, maintenance, minor construction, environmental compliance and facilities service contracts.	1,359	
Inter-Appropriation		
1) Realignment of non-centrally managed equipment purchases from the procurement accounts.	703	

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

13. Program Increases		82,088
A. One Time FY 1996 Increases	(56)	
1) Increase for one additional operating day for the USS Range Sentinel.		
B. Other Program Increases in FY 1996	(82,032)	
<u>Management Initiatives/Changes</u>	793	
1) Increase to allow customer reimbursement to fleet industrial supply centers for supply management and supply operations costs of manning SERVMART and retail inventory of Navy owned 9S Cog material. These costs have been removed from the wholesale surcharge. (Baseline \$0 thousand).		
2) Increase reflects realignment of funds for non-incremental base support from the Defense Commissary Agency (DECA) to host organizations.	111	
<u>Execution/Fact of Life Changes</u>	274	
1) One additional workday of civilian employment.	1,600	
2) Increase for Hunter Unmanned Aerial Vehicle (UAV) initial support including operational test launch support, flying hours, expendables and field maintenance (Baseline \$0 thousand).	4,228	
3) Increase in Tomahawk mission planning to support Tomahawk Land Attack Missile (TLAM) strike coordination module and mission distribution systems. This effort will provide integrated missile and strike planning as well as support needed to transmit and receive mission data updates in a tactical environment (Baseline \$0 thousand).		
4) Increase in operational support for TRIDENT II (D-5) to provide for continuation of MK-6 Guidance repair capability and TRIDENT I (C-4) repair in order to support deployed TRIDENT I (C-4) SSBNS (Baseline \$565,995).	28,051	
5) Increase in contractor field engineering support of the Strategic Weapons Facility, Atlantic (SWFLANT) for the TRIDENT II D-5 Weapon System (Baseline \$120,453 thousand).	9,287	

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

<u>Depot Maintenance to Manageable Levels</u>		
1) Increase in-service engineering, technical and/or maintenance support for the following programs:		20,621
a) Ordnance commodities (Baseline \$13,688 thousand) (\$4,850).		
b) Theater Air Defense to reduce the backlog of Navy Tactical Data Systems program trouble reports (Baseline \$3,650 thousand) (\$2,200).		
c) Marine Mammal Program (Baseline \$5,864 thousand) (\$2,813).		
d) MK 92 Fire Control System (Baseline \$10,433) (\$1,329).		
e) Small arms management and five 2 JD Cog overhauls (1 E/S, 1 W/Y) (Baseline \$17,303 thousand) (\$2,168).		
f) Restoration of 2F Cog computer systems; repair of electro-optics, Advanced Combat Direction System and Cooperative Engagement Capability Program (Baseline \$72,725 thousand) (\$3,611).		
g) Lightweight torpedo, AN/SQQ-89, VIA test sets and Navy Signal Processor (Baseline \$89,611 thousand) (\$3,650).		
2) Increase in the Surface ASW Systems Maintenance program for repair of previously deferred items; additional target runs; failure analysis on the AN/SQS-56 Rubber Dome (SRD) Corrective Action program; fatigue testing and software corrections for combat systems on board fleet carriers; completion of fleet inquiries for the MK 116 and MK 309 Underwater Fire Control Systems; restoration of the operations at the Barking Sands Tactical Underwater Range (BARSTUR) training range; and maintenance of range facilities and equipment (Baseline \$23,366 thousand).	3,724	
<u>Base Operations Support</u>		
1) Net increase for repair, maintenance, environmental compliance, and other base operating support for TRIDENT and other weapons program facilities. (+75E/S;+75WY) (Baseline \$18,599 thousand).	3,907	
<u>Quality of Life</u>		
1) Increase reflects additional support for bachelors quarters maintenance at the Naval Weapons Stations and Warfare Centers to support quality of life initiatives (Baseline \$18,599 thousand).	6,007	

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

Modernization

- 1) Increase in Real Property Maintenance for reduction in the Backlog of Maintenance and Repair (BMAR) for facilities supporting utilities, training, maintenance and operations.

3,429

14. Program Decreases

-180,059

A. Annualization of FY 1995 Decreases

- 1) Reduced base operating support including environmental compliance and real property maintenance as a result of conversion from a missile processing to a storage facility.

(-2,070)
-2,070

B. One-Time Decreases

- 1) Completion of engineering support for C-4 overhaul start for SSBN 727.

(-25,298)
-25,298

C. Other Program Decreases in FY 1996

Management Initiatives/Changes

- 1) Savings resulting from the increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold (\$2,500) and from the use of Electronic Funds Transfer as the standard method for paying travel vouchers.

(-152,691)
-158

Force Structure

- 1) Decrease in Cruise Missile commercial depot maintenance due to 99 fewer recertifications (Baseline \$34,050).
- 2) Decrease in platform maintenance due to 20 Tomahawk and 20 Harpoon platforms being retired (Baseline \$5,160).
- 3) Decrease in the Tomahawk program in the following areas:
 Software Support Activity/In-Service Engineering; 2 operational test launches (OTL) as a result elimination of Anti-ship missile test flights; and private sector contracting efforts (Baseline \$144,164 thousand).
- 4) Reduction in (C-4 Backfit) missile processing for contractor field engineering, support and other operating costs at Polaris Missile Facility, Atlantic (POMFLANT) as it converts from an active missile processing facility to a storage detachment (-9E/S; -47WY) (Baseline \$120,453 thousand).

-15,840
-680
-7,481
-12,280

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

Execution/Fact of Life

1) Decrease reflects elimination of Ordnance Safety Program (Nuclear Weapons) (Baseline \$232 thousand).	-258
2) Reduced training materials, curriculum and administrative costs reflecting maturation of the TRIDENT II (D-5) and TRIDENT I (C-4) weapons systems (Baseline \$15,725 thousand) and headquarters downsizing (Baseline \$60,545 thousand).	-613
3) Decreased support for the Large Rocket Motor Disposal Facility (LRMDF) to reflect completion of impact studies for site selection, disposal and construction support (Baseline \$16,142 thousand).	-8,180
4) Reflects reduced injury compensation payments at Trident I facilities facilities (Baseline \$17,396 thousand).	-2,312

Infrastructure Changes

1) Due to downsizing, there are reduced support requirements such as in-service engineering efforts, software maintenance, logistics support and technical support for the following programs:	-44,924
a) Circuit Card Assemblies, associated Tests Program Sets (-32 units), 1,915 field deployments and 2M Electronic Test and Repair efforts (Baseline \$2,812 thousand) (-1,617).	
b) Combat systems, Navy explosive lists, and standard embedded computers (Baseline \$3,978 thousand) (-404).	
c) Gun Fire Control and Gun Weapon System Fleet support (Baseline \$3,964 thousand) (-958).	
d) Mine Countermeasure (MCM) and Mine Hunter Coastal (MHC) ships (4 fewer ships) for Mine Warfare Weapons Systems and Explosive Ordnance Disposal (EOD) swimmer (Baseline \$5,864) (-1,610).	
e) Close-In Weapon Systems (CIWS) (Baseline \$3,650) (-199).	
f) Switchboards and Explosives program (Baseline \$1,069 thousand) (-46).	
g) Air launched weapons (Baseline \$31,479 thousand) (-10,286).	
h) Air launched missiles (Baseline \$32,610 thousand) (-8,662).	
i) PIONEER Trainers (Baseline \$18,047 thousand) (-1,715).	
j) Factory level renovation/repair of Standard Missile (SM 1 & 2) and less technical support to the fleet (1,100 fewer components repaired) (Baseline \$47,839 thousand) (-19,427).	

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

Depot Maintenance to Manageable Levels

- 1) Decrease in depot maintenance in the following programs to sustain manageable levels: -59,965
- a) Ammunition rework and weapons repair (8 fewer systems) (Baseline \$17,303 thousand) (-2,724).
 - b) Malfunction investigations for the Ammunition Disposal program (Baseline \$22,593 thousand) (-2,796).
 - c) Acoustics, Towed Arrays, in the 2F COG Undersea Warfare Equipment program (Baseline \$42,452 thousand) (-10,406).
 - d) Transit/OMEGA system (Baseline \$11,703 thousand) (-9,892).
 - e) MCM/MHC equipment overhaul and shutdown of CAPTOR maintenance (249 fewer mines repaired) (Baseline \$13,242 thousand) (-5,439).
 - f) Transition of the SEAWOLF support program to Submarine PEO's Ship Operational Support and Training program (Baseline \$1,550 thousand) (-1,442).
 - g) Exercise/warshot; turnarounds; MK48/ADCAP program; AN/SQQ-89; tactical software; sub-countermeasure maintenance support for sub acoustic warfare systems and other countermeasure systems; fewer equipment certifications, maintenance actions and restorations for the NIXIE countermeasure program (173 fewer MK 48 restorations/countermeasures; 8 fewer sub countermeasures/restorations/overhauls; and 1,336 fewer NIXIE maintenance actions and restorations) (Baseline \$89,611 thousand) (-18,840).
 - h) ASW module program (Baseline \$23,366 thousand) (-2,567).
 - i) One less NATO Seasparrow missile depot overhaul, 4 fewer PHALANX overhauls, 8 fewer Below Deck electronics and Radar Display systems repairs and reduced support for the AN/SLQ 32 system (Baseline \$72,725 thousand) (-5,859).

15. FY 1996 President's Budget Request

\$1,424,119

16. Pricing Adjustments

A. Annualization of FY 1996 Pay Raise

- 1) Classified
- 2) Wage Board

(611)
575
36

32,685

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

B. FY 1997 Pay Raise	(1,833)	
1) Classified	1,724	
2) Wage Board	109	
C. Defense Business Operating Fund (DBOF)	(354)	
1) Supplies, Material, and Equipment	350	
2) Fuel	4	
D. Other Defense Business Operating Fund	(4,251)	
F. Other Pricing	(25,636)	
17. Program Increases		65,939
A. Annualization of FY 1996 Increases	(589)	
1) Increase for base closure and realignment recurring costs for base operating support and real property maintenance	589	
B. One Time FY 1997 Increases	(1,854)	
1) Inactivation costs for the USNS VANGUARD, a navigation operational and support test ship (Baseline \$584,674).	1,854	
C. Other Program Increases in FY 1997	(63,496)	
<u>Management Initiatives/Changes</u>		
1) Increase realigns funding for non incremental base support from DECA to host organizations	117	
<u>Execution/Fact of Life</u>		
1) Increase for Hunter Unmanned Aerial Vehicle (UAV) for operational test flights, expendables and field maintenance (Baseline \$1,600 thousand).	3,100	
2) Increase in operational support for TRIDENT II (D-5) to provide for continuation of MK-6 Guidance Repair System repair capability (Baseline \$584,674).	13,384	
3) Increase for Ship of Opportunity support for operation of portable Navigation instrumentation test bed (Baseline \$584,674).	7,000	

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

Depot Maintenance to Manageable Levels

- 1) Increase in-service engineering efforts, maintenance, technical and/or logistics support for the following programs:
- a) Gun Fire Control and Gun Weapon System Fleet (Baseline \$3,114) (\$157).
 - b) Aircrew Escape Propulsion System (AEPS) and Bombs, Bomb Racks and Components (Baseline \$629) (\$1,023)
 - c) Air Launched Missiles (Baseline \$24,151) (10,938).
 - d) Standard Missiles-1 (SM-1) and Standard Missiles -2 (SM-2) (Baseline \$29,942) (\$2,261).
 - e) MCM/MHC equipment overhauls on 4 additional ships and 9 additional Explosive Ordnance Disposal overhauls (Baseline \$8,265) (\$2,531).
 - f) Nine additional NATO SEASPARROW Systems and 4 additional Close-In Weapons Systems (CIWS); computer maintenance and Search Radar component refurbishment efforts and maintenance and interim contractor depot support to units with Cooperative Engagement Capability Advanced Development Model/Engineering Development Model (ADM/EDM) (Baseline \$72,593) (\$20,664).
 - g) Consolidated Shore Activity (Baseline \$4,633) (\$156).
 - h) MK 48 and Lightweight Torpedo program, Vertical Launch Anti-Submarine Rockets (VLA) test sets and assembly equipments (+ 1 E/S; +1 W/Y) (Baseline \$78,758) (\$1,350).
- 2) Increase for navigation system technical support efforts for 5 additional ships, additional efforts for in-service explosives and standard embedded computers, additional test program sets (TPS) and Ordnance Safety (Baseline \$3,697).

18. Program Decreases

- A. One Time FY 1997 Decreases
- 1) Decreased cost for one less day of operation of the USS Range Sentinel (Baseline \$12,975)

-85,177

(-30)

-30

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

B. Other Program Decreases in FY 1997

Management Initiatives/Changes

- 1) Savings resulting from increased usage of IMPAC Bank Card for purchases below the micro purchase threshold and from the use of Electronic Funds Transfer as the standard method for paying travel vouchers.

(-85,147)

-333

Force Structure

- 1) Decrease in Cruise Missile commercial depot maintenance due to 3 fewer recertifications (Baseline \$18,210). -471
- 2) Decrease in platform maintenance due to 3 Tomahawk platforms being retired (Baseline \$2,680). -60
- 3) Decrease in the Tomahawk program for private sector contracting efforts, in-service engineering agent (ISEA) and Software Support Agent as a result of deep stowage for all missiles and retirement of Armored Box Launchers (Baseline \$30,488 thousand). -8,576
- 4) Decrease reflects ceased operations of USNS VANGUARD (Baseline \$584,674 thousand) -11,213
- 5) Reduction in TRIDENT I C-4 operational and engineering support to a level commensurate with maintaining the weapon system as a viable strategic asset until FY 2002 vice FY 2008 and one year affordability reduction in TRIDENT I (C-4) repair effort (-9 E/S; -10 W/Y) (Baseline \$584,674 thousand). -36,767
- 6) Reduction in missile processing for contractor support and other operating costs at Strategic Weapons Facility, Pacific (SWFPAC) (Baseline \$121,524 thousand). -716

Execution/Fact of Life

- 1) Reduced requirements and fleet demand for the following programs results in decreases in engineering support, hardware/software maintenance and in-service engineering efforts as follows:
 - a) Surface Harpoon Engineering (Baseline \$3,000) (-505).
 - b) Training material, curriculum and administrative costs reflecting maturation of the TRIDENT II (D-5) and TRIDENT I (C-4) weapons systems and headquarters downsizing (Baseline \$15,881 thousand) (-1,373).
 - c) Rocket Motor Disposal (Baseline \$8,414 thousand) (-4,398).

-17,234

C. Reconciliation of Increases and Decreases (cont'd)

- d) Encapsulated Harpoon firings, recertifications, trials and training proficiency (Baseline \$2,547 thousand) (-45).
- e) Expendable and Non-Expendable commodities. (Baseline \$16,255 thousand) (-1,459).
- f) Decommissioning the New Threat Upgrade Weapons Systems program (Baseline \$12,058 thousand) (-1,509).
- g) Target runs, Fire Control support, UFCS MK116/CP MK 309 inquiry responses, LAMPS MK I/III equipment, software trouble reports, fewer Source Lines of Code (SLOC) modifications, ASW testing support, pingers and targets, for seven less Ship Radiated Noise Measurement Trials (SSRNM) (Baseline \$24,739 thousand) (-403).
- h) Multifunction investigations and reduced program management and technical acquisitions and functions for Ammunition/Disposal Program (Baseline \$21,771 thousand) (-5,996).
- i) Technical support in the periscope program with fewer reprints of the Torpedo Procedural guideline required (Baseline \$33,648 thousand) (-101).
- j) Switchboards and Explosives program (Baseline \$1,076 thousand) (-47).
- k) EOD swimmer (Baseline \$4,350 thousand) (-732).
- l) Navy Tactical Data Systems (NTDS) for DD 963 and FFG-7 classes (8 fewer W/Y) (Baseline \$4,269 thousand) (-666).
- 2) There is a net decrease in base operating support and real property maintenance as a result of more efficient operations for day-to-day recurring facility maintenance (Baseline \$15,795 thousand).

-1,908

Depot Maintenance to Manageable Levels

- 1) Decrease in depot maintenance in the following programs to sustain manageable levels (-6,496):
 - a) PIONEER TAMPs, TALD and War Reserve Trainers (261 fewer PIONEERS maintained). (Baseline \$21,549 thousand) (-2,212).
 - b) Gun Weapons System Overhaul and Support/Small Arms Repair to reflect a change in the mix of equipment being overhauled, fewer weapons repair and reduced engineering support (341 fewer Small Arms Repair systems) (Baseline \$16,801 thousand) (-3,486).
 - c) 2F COG Electronics program (Baseline \$1,635 thousand) (-107).

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

C. Reconciliation of Increases and Decreases (cont'd)

- d) On-site support for assistance, repairs and training for submarines in the ICAPS program, AN/SQQ-89, fewer equipment certifications, 2 fewer certifications for AN/SQQ-89; and 345 fewer NIXIE countermeasure efforts) (Baseline \$80,501 thousand) (-691).

19. FY 1997 President's Budget Request

\$1,437,566

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

IV. Performance Criteria and Evaluation

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Tomahawk Platform Maintenance	145	154	134	131
Platform Maintenance	149	149	129	129
(Surface Ship/HARPOON)				
Nuclear Weapons Warheads	356	356	356	356
Operational Test Launch Flights	12	10	8	8
Missile Refurbishments	5	5	5	5
Missile Recertifications	224	201	102	99
Theater Mission Planning	3	3	3	3

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
TRIDENT C-4/D-5 (# systems)	1/1	1/1	1/1	1/1
TRIDENT C-4/D-5 (SSBNS)	8/6	8/7	8/8	8/9

OPERATIONAL SUPPORT (SHIP MONTHS)

SSBN (C-4 Backfit)	37	3	0	0
SSBN (TRIDENT C-4)	87	86	86	86
SSBN (TRIDENT D-5)	65	71	88	101
TENDER 12 3 0	0			

MISSILE PROCESSING*

C-4 Backfit (C-4) (POMFLANT)	40	7	0	0
TRIDENT (C-4) (SWFPAC)	133	144	144	144
TRIDENT (D-5) (SWFLANT)	50	78	84	112

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>WEAPON SYSTEM OFFLINE SUPPORT (MONTHS)</u>				
TRIDENT I (C-4) Overhauls	9	10	10	10
<u>OVERHAUL STARTS</u>				
TRIDENT I (C-4)	0	1	1	1
<u>SSBN RETIREMENTS/INACTIVATIONS/DISMANTLEMENTS</u>				
POSEIDON	1**	0	0	0
C-4 Backfit	5	1	0	0

* Missile processing numbers represent the O&MN funded fleet return missiles funded.
 ** POSEIDON operating in a non-strategic mode and reduced level until dismantlement.

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>HARPOON</u>				
No. of Units funded	115	115	112	112
No. of submarines	58	58	58	58
Workyears	26.5	26.5	17.0	17.0
Nuclear Weapons Safety Workyears	16.6	1.8	0	0

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Micro/Miniature Electronic Test & Repair (WY)	10	6	6	6
Circuit Card Assemblies w/Field Test & Diagnosis Capabilities <u>1/</u>	52	42	10	10
Fleet Deployment w/Field Test <u>2/</u>	2,857	1,915	0	0
Auxiliary Tug Equipment Test	6	5	12	13
Program Set (TPS) Coordinate Center				
ATP/TPS ISEA Training Support (W/Y)	4	4	0	0
Ordnance/Security/Sensor Studies	11	16	16	16
Gun Weapons System Fleet Support (WY)	94	40	28	30
Mine Countermeasure (No. ships supported)	6	7	3	3
Explosive Ordnance Disposal Swimmer No. of equipment	1,205	996	985	914
Navy Tactical Data Systems				
In-Service Engineering Agent (\$000)/WY	1,116/42	1,334/42	2,263/49	1,494/41

1/ Units represent number of test program sets
2/ Units represent reproduction of test set programs

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>Air Launched Missile Rework & Maintenance</u>				
Units/Cost	5,480/\$18,027	7,300/\$21,577	4,515/\$16,289	4,386/\$26,155
Maint Other Rework Cost	\$7,231	\$9,275	\$9,084	\$8,427
Logistics Element Support WY/Cost	144.8/\$16,122	171.0/\$22,923	113.0/\$14,284	198.3/\$25,607
Quality Evaluation WY/Cost	14.6/\$1,540	16.1/\$1,923	15.6/\$1,921	14.4/\$1,826
Navy Technical Services WY/Cost	14.3/\$1,512	17.4/\$2,085	16.8/\$2,070	11.8/\$1,490
<u>Air Launched Ord/Ammo Rework & Maintenance</u>				
Maintenance Units/Cost	90,354/\$11,807	83,127/\$13,088	138,703/\$16,255	90,737/\$15,173
Logistics Element Support WY/Cost	17.9/\$1,870	15.6/\$1,941	14.9/\$1,854	22.8/\$2,921
In-Service Engineering WY/Cost	77.6/\$7,566	75.4/\$9,519	63.0/\$8,378	75.2/\$9,952
Quality Evaluation WY/Cost	11.4/\$1,167	13.3/\$1,611	16.7/\$2,112	12.8/\$1,639
Navy Technical Services WY/Cost	27.0/\$2,516	24.4/\$2,623	19.0/\$2,101	19.0/\$2,160
Other Tech Support WY/Cost	30.3/\$2,416	28.3/\$2,435	29.0/\$2,584	16.8/\$1,569
Special Weapon Maint (PIONEER)				
Units/Cost	1,568/\$11,240	1,414/\$14,473	1,131/\$13,295	870/\$10,932
Tactical Air Launched Decoy (TALD)				
Units/Cost	380/\$85	327/\$96	335/\$101	499/\$156

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

IV. Performance Criteria and Evaluation (cont'd)

Tactical Aircraft Mission Planning System (TAMPS)					
Cost	\$450	\$264	\$285	\$383	
War Reserve/Trainer					
Cost	\$2,984	\$3,573	\$3,800	\$3,340	
Logistics Element Support					
WY/Cost	25.0/\$2,922	25.6/\$3,604	16.5/\$2,204	25.2/\$3,883	
Gun Wpn Systems Repair (# of systems)	18	14	6	9	
Small Arms Repair (# of systems)	3,390	4,419	3,451	3,110	
Sub Combat Mine Countermeasure (W/Y)	95	89	56	60	
CV-ASW					
# Target Runs	773	771	605	508	
# Depot Actions	2,040	2,030	1,989	1,777	

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Radar/Depot Maintenance (# radars/pedestals)	10	8	4	4
Captor Mines (# of mines repaired)	326	249	0	0
Mine Maintenance (# of equipment)	80	95	67	74
MCM Equipment Overhaul	6	10	7	11
(# of ships supported)				
Mobilization Ammunition Eval	302	317	280	192
Property Disposal of Ordnance	317	449	321	110
Vertical Launch Systems/Ships (# of systems maintained)	45	53	46	45
Standard Missile-1 (# of components repaired)	1,097	1,415	772	790
Standard Missile-2 (# of components repaired)	1,329	1,490	1,033	1,054
Navigation (# of systems repaired)	110	137	0*	0
(*Note: beginning in FY 1996 efforts to be performed at Ships Parts Control Center SPCC)				
NATO SEASPARROW Depot Maintenance (# of missiles)	106	121	120	129
CIWS Overhaul (# systems repaired)	28	30	26	30
NTDS Major Assemblies (2F COG Electronics) (# of systems)	161	137	120	118
Surface Ship Search Radars (# radars supported)	130	147	139	139
Surface Tactical Data System (WY)	169	15	16	16

Budget Activity: 01 - Operating Forces
Activity Group: Weapons Support

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
AN/BSY-1/AN/BQQ-5 Combat Systems				
Fleet Support				
# of Hulls	91	86	82	74
# of technical manuals	100	120	94	94
Software Maintenance				
# Problem Trouble Resolutions	10	10	9	9
MK-117/CCS MK-1/2				
Fleet support # ships/trainers	87	83	70	58
ASW Test/Certifications	27	9	7	6
# installations				
Repair Depot Operations	868	868	868	868
# of equipments				
Torpedo MK 48 1/	1,242	851	678	668
Sub Countermeasures/restorations	177	14	6	6
/overhauls				
Desktop Computer/maintenance actions	9	17	4	4
Lightweight Torpedoes 2/	4,260	3,894	3,844	4,120
AN/SQQ-89(V) 3/	101	109	113	111
ICAPS/OP Guidelines 4/	5	4	3	4
Vertical Launch ASROC (VLA) 5/	0	10	75	75
NIXIE (countermeasure) 6/	2,778	2,576	1,240	895
Navy Signal Processor (NSP)	1,925	1,972	2,026	2,074
Maintenance 7/				

- 1/ Units represent warshot/depot overhauls; exercise turnarounds; warshot verification runs; ISEA/IRE runs.
2/ Units represent exercise turnarounds; depot overhaul; software changes; ORDAIT installations.
3/ Units represent operational systems; shore sites; trainers.
4/ Units represent hardware/software maintenance actions; updates/new operational guidelines.

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

IV. Performance Criteria and Evaluation (cont'd)

- 5/ Units represent maintenance actions on test assembly equipment; maintenance documentation updates; IMA turnarounds.
 6/ Units represent equipment certifications; maintenance actions; restorations.
 7/ Represents operational AN/UYS-1;

Base Operations Support
 (\$000)

Appropriation

	<u>FY 1994</u> <u>Estimate</u>	<u>FY 1995</u> <u>Estimate</u>	<u>FY 1996</u> <u>Estimate</u>	<u>FY 1997</u> <u>Estimate</u>
Operation and Maintenance, Navy	147,635	93,752	111,176	108,226
Other Base Operating Support	107,325	43,893	51,051	48,360
Real Property Maintenance	27,600	31,540	43,459	41,818
Base Communications	1,249	1,487	1,723	1,986
Environmental Compliance	722	3,471	3,050	3,266
Morale, Welfare, and Recreation	10,739	13,361	11,893	12,796

PROGRAM DATA

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>Number of Installations</u>	CONUS	CONUS	CONUS	CONUS
<u>Active Forces</u>	Overseas	Overseas	Overseas	Overseas
	12	12	12	12
	0	0	0	0

Other Criteria

Number of BEQ Rooms:	967	1,202	1,096	1,096
Number of BOQ Room:	113	113	113	113
Motor Vehicles	609	424	340	350
Owned:	23	23	23	23
Leased Long Term:	30	27	27	27
Leased Short Term:	470	606	606	606
Child Care Center Spaces:	257	275	275	275
Supv. Home Care Spaces:	87	87	87	0
GSA Leased Space (000 SF):	2,423	2,491	698	0
GSA Leased Space Cost (\$000):	13	6	6	6
Non-GSA Lease Space (000 SF):	141	108	108	108
Non-GSA Lease Space Cost (\$000):				

Budget Activity: 01 - Operating Forces
 Activity Group: Weapons Support

IV. Performance Criteria and Evaluation (cont'd)

Maintenance and Repair

Utilities (\$000):	1,493	1,072	878	697
Floor Space (000 SF):	8,756	8,574	8,597	8,603
Pavement (SY):	1,345,932	1,345,932	1,346,632	1,347,632
Land (acre):	1,921	1,921	1,921	1,921
RR Trackage (miles):	438	438	436	436
Piers, Wharves (F):	8,362	11,522	11,522	11,522
Facility Value CPV (\$000):	1,466,470	1,512,092	1,551,501	1,590,464

V. Personnel Summary

A. End Strength (E/S)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>Change</u> <u>FY 1997</u>	<u>Change</u> <u>FY 1995/FY 1996</u>	<u>Change</u> <u>FY 1995/1996</u>
<u>Military</u>	1,851	1,157	1,177	1,107	20	-70
Enlisted	1,685	939	972	908	33	-64
Officer	166	218	205	199	-13	-6
<u>Civilian</u>						
USDH	976	940	1,007	999	67	-8

B. Work Years (W/Y)

<u>Military</u>	2,029	1,481	1,165	1,141	-316	-24
Enlisted	1,860	1,298	955	940	-343	-15
Officer	169	183	210	201	27	-9
<u>Civilian</u>						
USDH	1,131	958	987	978	29	-9

SUMMARY OF REQUIREMENTS BY ACTIVITY GROUP

Budget Activity 2: Mobilization

	FY 1994			FY 1995			FY 1996			FY 1997		
	E/S	E/S	O&M, N	E/S	E/S	O&M, N	E/S	E/S	O&M, N	E/S	E/S	O&M, N
	Mil	Civ	Funding	Mil	Civ	Funding	Mil	Civ	Funding	Mil	Civ	Funding
Ready Reserve and Prepo	83	46	530,660	88	47	446,611	88	47	511,034	88	47	499,888
Activations/Inactivations	2	49	711,804	2	48	736,201	2	48	479,601	2	48	603,697
Mobilization Preparedness	<u>32</u>	<u>47</u>	<u>37,469</u>	<u>33</u>	<u>51</u>	<u>93,108</u>	<u>33</u>	<u>50</u>	<u>39,593</u>	<u>33</u>	<u>49</u>	<u>41,251</u>
Total	117	142	1,279,933	123	146	1,275,920	123	145	1,030,228	123	144	1,144,836

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-5

Budget Activity: 02 - Mobilization (Summary)

I. Description of Operations Financed

This budget activity maintains forces for rapid response to unforeseen contingencies throughout the world. This includes fast sealift ships, maritime prepositioning ships, hospital ships and aviation maintenance ships. The fast sealift ships were transferred to USTRANSOM in FY 1994 to consolidate the management of non-service unique cargo assets, although funding to support these ships in a Reduced Operating Status (ROS) is included in this budget activity. Each Maritime Prepositioning Ship Squadron (there are three squadrons) will support a Marine Expeditionary Brigade for 30 days. The remaining ships support cargo/hospital operations for many different types and sizes of military operations. This budget activity also includes funds for the activation and inactivation of existing naval assets including ships, aircraft and weapons and the costs associated with maintaining selected assets for future mobilization.

The third role of this budget activity is to provide the funding needed to maintain Industrial/Coast Guard/Medical peacetime capabilities at the minimal levels required to support the operating forces during periods of conflict or crisis situations.

II. Force Structure Summary

The operation and maintenance of 26 ships is funded in this Activity Group. These ships can be broken down into 5 general categories: hospital ships (T-AH), maritime prepositioning ships (MPS), fast sealift ships (FSS), aviation maintenance ships (T-AVB), and a prepositioned fleet hospital ship (PREPO). Except for the maritime prepositioning ships and the prepositioned fleet hospital ship, these ships are kept in a reduced operating status (ROS) which allows the ships to be activated and underway within a specific period of time. The T-AVBs and the T-AHs can be activated and underway in 5 days (ROS-5 status) and the fast sealift ships can be underway within 4 days (ROS-4 status).

Budget Activity: 2 Mobilization (Summary)

III. Financial Summary (\$ in Thousands)

A. Activity Group Total

	FY 1994 Current Estimate	FY 1995 Budget Request	FY 1995 Appropriation	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
2A Ready Reserve and Ship Prepo 1,3/	530,660	455,123	455,123	446,611	511,034	499,888
2B Activations/Inactivations 2,3/	711,804	824,050	824,050	736,201	479,601	603,697
2C Mobilization Preparedness 3/	37,469	93,566	93,566	93,108	39,593	41,251
Subtotal	1,279,933	1,372,739	1,372,739	1,275,920	1,030,228	1,144,836
Technical Adjustments			-2,301			
Allocation of Congressional General Reductions			-931			
DLA Supply Credit				-50		
MSC Credit				-2,141		
Anticipated Reprogramming to support civilian pay raise				-50		
Total	1,279,933	1,372,739	1,369,507	1,275,920	1,030,228	1,144,836

- 1/ FY 1995 Current Estimate includes \$18 thousand in DLA Supply Credit and \$2,141 thousand in MSC rate adjustments consistent with the FY 1995 Appropriation Act.
2/ FY 1995 Current Estimate includes \$32 thousand in DLA Supply Credit adjustment consistent with the FY 1995 Appropriation Act.
3/ FY 1995 Current Estimate includes a total of \$50 thousand, distributed between the three activity groups, for anticipated reprogramming to support adjustments in civilian pay raise.

B. Reconciliation Summary

	FY 1995 BR/FY 1995 CE	FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	1,372,739	1,275,920	1,030,228
Congressional Adjustments (Specified)	0		
Technical Adjustments	-2,301		
Congressional Adjustments (General)	-931		
Price Change	37	78,607	14,462
Functional Transfer	-2,100	0	0
Program Changes	-91,524	-324,299	100,146
Current Estimate	1,275,920	1,030,228	1,144,836

Budget Activity: 2 Mobilization (Summary)

C. Reconciliation of Increases and Decreases

\$ in 000

\$1,372,739

0

\$1,372,739

-2,301

-50
-47
-38
-25
-2,141

-931

31
-868
-94

\$1,369,507

37

50
-13

-2,100

(-2,100)
-2,100

1. FY 1995 President's Budget Request
2. Congressional Adjustments (Program specified)
3. FY 1995 Appropriated Amount (Program specified)
4. Technical Adjustments required to comply with Congressional Intent
 - A. Supply Operations
 - B. Travel
 - C. Pentagon, Major Commands and Administration
 - D. Workyear Pricing
 - E. MSC Rate Change
5. Congressional Adjustments (General)
 - A. Civilian Personnel Pay Raise
 - B. Contractor and Consulting Services
 - C. Information Technology General Reduction
6. FY 1995 Appropriated Amount
7. Pricing Adjustments
 - A. Civilian Pay Raise
 - B. Wholesale Budget Rates
8. Functional Transfers
 - A. Transfers Out
 - 1) Intra-Appropriation
 - a) Ready Reserve and Prepositioning Forces
 - Mobile Medical Augmentation Readiness Team (MMART).
 - Transfer funding for the MMART Program from the Hospital Ships (T-AHs) to the combatant forces.

Budget Activity: 2 Mobilization (Summary)

C. Reconciliation of Increases and Decreases (continued)

		\$ in 000
9. Program Increases		
A. Other Program Increases in FY 1995		77,139
1) Ready Reserve and Prepositioning Forces	(77,139)	
2) Ship & Aircraft Activations/Inactivations	0	
3) Mobilization Preparedness	76,868	
	271	
10. Program Decreases		
A. Other Program Decreases in FY 1995		-168,663
1) Ready Reserve and Prepositioning Forces	(-168,663)	
2) Ship & Aircraft Activations/Inactivations	-3,968	
3) Mobilization Preparedness	-164,203	
	-492	
11. FY 1995 Current Estimate		\$1,275,920
12. Pricing Adjustments		
A. Annualization of FY 1995 Pay Raise		78,607
1) Classified	(47)	
2) Wage Board	45	
B. FY 1996 Pay Raise	2	
1) Classified	(141)	
2) Wage Board	136	
C. Defense Business Operating Fund (DBOF)	5	
1) Supplies, Material, and Equipment	(-114)	
2) Fuel	-117	
D. Other Defense Business Operating Fund	3	
E. Other Pricing	(74,885)	
	(3,648)	
13. Program Increases		
A. One Time FY 1996 Increases		15,184
1) One more civilian paid day. (2A, 2B, 2C)	(2,411)	
2) One more per diem day for prepositioned and surge ships. (2A)	30	
3) Ready Reserve and Prepositioning Forces	1,281	
4) Ship & Aircraft Activations/Inactivations	1,100	
5) Mobilization Preparedness	0	
	0	

Budget Activity: 2 Mobilization (Summary)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

13. Program Increases (continued)		
B. Other Program Increases in FY 1996		
1) Ready Reserve and Prepositioning Forces	(12,773)	
2) Ship & Aircraft Activations/Inactivations	2,397	
3) Mobilization Preparedness	5,957	
	4,419	
14. Program Decreases		-339,483
A. One Time FY 1995 Costs		
1) T-AH AMAL Modifications. (2A)	(-4,013)	
2) Relocation of Fleet Hospital Support Office. (2C)	-2,058	
	-1,955	
B. Other Program Decreases in FY 1996		
1) Ready Reserve and Prepositioning Forces	(-335,470)	
2) Ship & Aircraft Activations/Inactivations	-6,973	
3) Mobilization Preparedness	-264,249	
	-64,248	
15. FY 1996 President's Budget Request		\$1,030,228
16. Pricing Adjustments		
A. Annualization of FY 1996 Pay Raise		
1) Classified	(53)	
2) Wage Board	50	
B. FY 1997 Pay Raise		
1) Classified	(178)	
2) Wage Board	173	
C. Defense Business Operating Fund (DBOF)		
1) Supplies, Material, and Equipment	5	
2) Fuel	(139)	
D. Other Defense Business Operating Fund		
1) Other Pricing	138	
	(10,835)	
	(3,257)	
		14,462

Budget Activity: 2 Mobilization (Summary)

C. Reconciliation of Increases and Decreases (continued)

		<u>\$ in 000</u>
17. Program Increases		
A. Other Program Increases in FY 1997		128,506
1) Ready Reserve and Prepositioning Forces	(128,506)	
2) Ship & Aircraft Activations/Inactivations	2,604	
3) Mobilization Preparedness	124,116	
	1,786	
18. Program Decreases		
A. One Time FY 1996 Costs		-28,360
1) One less per diem day for prepositioned and surge ships. (2A)	(-2,389)	
2) Ready Reserve and Prepositioning Forces	-1,256	
3) Ship & Aircraft Activations/Inactivations	-1,133	
4) Mobilization Preparedness	-0	
	-0	
B. Other Program Decreases in FY 1997		
1) Ready Reserve and Prepositioning Forces	(-25,971)	
2) Ship & Aircraft Activations/Inactivations	-2,433	
3) Mobilization Preparedness	-22,291	
	-1,247	
19. FY 1997 President's Budget Request		\$1,144,836

IV. Performance Criteria.
which to measure performance.

Please refer to individual activity group exhibits for quantitative factors on

V. Personnel Summary

A.	End Strength (E/S)	FY 1994	FY 1995	FY 1996	FY 1997	Change FY 1995/1996	Change FY 1996/1997
Military		117	123	123	123	0	0
Officer		24	26	26	26	0	0
Enlisted		93	97	97	97	0	0
Civilian		142	146	145	144	-1	-1
USDH		142	146	145	144	-1	-1
FNDH		0	0	0	0	0	0
FNTH		0	0	0	0	0	0

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-5

Budget Activity: 02 - Mobilization

Activity Group: Ready Reserve and Prepositioning Forces

I. Description of Operations Financed

Ship Prepositioning and Surge: The Naval Strategic Sealift program provides the worldwide sealift capability to deploy combat forces and supporting material and cargo that may be required to meet national contingency objectives. This program is defined under two major categories: Sealift Prepositioning and Sealift Surge.

Sealift Prepositioning Program

Funding supports one Prepositioning Ship (PREPO) and 13 Maritime Prepositioning Ships (MPS). The forward deployed Prepositioning Ship is a containerized Fleet Hospital which houses medical supplies and equipment. The Maritime Prepositioning Ships are self-sustaining multi-cargo ships which carry equipment, Petroleum and Other Lubricants (POL), ammunition and all other cargo required to support three Maritime Amphibious Brigades (MAB) in forward areas for 30 days of combat operations.

Sealift Surge Program

Includes several efforts which collectively provide the sealift capability to onload, transport and discharge troops, equipment, POL and cargo from the U.S. to worldwide combat operations. The eight Fast Sealift Ships (FSS) are container ships partially converted to roll-on/roll-off capability for transport of combat equipment. The fast sealift ships were transferred to USTRANSCOM in FY 1994 to consolidate the management of non-Service unique cargo assets. However, funding to maintain these ships in a Reduced Operating Status (ROS) is included in this budget activity. The two T-AH Hospital Ships have the capability to conduct afloat casualty medical treatment providing 24 operating rooms and 2000 beds. The two T-AVB Aviation Maintenance and Support Ships carry intermediate maintenance activity assets and spares for USMC aircraft and helicopters. Additionally all of the amphibious sealift equipment, such as elevated causeways, barge ferries and lighterage is funded within this subactivity group. Much of this equipment allows the Navy the capability to operate a supply line that reaches from the sea to the shore without use of a port.

The Military Sealift Command (MSC) is an integral part of this program since it serves as the contracting agent for the Department of Defense. Most of the MSC functions were transferred into the Defense Business Operating Fund (DBOF) in FY 1994. However, a small amount of funding remained to cover the costs of mobility planning operations and exercises, and the maintenance of Sealift Enhancement Feature equipment.

Activity Group: Ready Reserve and Prepositioning Forces

II. Force Structure Summary

The operation and maintenance of 26 ships is funded in this Activity Group. These ships can be broken down into 5 general categories: hospital ships (T-AH), maritime prepositioning ships (MPS), fast sealift ships (FSS), aviation maintenance ships (T-AVB), and a prepositioned fleet hospital ship. Except for the maritime prepositioning ships, these ships are kept in a reduced operating status (ROS) which allows the ships to be activated and underway within a specific period of time. The T-AVBs and the T-AHs can be activated and underway in 5 days (ROS-5 status) and the fast sealift ships can be underway within 4 days (ROS-4 status).

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Breakout

	FY 1994 Actuals	Budget Request	FY 1995 Appropriation	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
2A1F Ship Prepo and Surge 1,2/	530,660	455,123	455,123	448,793	511,034	499,888
Subtotal	530,660	455,123	455,123	446,611	511,034	499,888
Technical Adjustments			-2,211			
Allocation of Congressional General Reductions			-253			
DLA Supply Credit				-18		
MSC Credit				-2,141		
Anticipated Reprogramming to support civilian pay raise				-23		
Total	530,660	455,123	452,659	446,611	511,034	499,888

- 1/ FY 1995 Current Estimate includes \$18 thousand in DLA Supply Credit and \$2,141 thousand in MSC rate adjustments consistent with the FY 1995 Appropriation Act.
- 2/ FY 1995 Current Estimate includes \$23 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

Activity Group: Ready Reserve and Prepositioning Forces

III. Financial Summary (\$ in Thousands) (continued)

B. Reconciliation Summary

	Change FY 1995 BR/FY 1995 CE	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	455,123	446,611	511,034
Congressional Adjustments (Specified)	0		
Technical Adjustments	-2,211		
Congressional Adjustments (General)	-253		
Price Change	20	68,664	-8,928
Functional Transfer	-2,100	0	0
Program Changes	-3,968	-4,241	-2,218
Current Estimate	446,611	511,034	499,888

C. Reconciliation of Increases and Decreases

\$ in 000

1. FY 1995 President's Budget Request	\$455,123	
2. Congressional Adjustments (Program specified)	0	
3. FY 1995 Appropriated Amount (Program Specified)	\$455,123	
4. Technical Adjustments required to comply with Congressional Intent		-2,211
A. Supply Operations		-18
B. Travel		-24
C. Pentagon, Major Commands and Administration		-17
D. Workyear Pricing		-11
E. MSC Rate Change		-2,141
5. Congressional Adjustments (General)		-253
A. Civilian Personnel Pay Raise		14
B. Contractor and Consulting Services		-267
6. FY 1995 Appropriated Amount	\$452,659	

Activity Group: Ready Reserve and Prepositioning Forces

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

7. Pricing Adjustments		20
A. Civilian Pay Raise	23	
B. Wholesale Budget Rates	-3	
8. Functional Transfers		-2,100
A. Transfers Out		
1) Intra-Appropriation	(-2,100)	
a) Mobile Medical Augmentation Readiness Team (MMART). Transfer funding for the MMART from the Hospital Ships (T-AHs) to the combatant forces. (Baseline \$2,100)	-2,100	
9. Program Decreases		-3,968
A. Other Program Decreases in FY 1995	(-3,968)	
Execution/Fact of Life Changes		
1) Reduction reflects a lower cost to perform the upgrades designated in the Transportation Ship Fleet Modernization Program (T-FMP). (Baseline \$3,358)	-1,663	
2) Reduction reflects the lower cost of 6 Naval Support Element (NSE) Maintenance periods based on FY 1994 execution. (Baseline \$7,864)	-1,406	
3) Reduction reflects a lower estimated cost to complete the reorganization of the Authorized Medical Allowance List (AMAL) on the hospital ships (T-AH). (Baseline \$2,800)	-800	
4) Decrease in workyears and workyear funding associated with maintaining 98% utilization of authorized endstrength, minus 1 workyear. (Baseline \$3,636)	-76	
5) Congress authorized locality pay increases for federal employees nationwide. Decreases to the Ready Reserve and Prepositioning Forces Sub-Activity group are needed to fully fund the pay raises. A reprogramming request will be provided to Congress and, once approved, funding will be restored.	-23	

10. FY 1995 Current Estimate

\$446,611

Activity Group: Ready Reserve and Prepositioning Forces

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

11. Pricing Adjustments		
A. Annualization of FY 1995 Pay Raise		68,664
1) Classified	(25)	
2) Wage Board	23	
B. FY 1996 Pay Raise	2	
1) Classified	(66)	
2) Wage Board	62	
C. Defense Business Operating Fund (DBOF)	4	
1) Supplies, Material, and Equipment	(-15)	
2) Fuel	-18	
D. Other Defense Business Operating Fund	3	
E. Other Pricing	(67,815)	
	(773)	
12. Program Increases		4,790
A. One Time FY 1996 Increases	(2,393)	
Execution/Fact of Life Changes		
1) One more civilian paid day. (Baseline \$3,701)	12	
2) One more per diem day for MPS, PREPO, FSS and T-AH ships. (Baseline \$402,578)	1,281	
Management Initiatives/Changes		
1) Increase supports one time costs associated with the Technical Evaluation (TECHEVAL) of the improved Elevated Causeway (ELCAS) system. (Baseline \$7,733)	1,100	
B. Other Program Increases in FY 1996	(2,397)	
Management Initiatives/Changes		
1) Increase supports completion of the enhanced maintenance plan for the Aviation Maintenance ships (T-AVBs). This maintenance plan was developed in response to activation problems during Desert Shield/Storm. The root cause of these problems was determined to be insufficient periodic maintenance on the ships. (Baseline \$5,791)	624	
2) Increase establishes an annual at sea exercise/evaluation of the hospital ships coincident with sea trials. This event will focus on the planning and processes required to rapidly activate the ships. (Baseline \$0)	100	

Activity Group: Ready Reserve and Prepositioning Forces

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

B. Other Program Increases in FY 1996 (continued)		
3) Increase places two additional causeway sections in the Service Life Extension Program (SLEP). (Baseline \$7,733)	901	
4) Increase supports additional training with the Offshore Petroleum Discharge System (OPDS) to ensure compliance with stringent environmental laws. (Baseline \$2,197)	586	
5) Increase to support T-AH equipment replacement which has deteriorated or become obsolete. (Baseline \$0)	186	
13. Program Decreases		-9,031
A. One Time FY 1995 Costs		
Execution/Fact of Life Changes		
1) Decrease reflects completion of the modifications to the Authorized Medical Allowance List (AMAL) of the hospital ships. (Baseline \$2,000)	(-2,058)	
B. Other Program Decreases in FY 1996		
Execution/Fact of Life Changes		
1) Reduction to contingency funds supporting Military Sealift Command Headquarters (MSC HQ) mobility planning and contingency exercise (MOPEX) participation. (Baseline \$3,683)	(-6,973)	
2) Reduction to NSE Maintenance reflects one less MPS ship undergoing maintenance at Blount Island. (Baseline \$6,382)	-2,103	
3) Reduction reflects decreased maintenance on the Sealift Enhancement Feature (SEF) equipment. (Baseline \$2,954)	-1,478	
4) Reduction reflects reduced support for the T-ship Fleet Modernization Program (T-FMP). (Baseline \$1,652)	-2,202	
5) Reduction to tug cost at Diego Garcia. (Baseline \$246)	-702	
6) Reduction to T-AVB Exercises. (Baseline \$1,738)	-74	
7) Decrease in workyear funding associated with maintaining 98% utilization of endstrength, -1 W/Y. (Baseline \$3,701)	-116	
8) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold.	-89	
9) Reduced support for NSE Exercises. (Baseline \$2,502)	-32	
	-177	

Activity Group: Ready Reserve and Prepositioning Forces

C. Reconciliation of Increases and Decreases

\$ in 000

\$511,034

-8,928

14. FY 1996 President's Budget Request

15. Pricing Adjustments

A. Annualization of FY 1996 Pay Raise

1) Classified (26)

2) Wage Board 23

B. FY 1997 Pay Raise 3

1) Classified (84)

2) Wage Board 80

C. Defense Business Operating Fund (DBOF) 4

1) Supplies, Material, and Equipment (34)

2) Fuel 33

D. Other Defense Business Operating Fund 1

E. Other Pricing (-9,836)

(764)

2,604

16. Program Increases

A. Other Program Increases in FY 1997

Management Initiatives/Changes

1) Increase supports placing two additional causeway sections in the Service Life Extension Program (SLEP). (Baseline \$8,689) 1,103

2) Increase supports additional training with the Offshore Petroleum Discharge System (OPDS) to ensure compliance with stringent environmental laws. (Baseline \$2,850) 128

Execution/Fact of Life Changes

1) Increase supports overhaul of additional lighterage stored onboard the 5 specific MPS ships to be overhauled during the scheduled NSE Maintenance periods at Blount Island. (Baseline \$4,992) 1,373

Activity Group: Ready Reserve and Prepositioning Forces

C. Reconciliation of Increases and Decreases (continued)

\$ in 000's

17. Program Decreases		
A. One Time FY 1996 Costs		
Execution/Fact of Life Changes		
1) One less per diem day for MPS, PREPO, FSS and T-AH ships. (Baseline \$469,337)		
2) Reduction reflects completion of the TECHEVAL of the Elevated Causeway System (ELCAS). (Baseline \$1,100)		
B. Other Program Decreases in FY 1997		
Execution/Fact of Life Changes		
1) Reduction reflects completion of corrective maintenance on the T-AVBs and placing them on an enhanced preventative maintenance plan. (Baseline \$6,589)		
2) Reduction reflects decreased maintenance on the Sealift Enhancement Feature (SEF) equipment. (Baseline \$2,000)		
3) Reduction to support of the T-ship Fleet Modernization Program (T-FMP). (Baseline \$1,000)		
4) Elimination of tug costs at Diego Garcia. (Baseline \$180)		
5) Decrease in workyear funding associated with maintaining 98% utilization of authorized endstrength. (Baseline \$3,703)		
6) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold.		
7) Reduced support for NSE Exercises. (Baseline \$2,377)		
18. FY 1997 President's Budget Request		

(-2,389)

-1,256

-1,133

(-2,433)

-1,459

-40

-250

-185

-26

-133

-340

\$499,888

Activity Group: Ready Reserve and Prepositioning Forces

IV. Performance Criteria.

Sealift Prepositioning:

Prepositioning Ships (# ships/# months operating)
 Maritime PREPO Ships (# ships/# months operating)
 MPS NSE Maintenance (# ships supported)
 APF Services/Exercises (# ships participating)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
	1/12	1/12	1/12	1/12
	13/12	13/12	13/12	13/12
	5	6	5	5
	8	7	7	7

Surge Program:

Fast Sealift Ships (# ships/# months in ROS status)
 T-AVB Aviation Maint Ships (# ships/# months in ROS status)
 T-AVB Training/Exercises (# ships participating)
 Hospital Ships (TAH) (# ships/# months in ROS status)
 Sealift Enhancement Features Maint (# equipment supported)
 - sea sheds
 - flatracks
 - container ship cargo storage adapters
 Merchant Ship Naval Augmentation Program (MSNAP)
 - training/exercises (# ships participating)
 - storage/maintenance (# ships supported)
 Amphibious Equipment Management (# equipment supported)
 MPS lighter/LARC/ELCAS SLEP (# support craft overhauled)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
	8/12	8/12	8/12	8/12
	2/12	2/12	2/12	2/12
	1	1	1	1
	2/12	2/12	2/12	2/12
	1,062	1,062	1,062	1,062
	2,360	2,360	2,360	2,360
	359	359	359	359
	1	1	1	1
	3	3	3	3
	432	432	453	453
	8	10	12	14

Activity Group: Ready Reserve and Prepositioning Forces

V. Personnel Summary

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>Change FY 1995/1996</u>	<u>Change FY 1996/1997</u>
A. <u>End Strength (E/S)</u>						
<u>Military</u>	83	88	88	88	0	0
Officer	13	12	12	12	0	0
Enlisted	70	76	76	76	0	0
<u>Civilian</u>	46	47	47	47	0	0
USDH	46	47	47	47	0	0
FNDH	0	0	0	0	0	0
FNIH	0	0	0	0	0	0
B. <u>Workyears (W/Y)</u>						
<u>Military</u>	80	85	88	88	3	0
Officer	12	12	12	12	0	0
Enlisted	68	73	76	76	3	0
<u>Civilian</u>	51	47	46	46	-1	0
USDH	51	47	46	46	-1	0
FNDH	0	0	0	0	0	0
FNIH	0	0	0	0	0	0

**Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-5**

Budget Activity: 02 - Mobilization
Activity Group: Activations/Inactivations

I. Description of Operations Financed

This Activity Group includes funding required to take ships, submarines, and aircraft out of the active inventory and to either prepare and maintain for mobilization purpose, or to dispose through scrapping/sales. Although none of the following programs are currently funded, it would also include resources to activate ships and aircraft in the event operational/world situations would require these actions. Funding included supports the following requirements:

Inactivation of Aircraft and Maintenance Support:

This program manages the storage, reutilization and removal of aircraft and aircraft parts from aircraft that are in the Navy's inactive inventory of approximately 1700 aircraft at: the Aerospace Maintenance and Regeneration Center (AMARC) at Davis-Monthan Air Force Base, AZ, Naval Aviation Depot, Cherry Point, NC; and at the Naval Weapons Center China Lake, CA. This program also provides for disposal of stricken aircraft as well as reclamation and disposal of obsolete/damaged ground support equipment, tools and production equipment. Although the program is not currently funded, it would also include resources to activate aircraft in the event operational situations would require this action.

Inactivation of Ships and Maintenance Support:

Funding provides for the inactivation and disposal of nuclear submarines and surface vessels. The program also supports temporary lay-up of submarines and surface ships. Costs of submarine inactivations include: de-fueling, towing de-fueled vessels, removing hazardous materials and fluids, removing equipment and repair parts of immediate value to operating forces, and demilitarizing equipment prior to salvage sale. Funding also provides for: (1) the operation of four Government-Owned Contractor-Operated (GOCO) Inactive Ship Maintenance Facilities (ISMF) as well as for the salaries of civilian personnel at those facilities; (2) the repairs and regular maintenance of the inactive ships berthed at these activities and the preparation of selected ships/craft for disposal; and (3) reimbursing the Maritime Administration (MARAD) for the maintenance and temporary lay-up of Navy assets.

Activity Group: Activations/Inactivations

II. Force Structure Summary: Not applicable.

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Breakout

	FY 1994 Actuals	Budget Request	FY 1995 Appropriation	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
2B1G Aircraft Act/Inactivations	5,890	12,921	12,921	8,902	7,215	3,093
2B2G Ship Act/Inactivations 1,2/	705,914	811,129	811,129	727,346	472,386	600,604
Subtotal	711,804	824,050	824,050	736,201	479,601	603,697
Technical Adjustments			-62			
Allocation of Congressional General Reductions			-457			
DLA Supply Credit				-32		
Anticipated Reprogramming to support civilian pay raise				-15		
Total	711,804	824,050	823,531	736,201	479,601	603,697

- 1/ FY 1995 Current Estimate includes \$32 thousand in DLA Supply Credit adjustment consistent with the FY 1995 Appropriation Act.
 2/ FY 1995 Current Estimate includes \$15 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

B. Reconciliation Summary

	FY 1995 BR/FY 1995 CE	FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	824,050	736,201	479,601
Congressional Adjustments (Specified)	0		
Technical Adjustments	-62		
Congressional Adjustments (General)	-457		
Price Change	5	1,682	22,271
Functional Transfer	0	0	0
Program Changes	-87,335	-258,282	101,825
Current Estimate	736,201	479,601	603,697

Activity Group: Activations/Inactivations

C. Reconciliation of Increases and Decreases

	<u>\$ in 000</u>
1. FY 1995 President's Budget Request	\$824,050
2. Congressional Adjustments (Program specified)	0
3. FY 1995 Appropriated Amount (Program specified)	\$824,050
4. Technical Adjustments required to comply with Congressional Intent	
A. Supply Operations	-32
B. Travel	-12
C. Pentagon, Major Commands and Administration	-11
D. Workyear Pricing	-7
	-62
5. Congressional Adjustments (General)	
A. Civilian Personnel Pay Raise	9
B. Contractor and Consulting Services	-375
C. Information Technology General Reduction	-91
	-457
6. FY 1995 Appropriated Amount	\$823,531
7. Price Change	
A. Civilian Pay Raise	15
B. Wholesale Budget Rates	-10
	5
8. Program Increases	
A. Other Program Increases in FY 1995	
Execution/Fact of Life Changes	
1) Increased support for the Inactive Ship Maintenance Facilities (ISMFs) due to a larger number of ships being processed for disposal and an increase of one civilian endstrength and one workyear. (Baseline \$13,784)	984
2) Increase primarily reflects a net addition of two submarine inactivations, one with reactor compartment removal and hull recycling. These submarines were originally scheduled for inactivation in FY 1994, but were deferred to fund other higher priority requirements. (Baseline \$797,345)	75,884
	(76,868)
	76,868

C. Reconciliation of Increases and Decreases (continued)

\$ in 000's

9. Program Decreases

-164,203

A. Other Program Decreases in FY 1995

 $(-164, 203)$

Execution/Fact of Life Changes

- 1) Reduction reflects changing the USS TRUXTUN availability into just an inactivation, vice an inactivation, reactor compartment disposals and hull recycling.

(Baseline \$797,345)

-4,010

2) Decrease reflects a reduction of 150 aircraft inductions at the Aerospace Maintenance and Regeneration Center (AMARC) and reduction in the requirement to store specialized tooling and test equipment.

(Baseline \$12,921)

-15

3) Congress authorized locality pay increases for federal employees nationwide. Decreases to the Ship Inactivations Sub-Activity group are needed to fully fund the pay raises. A reprogramming request will be provided to Congress and, once approved, funding will be restored.

10. FY 1995 Current Estimate

\$736,201

11. Pricing Adjustments

A. Annualization of FY 1995 Pay Raise

1) Classified

B. FY 1996 Pay Raise

1) Classified

2) Wage Board

C. Defense Business Operating Fund (DBOF)

1) Supplies, Material, and Equipment

D. Other Defense Business Operating Fund

E. Other Pricing

12. Program Increases

A. One Time Increases in FY 1996

Execution/Fact of Life Changes

1) One additional civilian workday. (Baseline \$2,499)

5,967

(10)

10

Activity Group: Activations/Inactivations

C. Reconciliation of Increases and Decreases (continued)		\$ in 000's
12. Program Increases (continued)		
B. Other Program Increases in FY 1996		
Infrastructure Changes		(5,957)
1) Higher cost of operation at the Inactive Ship Maintenance Facility (ISMF) in Philadelphia, PA because of the closure of the Naval Shipyard. (Baseline \$14,774)	4,831	
Force Structure Changes		
1) 122 more representations at AMARC. (Baseline \$8,902)	1,126	
13. Program Decreases		
A. Other Program Decreases in FY 1996		
Execution/Fact of Life Changes		
1) Reduced workyear funding associated with maintaining 98% utilization of endstrength. (Baseline \$2,499)		-264,249
Force Structure Changes		
1) Decrease reflects 10 fewer surface inactivations, 4 fewer submarine inactivations, 4 fewer submarine reactor compartment disposals and hull recyclings, and one less stand alone recycling. (Baseline \$712,525)	-29	
2) Decrease reflects 17 fewer aircraft inductions, reduced Demilitarization/Disposal expenses and reduced Instorage Maintenance costs at AMARC. (Baseline \$8,902)	-261,652	
	-2,568	
14. FY 1996 President's Budget Request		\$479,601
15. Pricing Adjustments		
A. Annualization of FY 1996 Pay Raise		22,271
1) Classified	(14)	
B. FY 1997 Pay Raise	14	
1) Classified	(52)	
2) Wage Board	51	
C. Defense Business Operating Fund (DBOF)	1	
1) Supplies, Material, and Equipment	(105)	
D. Other Defense Business Operating Fund	105	
E. Other Pricing	(20,676)	
	(1,424)	

Activity Group: Activations/Inactivations

C. Reconciliation of Increases and Decreases (continued)

\$ in 000's

16. Program Increases			
A. Other Program Increases in FY 1997			124,116
Force Structure Changes		(124,116)	
1) Increase represents the inactivation of an aircraft carrier, 4 additional reactor compartment disposals and hull recyclings, 3 additional stand-alone recyclings, 2 additional tender decontaminations and a radiological control work barge decontamination. (Baseline \$452,446)		124,116	
17. Program Decreases			-22,291
A. Other Program Decreases in FY 1997		(-22,291)	
Execution/Fact of Life Changes			
1) Reduced workyear funding associated with maintaining 98% utilization of authorized endstrength. (Baseline \$2,531)		-44	
Force Structure Changes			
1) Decrease reflects 9 fewer surface ship inactivations. (Baseline \$497,833)		-17,880	
2) Decrease reflects 31 fewer aircraft inductions, 4 fewer aircraft withdrawals, reduced Instorage Maintenance costs, 114 fewer representations and reduced Demilitarization and Disposal expenses at AMARC. (Baseline \$7,215)		-4,367	
18. FY 1997 President's Budget Request			\$603,697

Activity Group: Activations/Inactivations

IV. Performance Criteria.

Inactive Aircraft Storage and Disposal:

Storage Inputs, Reserve (# units)	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Aircraft Withdrawals (# units)	295	141	124	93
Represervation (# units)	6	4	4	0
	5	43	165	51

Inactivation of Ships

Submarines Inactivating (# submarines)	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
- Inacts with Reactor Compartment Disposals (# submarines)	(8)	(11)	(7)	(7)
- Inacts w/out Reactor Compartment Disposals (# submarines)	5	7	5	4
	3	4	2	3
Reactor Compartment Disposals and Recyclings (# units)	2	5	1	5
Recyclings (Stand-Alone) (# units) 1/	1	2	1	4
AS (Tender) Decontamination (# ships)	1	1	1	2
AD (Tender) Decontamination (# ships)	0	0	1	2
Radcon Work Barge Decontamination (# barges)	0	0	0	1
Surface Ships Inactivating (# ships)	68	23	13	4

1/ When possible, recycling, the dismantling of the submarine hull, is conducted as an integral part of the inactivation availability.

Inactive Ship Maintenance:

GOCO Contracts (work years funded)	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Dry-docking (# ships)	216	220	220	225
Maintenance and Vessel Support	4	4	4	4
- Total # of ships	(171)	(153)	(123)	(54)
- # ships at NISMF	107	109	107	51
- # ships at MARAD	60	42	14	3
- # ships at other sites	4	2	2	0

Activity Group: Activations/Inactivations

V. Personnel Summary

A. End Strength (E/S)	FY 1994	FY 1995	FY 1996	FY 1997	Change	
					FY 1995/1996	FY 1996/1997
Military	2	2	2	2	0	0
Officer	0	0	0	0	0	0
Enlisted	2	2	2	2	0	0
Civilian	49	48	48	48	0	0
USDH	49	48	48	48	0	0
FNDH	0	0	0	0	0	0
FNTH	0	0	0	0	0	0
B. Workyears (W/Y)	FY 1994	FY 1995	FY 1996	FY 1997	Change	
					FY 1995/1996	FY 1996/1997
Military	2	2	2	2	0	0
Officer	0	0	0	0	0	0
Enlisted	2	2	2	2	0	0
Civilian	48	48	48	48	0	0
USDH	48	48	48	48	0	0
FNDH	0	0	0	0	0	0
FNTH	0	0	0	0	0	0

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-5

Budget Activity: 02 - Mobilization
Activity Group: Mobilization Preparedness

I. Description of Operations Financed

This Activity Group provides the funding needed to maintain mobilization capabilities, during peacetime, at the minimal level required to support operating forces during periods of conflict or crisis situations. This category is comprised of the Fleet Hospital, Industrial Readiness and Coast Guard Support programs.

Fleet Hospital:

This Sub-Activity group funds the Fleet Hospital Program whose mission is to provide comprehensive medical support to the Fleet and Fleet Marine Forces (FMF) engaged in combat operations. Fleet Hospitals complement and expand the medical capabilities of the Fleets and play a critical role in the Navy's doctrinal concept of overseas theater support. Fleet Hospitals can deliver definitive health care necessary to stabilize, treat, and rehabilitate wounded Sailors and Marines through the use of prepositioned, modular, rapidly erectable medical and surgical facilities accommodating 250, 500 or 1000 beds.

Industrial Readiness Program:

This program includes: (1) surveys of industries and their suppliers, data collection and assessments of the industrial base's ability to develop, produce, maintain, and support operating forces during periods of conflict or crisis situations. Products include Production Base Analysis (PBA) and Industrial Base Analysis (IBA) reports, sector studies, production management and support of the Defense Priorities and Allocations Systems (DPAS), the Diminishing Manufacturing Sources (DMS) program, and the Key Asset and Critical Facilities Protection Program; (2) resources for lease administration and inspection of Government Owned, Contractor Operated (GOCO) facilities and dry-docks; (3) development of formal plans with industry for reconstitution of out-of-service aircraft and weapon systems during a national emergency, and; (4) planning with individual producers of critical items to ensure they could meet surge and mobilization requirements.

Coast Guard Support:

This program funds the overhaul and maintenance of equipment furnished by the Navy, under an agreement between the Department of the Navy and the Department of Transportation, to ensure Coast Guard readiness for wartime service with the Navy. Material and services provided include: (1) shipboard and shore electronic test equipment; (2) depot overhaul and maintenance of shipboard electronic equipment, HM&E equipment, and weapons systems and; (3) maintenance support and calibration required for Navy-Type Navy-Owned (NTNO) aeronautical equipment installed in Coast Guard aircraft.

Activity Group: Mobilization Preparedness

II. Force Structure Summary: Not applicable.

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Total

	FY 1994 Actuals	Budget Request	FY 1995 Appropriation	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
2C1H Fleet Hospital Program 1/	17,408	16,473	16,473	16,280	16,162	15,998
2C2H Industrial Readiness	3,258	58,785	58,785	58,774	1,917	2,353
2C3H Coast Guard Support	16,803	18,308	18,308	18,066	21,514	22,900
Total	37,469	93,566	93,566	93,108	39,593	41,251
Technical Adjustments			-28			
Allocation of Congressional General Reductions			-221			
Anticipated Reprogramming to support civilian pay raise				-12		
Subtotal	37,469	93,566	93,317	93,108	39,593	41,251

1/ FY 1995 Current Estimate includes \$12 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

B. Reconciliation Summary

	FY 1995 BR/FY 1995 CE	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	93,566	93,108	39,593
Congressional Adjustments (Specified)	0		
Technical Adjustments	-28		
Congressional Adjustments (General)	-221		
Price Change	12	8,261	1,119
Functional Transfer	0	0	0
Program Changes	-221	-61,776	539
Current Estimate	93,108	39,593	41,251

Activity Group: Mobilization Preparedness

C. Reconciliation of Increases and Decreases

			<u>\$ in 000</u>
1.	FY 1995 President's Budget Request		\$93,566
2.	Congressional Adjustments (Program specified)		0
3.	FY 1995 Appropriated Amount (Program specified)		\$93,566
4.	Technical Adjustments required to comply with Congressional Intent		-28
	A. Travel	-11	
	B. Pentagon, Major Commands and Administration	-10	
	C. Workyear Pricing	-7	
5.	Congressional Adjustments (General)		-221
	D. Civilian Personnel Pay Raise	8	
	E. Contractor and Consulting Services	-226	
	F. Information Technology General Reduction	-3	
6.	FY 1995 Appropriated Amount		\$93,317
7.	Price Growth		12
	A. Civilian Pay Raise	12	
8.	Program Increases		271
	A. Other Program Increases in FY 1995		
	Execution/Fact of Life Changes	(271)	
	1) Increase supports contract changes for the Care of Supplies in Storage (COSIS) based upon FY 1994 execution. (Baseline \$14,963)	271	
9.	Program Decreases		-492
	A. Other Program Decreases in FY 1995		
	Execution/Fact of Life Changes	(-492)	
	1) Decrease in workyears and workyear funding associated with maintaining 98% utilization of authorized endstrength, minus 5 workyears. (Baseline \$2,445)	-363	

Activity Group: Mobilization Preparedness

C. Reconciliation of Increases and Decreases (continued)

\$ in 000's

9. Program Decreases (continued)		
A. Other Program Decreases in FY 1995 (continued)		
2) Reduced support for Navy-Type Navy-Owned (NTNO) equipment on Coast Guard ships. (Baseline \$8,221)	-117	
3) Congress authorized locality pay increases for federal employees nationwide. Decreases to the Fleet Hospital program are needed to fully fund the pay raises. A reprogramming request will be provided to Congress and, once approved, funding will be restored.	-12	
10. FY 1995 Current Estimate		\$93,108
11. Pricing Adjustments		
A. Annualization of FY 1995 Pay Raise	(10)	
1) Classified	10	
B. FY 1996 Pay Raise	(36)	
1) Classified	36	
C. Other Defense Business Operating Fund	(7,234)	
D. Other Pricing	(981)	
		8,261
12. Program Increases		
A. One Time FY 1996 Increases	(8)	
Execution/Fact of Life Changes		
1) One more paid day (Baseline \$2,280)	8	
B. Other Program Increases in FY 1996	(4,419)	
Execution/Fact of Life Changes		
1) Increase supports maintenance on fleet hospitals that had been deferred from FY 1994 and FY 1995. (Baseline \$13,988)	886	
2) Increased support for Gun and Fire Control system overhauls on Coast Guard Cutters. This increased effort is to clear a backlog of deferred maintenance. (Baseline \$9,868)	2,993	
Infrastructure Changes		
1) Increase to commence support for the Defense Blood Support System. (No baseline)	540	

Activity Group: Mobilization Preparedness

C. Reconciliation of Increases and Decreases (continued)

\$ in 000's

13. Program Decreases		
A. One Time FY 1995 Costs		-66,203
Execution/Fact of Life Changes		
1) Complete relocation of Fleet Hospital Support Office (FHSO) in Alameda, CA. (Baseline \$1,900)	(-1,955)	
B. Other Program Decreases in FY 1996	-1,955	
Execution/Fact of Life Changes		
1) Decrease in workyears and workyear funding associated with maintaining 98% utilization of authorized endstrength, minus one workyear. (Baseline \$2,280)	(-64,248)	
Management Initiatives/Changes	-34	
1) Reduction reflects deletion of the Underutilized Plant Capacity (UPC) from this budget activity as these costs are now included in DBOF rates. (Baseline \$56,089)	-63,630	
Infrastructure Changes		
1) Reduced support for the Industrial Base Analysis (IBA) Program. (Baseline \$735)	-177	
2) Reduced technical support for the Microcircuit Obsolescence Management (MOM) Program. (Baseline \$808)	-307	
Force Structure Changes		
1) Reduced support for Navy-Type Navy-Owned (NTNO) equipment on Coast Guard ships and aircraft. (Baseline \$8,198)	-100	
14. FY 1996 President's Budget Request		\$39,593

Activity Group: Mobilization Preparedness

C. Reconciliation of Increases and Decreases (continued)

\$ in 000's

15. Pricing Adjustments			
A. Annualization of FY 1996 Pay Raise			1,119
1) Classified	(13)		
B. FY 1997 Pay Raise	13		
1) Classified	(42)		
C. Other Defense Business Operating Fund	42		
1) Classified	(-5)		
D. Other Pricing	(1,069)		
16. Program Increases			1,786
A. Other Program Increases in FY 1997	(1,786)		
Execution/Fact of Life Changes			
1) Increased support for additional Gun and Fire Control system overhauls on Coast Guard Cutters. This increased effort is to clear a backlog of deferred maintenance. (Baseline \$13,168)	1,367		
Infrastructure Changes			
1) Increased support for the IBA Program. (Baseline \$577)	125		
2) Increased support for the MOM Program. (Baseline \$517)	206		
3) Increased support for Mobilization Planning. (Baseline \$756)	88		
17. Program Decreases			-1,247
A. Other Program Decreases in FY 1997	(-1,247)		
Execution/Fact of Life Changes			
1) Reduction reflects decision to perform maintenance on two fleet hospitals stored in CONUS rather than two hospitals stored overseas. (Baseline \$13,862)	-636		
Force Structure Changes			
1) Reduced support for Navy-Type Navy-Owned (NTNO) equipment on Coast Guard ships and aircraft. (Baseline \$8,346)	-611		
18. FY 1997 President's Budget Request			\$41,251

Activity Group: Mobilization Preparedness

IV. Performance Criteria.

Fleet Hospital Program:

Fleet Hospital Program Office (# hospitals)
 Fleet Hospital Program (# hospitals)
 Care of Supplies in Storage (COSIS) (# hospitals)
 Replacement of Dated and Deteriorated (D&D) Items
 (# 30 day blocks)

<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
17	17	17	17
17	17	17	17
8	8	6	7
5	5	5	5

Industrial Preparedness:

Shore Capacity Reviews (# reviews)
 Surge Planning/Studies (# studies)
 Production Base and Industrial Base Assessment Programs
 (# assessments)
 Diminishing Manufacturing Sources (\$000)
 Support for Reserve Personnel (# personnel)
 Mobilization Planning (\$000)

<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
4	4	5	5
4	2	2	2
32	25	24	25
18	17	13	15
52	52	52	52
0	0	756	828

Underutilized Plant Capacity:

Weapons Stations (# supported/\$000)
 Shipyards (# supported/\$000)
 Other Activities (\$000)

5/0	5/52,317	5/0	5/0
8/109	8/3,772	6/0	6/0
1,143	1,073	0	0

Coast Guard Support:

Number of Vessels Supported
 Overhaul/Maint of Shipboard Equipment (units)
 Number of Aircraft Supported
 Maintenance/Calibration of Navy-owned Aeronautical
 Equipment installed in Coast Guard Aircraft (units)

<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
188	188	188	188
5,065	4,303	3,887	3,204
217	205	205	205
1,710	2,068	2,159	2,179

Activity Group: Mobilization Preparedness

V. Personnel Summary

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>Change</u> <u>FY 1995/1996</u>	<u>Change</u> <u>FY 1996/1997</u>
A. <u>End Strength (E/S)</u>						
<u>Military</u>	32	33	33	33	0	0
Officer	11	14	14	14	0	0
Enlisted	21	19	19	19	0	0
<u>Civilian</u>	47	51	50	49	-1	-1
USDH	47	51	50	49	-1	-1
FNDH	0	0	0	0	0	0
FNIH	0	0	0	0	0	0
B. <u>Workyears (W/Y)</u>						
<u>Military</u>	32	32	33	33	1	0
Officer	12	12	14	14	2	0
Enlisted	20	20	19	19	-1	0
<u>Civilian</u>	48	50	49	49	-1	0
USDH	48	50	49	49	-1	0
FNDH	0	0	0	0	0	0
FNIH	0	0	0	0	0	0

SUMMARY OF REQUIREMENTS BY ACTIVITY GROUP

Budget Activity 3: Training and Recruiting

	<u>FY 1995</u>			<u>FY 1996</u>			<u>FY 1997</u>		
	Mil E/S	Civ E/S	Funding	Mil E/S	Civ E/S	Funding	Mil E/S	Civ E/S	Funding
Accession Training	14,742	1,692	243,332	15,571	1,692	249,069	14,106	1,692	250,901
Basic Skills and Advanced Training	38,509	6,310	1,180,960	44,466	5,791	1,087,406	39,133	5,346	1,108,569
Recruiting and Other Training and Education	5,721	999	221,654	6,093	956	225,217	5,990	964	234,961
Total	58,972	9,001	1,645,946	66,130	8,439	1,561,692	59,229	8,002	1,594,431

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-05

Budget Activity: 3 - Training and Recruiting

I. Description of Operations Financed

This budget activity funds all centrally managed or directed individual training required to meet an established Navy standard. This includes accession training, basic skills and undergraduate flight training, and professional military education. Other programs funded in this budget activity are Navy recruiting and advertising, off-duty voluntary education, civilian centralized training programs, the Junior Navy Reserve Officer Training Corps and associated base operating support. Not included in this budget activity is training for an entire ship or battle group or advanced and refresher flight training; this is included in the Operating Forces budget activity.

II. Force Structure

The force structure for this budget activity encompasses numerous naval activities and a presence on various educational institutions as well as the Navy's recruiting facilities. Three major training bases will close during the next few years as part of BRAC III action: NAS Memphis, NTC Orlando, and NTC San Diego. **Accession Training** supports the United States Naval Academy and associated preparatory school, the Naval Officer Candidate School and the BOOST program. There are 57 NROTC units established on the campuses of colleges and universities. Recruit training is currently conducted at NTC Orlando, which will close March of 1995 and at NTC Great Lakes. **Navy Skill and Advanced Training** is performed at numerous locations. Flight training is conducted at five naval air stations. A joint Flight Training program commenced in FY 1993 with the Air Force, with an initial exchange of instructors that year and an initial cadre of pilots in FY 1994. Savings are expected in the outyears as common aircraft come on line. Specialized skill training is conducted at 44 locations. Professional development takes place at four military activities in addition to various civilian institutions. Support for these programs ranges from maintenance and overhaul of training simulators and other devices to maintaining the central library program for the Navy. **Recruiting and Other Training and Education** supports a variety of facilities to attract quality recruits and enhance academic skills. The Recruiting program supports the operation of 1,350 recruiting facilities located in all 50 states and in Guam, Puerto Rico, Great Britain, and Germany. The Advertising program supports the Navy's recruiting goals through printed advertising, direct mail campaigns and recruiting booklets/pamphlets. The Off-Duty and Voluntary Education

Budget Activity 3: Training and Recruiting

programs include a network of 12 area coordinators, and 63 field offices located at major naval bases in the United States, Europe, and the Far East. Civilian Education supports a variety of Navy activities and commands through centralized intern programs; interns divide their time between on-the-job training and classroom development. The Navy Junior Reserve Officer Training Corps program supports 398 units in FY 1995 by providing professional leadership as well as administrative and operational support. By the end of FY 1996 there will be 435 units on line, of which sixty percent are considered to be inner-city schools. This budget activity also provides for the base support necessary to operate these programs.

Budget Activity 3: Training and Recruiting

III. Financial Summary (\$ in Thousands)

A. Activity Group Total

	FY 1994 Actuals	Budget Request	FY 1995 Approp- riated	Current Estimate	FY 1996 Budget Request	FY 1997 Budget Request
Accession Training	218,130	243,566	243,566	243,332	249,069	250,901
Basic Skills and Advanced Training	1,146,975	1,188,228	1,180,628	1,180,960	1,087,406	1,108,569
Recruiting and Other Training and Education	<u>212,612</u>	<u>198,676</u>	<u>229,676</u>	<u>221,654</u>	<u>225,217</u>	<u>234,961</u>
Subtotal	1,577,717	1,630,470	1,653,870	1,645,946	1,561,692	1,594,431
Technical Adjustments			+3,319			
Allocation of Congressional Adjustments			-8,591			
DIA Supply Credits				-1,268		
Anticipated reprogramming to support civilian pay raise				-1,929		
TOTAL	1,577,717	1,630,470	1,648,598	1,642,749	1,561,692	1,594,431

1/ The FY 1995 Current Estimate amount also includes \$1,268 thousand in DIA supply credits consistent with the FY 1995 Appropriation Act.

2/ The FY 1995 Current Estimate amount includes \$1,929 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

Budget Activity 3: Training and Recruiting

B. Reconciliation Summary

	Change FY 1995 Req/1995 Curr	Change FY 1995/1996	Change FY 1996/FY 1997
Baseline Funding	1,630,470	1,642,749	1,561,692
Congressional Adjustments (specified)	23,400	0	0
Congressional Adjustments (general)	-8,591	0	0
Technical Adjustments	+3,319	0	0
Price Change	1,929	19,525	47,490
Functional Transfers	752	-3,537	0
Program Changes	-8,530	-97,045	-14,751
Current Estimate	1,642,749	1,561,692	1,594,431

C. Reconciliation of Increases and Decreases

\$ in 000

1. FY 1995 President's Budget Request	\$1,630,470	
2. Congressional Adjustments (Specified)		23,400
A. Supply Operations	-5,600	
B. Travel	-2,000	
C. Friendly Fire/Safety Training	5,000	
D. School House Training	-5,000	
E. Recruiting and Advertising	31,000	
3. FY 1995 Appropriated Amount (Specified)	\$1,653,870	
4. Technical Adjustments required to comply with Congressional Intent		3,319
A. Supply Operations	4,332	
B. Travel	294	
C. Naval Postgraduate School Joint Warfare Analysis	1,500	
D. Pentagon, Major Commands and Administration	-1,570	
E. Workyear Pricing	-1,070	
F. Family Support Centers	512	
G. Base Communications Infrastructure	-679	

Budget Activity: 3 - Training and Recruiting

C. Reconciliation of Increases and Decreases (cont'd)

5.	Congressional Adjustments (General)		
	A. Civilian Personnel Pay Raise and Locality Pay	1,504	-8,591
	B. Contractor and Consulting Services	-4,729	
	C. Information Technology	-5,350	
	D. FY 1995 Budget Amendment	-16	
6.	FY 1995 Appropriated Amount	\$1,648,598	
7.	Price Growth		
	A. Civilian Pay Raise	(1,929)	1,929
8.	Function Transfers		
	A. Transfers In	(752)	752
	1) Intra-Appropriation		
	a. Basic Skills and Advanced Training	12	
	2) Inter-Appropriation		
	a. Basic Skills and Advanced Training	740	
9.	Program Increases		
	A. One-time FY 1995 Increases		65,693
	1) Accession Training	(7,808)	
	2) Basic Skills and Advanced Training	764	
		7,044	
	B. Other Program Increases		
	1) Accession Training	(57,885)	
	2) Basic Skills and Advanced Training	13,514	
	3) Recruiting and Other Training and Education	35,340	
		9,031	
10.	Program Decreases		
	A. Other Program Decreases		-74,223
	1) Accession Training	(-74,223)	
	2) Basic Skills and Advanced Training	-14,863	
	3) Recruiting and Other Training and Education	-44,061	
		-15,299	

Budget Activity: 3 - Training and Recruiting

C. Reconciliation of Increases and Decreases (cont'd)

11. FY 1995 Current Estimate		\$1,642,749
12. Pricing Adjustments		19,525
A. Annualization of FY 1995 Pay Raise		
1) Classified	(2,532)	
2) Wage Board	2,106	
3) Benefits	411	
B. FY 1996 Pay Raise	15	
1) Classified	(7,297)	
2) Wage Board	5,860	
C. Defense Business Operating Fund (DBOF)	1,437	
1) Supplies, Material, and Equipment	(-12,315)	
2) Fuel	-14,843	
D. Other Defense Business Operating Fund	2,528	
E. Other Pricing	(-6,503)	
	(28,514)	
13. Functional Transfers		-3,537
A. Transfers In		
1) Intra-Appropriation	20,957	
a. Accession Training	(8,348)	
b. Basic Skills and Advanced Training	2,603	
c. Recruiting and Other Training and Education	5,730	
2) Inter-Appropriation	15	
a. Accession Training	(12,609)	
b. Basic Skills and Advanced Training	4,384	
B. Transfers Out	8,225	
1) Intra-Appropriation	(-24,194)	
a. Basic Skills and Advanced Training	-23,796	
2) Inter-Appropriation		
a. Basic Skills and Advanced Training	-698	

Budget Activity: 3 - Training and Recruiting

C. Reconciliation of Increases and Decreases (cont'd)

14. Program Increases		86,183
A. Annualization of FY 1995 Increases		
1) Accession Training	(2,913)	
2) Basic Skills and Advanced Training	1,013	
3) Recruiting and Other Training and Education	335	
	1,565	
B. One Time FY 1996 Increases		
1) Accession Training	(19,763)	
2) Basic Skills and Advanced Training	9,245	
3) Recruiting and Other Training and Education	9,673	
	845	
C. Other Program Increases in FY 1996		
1) Accession Training	(63,507)	
2) Basic Skills and Advanced Training	6,664	
3) Recruiting and Other Training and Education	52,487	
	4,356	
15. Program Decreases		-183,228
A. Annualization of FY 1995 Decreases		
1) Accession Training	(-4,792)	
2) Basic Skills and Advanced Training	-1,829	
	-2,963	
B. One Time FY 1995 Costs		
1) Accession Training	(-36,950)	
2) Basic Skills and Advanced Training	-18,885	
3) Recruiting and Other Training and Education	-17,147	
	-918	
C. Other Program Decreases in FY 1996		
1) Accession Training	(-141,486)	
2) Basic Skills and Advanced Training	-5,876	
3) Recruiting and Other Training and Education	-128,252	
	-7,358	
16. FY 1996 President's Budget Request		\$1,561,692
17. Pricing Adjustments		
A. Annualization of FY 1996 Pay Raise		47,490
1) Classified	(2,168)	
2) Wage Board	1,845	
	323	

Budget Activity: 3 - Training and Recruiting

C. Reconciliation of Increases and Decreases (cont'd)

B. FY 1997 Pay Raise	(8,558)	
1) Classified	7,093	
2) Wage Board	1,465	
C. Defense Business Operating Fund (DBOF)	(7,882)	
1) Supplies, Material, and Equipment	7,392	
2) Fuel	490	
D. Other Defense Business Operating Fund	(1,300)	
E. Other Pricing	(27,582)	
		66,329
18. Program Increases		
A. Annualization of FY 1996 Increases	(1,520)	
1) Accession Training	45	
2) Recruiting and Other Training and Education	1,475	
B. One Time FY 1997 Increases	(12,944)	
1) Accession Training	9,318	
2) Basic Skills and Advanced Training	3,626	
C. Other Program Growth in FY 1997	(51,865)	
1) Basic Skills and Advanced Training	46,240	
2) Recruiting and Other Training and Education	5,625	
19. Program Decreases		-81,080
A. Annualization	(-5,952)	
1) Basic Skills and Advanced Training	-5,952	
B. One-Time FY 1997 Decreases	(-20,200)	
1) Accession Training	-9,514	
2) Basic Skills and Advanced Training	-9,816	
3) Recruiting and Other Training and Education	-870	
C. Other Program Decreases in FY 1997	(-54,928)	
1) Accession Training	-7,756	
2) Basic Skills and Advanced Training	-43,740	
3) Recruiting and Other Training and Education	-3,432	
20. FY 1997 President's Budget Request		\$1,594,431

Budget Activity: 3 - Training and Recruiting

C. Reconciliation of Increases and Decreases (cont'd)

V. Personnel Summary

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>FY 1995/FY 1996</u>	<u>FY 1996/FY 1997</u>	Change
A. End Strength (E/S)							
Military	74,588	58,972	66,130	59,229	7,158	-6,901	
Enlisted	64,605	51,129	57,078	50,872	1,209	-695	
Officer	9,983	7,843	9,052	8,357	5,949	-6,206	
Civilian							
USDH	10,227	9,001	8,439	8,002	-562	-437	

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-05

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

I. Description of Operations Financed

This activity group supports all training required before an officer candidate or enlisted person receives a commission or rank.

Officer Acquisition programs provide military training and indoctrination for officer candidates as part of a college curriculum or post-baccalaureate program, and preparatory training for selection for such an accession program.

The Naval Reserve Officer Training Corps (NROTC) program provides the largest number of regular officer accessions to the Department. It provides college instruction to enrolled baccalaureate degree seeking students who, upon graduation, receive a commission in the Navy, Marine Corps or associated reserve program. Funds pay for tuition (scholarship students only), fees, books and administrative costs of the program.

Other officer accession programs include the US Naval Academy (USNA), Officer Candidate School (OCS), the Merchant Marine Reserve (MMR) program and two preparatory programs: the USNA Preparatory School (NAPS) and the Broadened Opportunity for Officer Selection and Training (BOOST). Funding for the Naval Academy pays for: the academic program, including faculty and staff; berthing and messing of midshipmen; professional training, including the summer cruise and physical education; and instructional resources and facilities. OCS provides a short term naval orientation and indoctrination program for college graduates, who earn a reserve commission. MMR provides a course of naval science instruction to future Naval Reserve officers at the Merchant Marine Academy and several other state maritime academies in accordance with the Maritime Education and Training Act of 1980. NAPS consists of a nine month course of instruction to strengthen the academic foundation of outstanding enlisted personnel who want to become career officers through the Naval Academy or Coast Guard Academy. BOOST is part of the Navy affirmative action and fleet upward mobility program. It prepares selected active duty and civilian young men and women from culturally or educationally disadvantaged and racial or ethnic minority groups to successfully compete for a NROTC scholarship or entrance to the Naval Academy.

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training (continued)

I. Description of Operations Financed (cont'd)

Recruit Training indoctrinates recruits in basic military principles and naval skills, and provides a realistic understanding of fleet environment and shipboard life. Funds primarily support civilian staff salaries, contractor services and classroom and other supplies.

Base Support for activities in this mission area includes operation of utilities systems, public works services, base administration, supply operations, base services such as transportation and security, personnel support functions, bachelor quarters operations, morale, welfare and recreation operations, real property maintenance, disability compensation and environmental management.

II. Force Structure Summary

This activity group supports the United States Naval Academy and associated preparatory school, the Naval Officer Candidate School and the BOOST program. In addition, NROTC programs are established on the campuses of 57 colleges and universities. Recruit training will be consolidated at Naval Training Center (NTC) Great Lakes as NTC Orlando will close March of 1995.

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Total

	FY 1994 Actuals	Budget Request	FY 1995 Approp- riated	Current Estimate	FY 1996 Budget Request	FY 1997 Budget Request
Officer Acquisition 1/ 2/	55,736	58,637	58,637	61,387	66,755	68,650
Recruit Training 1/	5,152	4,436	4,436	4,418	4,667	5,022
Reserve Officers Training Corps 1/	55,338	51,323	51,323	60,763	64,836	69,021
Base Support 1/	101,904	129,170	129,170	116,764	112,811	108,208
Subtotal	218,130	243,566	243,566	243,332	249,069	250,901
Technical Adjustments			-374			
Allocation of Congressional General Adjustments			-140			
DLA Supply Credits				-113		
Anticipated reprogramming to support civilian pay raise				-376		
TOTAL	218,130	243,566	243,052	242,843	249,069	250,901

1/ The FY 1995 Current Estimate amount also includes \$113 thousand in DLA supply credits consistent with the FY 1995 Appropriation Act.

2/ The FY 1995 Current Estimate amount includes \$376 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

B. Reconciliation Summary

	Change FY 1995 Reg/1995 Curr	Change FY 1995/1996	Change FY 1996/FY 1997
Baseline Funding	243,566	242,843	249,069
Congressional Adjustments (General)	-140	0	0
Technical Adjustments	-374	0	0
Price Change	376	8,907	9,739
Functional Transfers	0	6,987	0
Program Changes	-585	-9,668	-7,907
Current Estimate	242,843	249,069	250,901

C. Reconciliation of Increases and Decreases

\$ in 000

1. FY 1995 President's Budget Request	\$243,566
2. FY 1995 Appropriated Amount (Program Specified)	243,566
3. Technical Adjustments required to comply with Congressional intent	-374
A. Supply Operations	-113
B. Travel	-49
C. Pentagon, Major Commands and Administration	-37
D. Workyear Pricing	-92
E. Family Support Centers	10
F. Base Communications Infrastructure	-93
4. Congressional Adjustments (General)	-140
A. Civilian Personnel Pay Raise and Locality Pay	294
B. Contractor and Consulting Services	-434
5. FY 1995 Appropriated Amount	\$243,052

C. Reconciliation of Increases and Decreases (cont'd)

6.	Price Growth		376
	A. Civilian Pay Raise	(376)	

7.	Program Increases		14,278
	A. One-time FY 1995 Increases	(764)	
	Environmental Compliance/Legislative Intent		
	1) One-Time increase for Environmental Compliance Projects.	182	
	(Baseline: \$514 thousand).		

Management Initiative

1)	One-Time increase for contractor costs for USNA Character Development curriculum data base development.	358
	(Baseline: \$0)	
2)	ADP support for the new recruit training curriculum.	224
	(Baseline: \$445 thousand)	

B. Other Program Increases

Legislative Changes/Intent

1)	Civil Service Retirement and Disability Fund payment representing \$80 for each employee as of March 31 of such fiscal year in accordance with the Federal Workforce Restructuring Act of 1994.	(13,514)
		20

Execution/Fact of Life

1)	Recosting of NROTC scholarships (Baseline: \$51,323 thousand)	1,311
2)	Increase of 695 NROTC scholarships to meet minority and technical production goals. (Baseline: \$51,323 thousand)	7,974
3)	Increases in civilian personnel are due, in part, to the conversion of Non-Appropriated Fund (NAF) employees to Civil Service, Naval Academy Character Development, Academic Programs, base support services, and the conversion of Broadened Opportunity Officer Selection (BOOST) Contract Instructors to in-house instructors. (+84 E/S, +61 W/Y) (Baseline: \$99,009 thousand)	3,286

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

C. Reconciliation of Increases and Decreases (cont'd)

Infrastructure

1) Base Realignment and Closure (BRAC III) recurring costs at the Naval Training Center (NTC) Great Lakes (Baseline: \$15,057 thousand).	713
2) Base realignment and closure costs for relocating Recruit Training Center (RTC) Orlando to Naval Training Center (NTC) Great Lakes (+16 E/S, +8 W/Y) (Baseline: \$7,998 thousand).	210

8. Program Decreases

A. Other Program Decreases

Execution/Fact of Life

1) Congress authorized locality pay increases for federal employees nationwide. Decreases to Officer Acquisition are needed to fully fund the pay raises. A reprogramming request will be provided to Congress and, once approved, funding will be restored.	-376

-14,863

(-14,863)

Force Structure

1) Decrease reflects continuing force structure downsizing with reductions in Civilian personnel support costs such as: printing, other contracts, supplies and uniform alterations. Reductions are due, in part, to 7,697 less recruits and consolidation of Officer Candidate School (OCS) and Aviation Officer Candidate School (AOCS). (-11 E/S, -11 W/Y) (Baseline: \$20,097 thousand)	-1,118

Infrastructure

1) Realignment of Base Realignment and Closure (BRAC III) Naval Training Center (NTC) Orlando savings from Basic Skills and Advanced Training Base Support to properly account for the civilian personnel reductions in support of Recruit Training Center Orlando (-48 E/S, -35 W/Y). (Baseline: \$7,998 thousand)	-1,474
2) Base realignment and closure recurring savings of civilian personnel in support of Recruit Training Center, San Diego as a result of Naval Training Center San Diego base closure. (-24 E/S, -10 W/Y) (Baseline: \$7,998 thousand)	-280

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

C. Reconciliation of Increases and Decreases (cont'd)

3) Base Support savings as a result of base closure at Recruit Training Center (RTC) Orlando. (Baseline: \$3,230 thousand)	-642	
4) Resources are realigned to Basic Skills and Advanced Training -2,173 Base Support to reflect FY 1994 actual execution (-85 E/S; -85 W/Y). (Baseline: \$7,998 thousand)		
5) Resources are reduced for Messman contracts due to reduced requirement. (Baseline: \$14,227 thousand)	-8,800	
9. FY 1995 Current Estimate		\$242,843
10. Pricing Adjustments		8,907
A. Annualization of FY 1995 Pay Raise		
1) Classified	(433)	
2) Wage Board	323	
B. FY 1996 Pay Raise	110	
1) Classified	(2,044)	
2) Wage Board	1,507	
C. Defense Business Operating Fund (DBOF)	537	
1) Supplies, Material, and Equipment	(282)	
2) Fuel	214	
D. Other Defense Business Operating Fund	68	
E. Other Pricing	(-463)	
	(6,611)	
11. Functional Transfers		6,987
A. Transfers In		
1) Intra-Appropriation		
a) Decentralization of Naval Facilities Engineering Command funding for the execution of O&M,N funded repair, maintenance, minor construction, environmental compliance and facilities service contracts. (Baseline: \$0 thousand).	(6,987)	
2) Inter-Appropriation	2,603	
a) Realignment of non-centrally managed equipment purchases from the procurement accounts. (Baseline: \$0)		4,384

Budget Activity: 3 - Training and Recruiting
 Activity Group: Accession Training

C. Reconciliation of Increases and Decreases (cont'd)

12. Program Increases		16,922
A. Annualization of FY 1995 Increases	(1,013)	
<u>Management Initiative</u>		
1) Annualization of USNA increase for civilian personnel, Character Development and Academic Programs (8 W/Y). (Baseline: \$44,870 thousand)	436	
2) Annualization of increase for base support services and functions for USNA. (+13 W/Y) (Baseline: \$33,139 thousand)	577	
B. One Time FY 1996 Increases	(9,245)	
<u>Environmental Compliance</u>		
1) One-time increase for Environmental Compliance projects. (Baseline: \$696 thousand)	2,719	
<u>Management Initiative</u>		
1) One-time increase for production and printing of informational materials as part of effort to increase safety and environmental awareness amongst staff and students at USNA facilities. (Baseline: \$593 thousand)	53	
<u>Modernization</u>		
1) One-time FY 96 costs for performance of Shore Facilities Life Extension Program for real property maintenance major repairs at USNA (Baseline: \$6,547 thousand).	6,473	
C. Other Program Increases in FY 1996	(6,664)	
<u>Execution/Fact of Life</u>		
1) One additional workday of civilian employment (Baseline: \$70,629 thousand)	293	
2) Increase in Disability Compensation payments. (Baseline: \$1,045 thousand)	166	

C. Reconciliation of Increases and Decreases (cont'd)

3)	Increase to allow customer reimbursement to fleet industrial supply operations costs of running SERVIMART and retail inventory of Navy owned 9 COG material. These costs have been removed from the wholesale surcharge.	51
4)	Increase in supplies, material and printing costs are due, in part, to an additional 5,465 recruit accessions, and new recruit training curriculum.	1,933
<u>Modernization</u>		
1)	Increase in Real Property Maintenance (RPM) for reduction in BMAR for facilities supporting utilities, training, maintenance and operations. (Baseline: \$5,610 thousand)	2,886
<u>Infrastructure</u>		
1)	Base realignment and closure recurring costs due to closing Recruit Training Center Orlando and single siting of Recruit Training at Great Lakes. (Baseline: \$15,770 thousand)	1,335
13. Program Decreases		-26,590
A. Annualization of FY 1995 Decreases		
<u>Forces Structure</u>		
1)	Annualization of FY 1995 decline of civilian personnel. (-26 W/Y) (Baseline: \$69,725 thousand)	(-1,829)
2)	Base realignment and closure savings for the civilian personnel reductions at Naval Training Center, Orlando (-21 W/Y). (Baseline: \$3,975 thousand)	-1,218
		-611
B. One Time FY 1995 Costs		
<u>Quality of Life</u>		
1)	One-time decrease in Navy effort to provide Family and Child Care support.	(-18,885)
		-156
<u>Management Initiative</u>		
1)	Completion of ADP efforts for the new recruit training curriculum. (Baseline: \$224 thousand)	-231

Budget Activity: 3 - Training and Recruiting
 Activity Group: Accession Training

C. Reconciliation of Increases and Decreases (cont'd)

- 2) Completion of contractor effort for Character Development curriculum data base development. (Baseline: \$1,786K) -368

Environmental Compliance

- 1) Completion of FY 95 environmental compliance projects. (Baseline: \$182 thousand) -290

Modernization

- 1) Completion of one-time FY 95 costs for performance of Shore Facilities Life Extension Program major repairs at USNA. Infrastructure (Baseline: \$6,547 thousand) -17,810

C. Other Program Decreases in FY 1996

Modernization

- 1) Completion of the Phase III Bancroft Hall Renovation project. (Baseline: \$32,900 thousand) (-5,876) -3,000

Management Initiative

- 1) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold (\$-22 thousand) and from the use of Electronic Funds Transfer as the standard method for paying travel vouchers (-\$2 thousand). (Baseline: \$0 thousand) -24

- 2) Realign funding to Servicewide support Administration to reflect central management of DFAS funding. (Baseline: \$0K) -72

Fact of Life

- 1) Reduction in operating costs due to the closure of NROTC Unit at Texas Technical University. (Baseline: \$29 thousand). -29

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

C. Reconciliation of Increases and Decreases (cont'd)

Infrastructure

- 1) Base realignment and closure recurring savings as a result of base closure at Recruit Training Center, Orlando. (Baseline: \$2,751 thousand)

-2,751

14. FY 1996 President's Budget Request \$249,069

15. Pricing Adjustments

9,739

A. Annualization of FY 1996 Pay Raise

- 1) Classified

(543)

- 2) Wage Board

402

B. FY 1997 Pay Raise

- 1) Classified

(2,268)

- 2) Wage Board

1,707

C. Defense Business Operating Fund (DBOF)

- 1) Supplies, Material, and Equipment

(175)

- 2) Fuel

162

D. Other Defense Business Operating Fund

- E. Other Pricing

13

(138)

(6,615)

16. Program Increases

9,363

A. Annualization of FY 1996 Increases

(45)

Management Initiative.

- 1) Increase fully annualizes FY 95 increase for Academic Program personnel. Normal lapse in hiring personnel created slippage into FY 97. (Baseline: \$46,137 thousand)

45

B. One Time FY 1997 Increases

(9,318)

Environmental Compliance

- 1) One-time increase for Environmental Compliance projects (Baseline: \$880 thousand)

1,665

Infrastructure

- 1) One-time increase for performance of Shore Facilities Life Extension Program real property maintenance major repairs at USNA. (Baseline: \$6,473 thousand)

7,653

Budget Activity: 3 - Training and Recruiting
 Activity Group: Accession Training

C. Reconciliation of Increases and Decreases (cont'd)

17. Program Decreases	-17,270
A. One Time FY 1997 Decreases	
<u>Environmental Compliance</u>	(-9,514)
1) Completion of FY 1996 Environmental Compliance projects	-2,801
(Baseline: \$3,436 thousand)	
<u>Execution/Fact of Life</u>	
1) Completion of FY 1996 printing efforts to provide safety	-46
and environmental awareness material to staff and students at	
USNA. (Baseline: \$43 thousand)	
<u>Modernization</u>	
1) Completion of FY 1996 Shore Facilities Life Extension	-6,667
Program real property maintenance major repairs at USNA.	
(Infrastructure) (Baseline: \$6,473 thousand)	
B. Other Program Decreases in FY 1995	(-7,756)
<u>Modernization</u>	
1) Decrease for completion of Phase IV Bancroft Hall renovation	-4,900
(Infrastructure) (Baseline: \$29,900 thousand)	
<u>Management Initiative</u>	
1) Savings resulting from increased usage of the IMPAC Bank	-45
Card for purchases below the micro-purchase threshold.	
(Baseline: \$45 thousand)	
2) Decrease in funding due to reduced requirements for non-	-236
centrally managed equipment purchases.	
(Baseline: \$4,501 thousand)	
3) Decrease represents initial implementation cost for the	-337
transfer of Naval Facilities Engineering Command funding	
for the execution of O&M,N funded repair, maintenance,	
minor construction, environmental compliance and	
facilities contracts. (Baseline: \$1,980 thousand)	

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

C. Reconciliation of Increases and Decreases (cont'd)

Force Structure

- 1) Decrease reflects continuing force structure downsizing with reduction in support costs such as supplies, utilities, other contracts. Reductions are due, in part, to 672 less recruit accessions and less property maintenance. -2,238

18. FY 1997 President's Budget Request

\$250,901

Budget Activity: 3 - Training and Recruiting
 Activity Group: Accession Training

IV. Performance Criteria and Evaluation

Officer Acquisition

	<u>FY 1994</u>			<u>FY 1995</u>			<u>FY 1996</u>			<u>FY 1997</u>		
	Input	Output	Work Load	Input	Output	Work Load	Input	Output	Work Load	Input	Output	Work Load
U.S. Naval Academy												
Active	1207	945	4123	1150	922	4065	1180	978	3986	1180	942	3944
U.S. Naval Academy Preparatory School												
Active	215	210	140	250	200	163	250	200	163	250	200	163
Other	42	31	27	40	32	26	40	32	26	40	32	26
Total	257	241	167	290	232	189	290	232	189	290	232	189
Officer Candidate School												
Active	423	350	105	602	542	143	366	329	87	391	352	93
BOOST (Navy)												
Active	237	186	195	250	186	201	250	186	201	250	186	201
Other	63	40	46	50	37	40	50	37	40	50	37	40
Total	300	226	241	300	223	241	300	223	241	300	223	241

Note: Boost students enter in August of the fiscal year and graduate in June of the following fiscal year.
 OFFICER ACQUISITION WORK LOAD 4636 4638 4503 4467

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

IV. Performance Criteria and Evaluation (cont'd)

2. Recruit Training

[illegible]

3. Senior ROTC

Scholarship	4,301	4,406	4,353	4,460	4,700	4,580
College	<u>1,407</u>	<u>1,490</u>	<u>1,447</u>	<u>1,465</u>	<u>1,700</u>	<u>1,583</u>
Total	5,708	5,896	5,800	5,925	6,400	6,163

Budget Activity: 3 - Training and Recruiting
 Activity Group: Accession Training

IV. Performance Criteria and Evaluation (cont'd)

Base Operations Support
 (\$000)

Appropriation

Operation and Maintenance, Navy

Other Base Operating Support	FY 1994 Estimate	FY 1995 Estimate	FY 1996 Estimate	FY 1997 Estimate
Real Property Maintenance	45,547	46,103	42,893	43,167
Base Communications	46,133	60,265	50,600	44,039
Environmental Compliance	2,067	2,120	1,741	1,787
Bachelor Quarters Operations	664	1,392	3,878	2,845
Morale, Welfare, and Recreation	3,752	3,399	1,364	2,144
Total Base Operations Support	3,741	3,923	3,872	3,947
	101,904	117,202	104,348	97,929

PROGRAM DATA

	FY 1994	FY 1995	FY 1996	FY 1997

<u>Number of Installations</u>	CONUS	Overseas	CONUS	Overseas	CONUS	Overseas
<u>Active Forces</u>	4	0	3	0	2	0

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

IV. Performance Criteria and Evaluation cont'd)

Base Operations Support
(\$000)

<u>Other Criteria</u>	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Number of BEQ Rooms:	46	31	25	25
Number of BOQ Room:	19	19	19	19
Motor Vehicles				
Owned:	210	200	200	200
Leased Long Term:	69	69	69	69
Leased Short Term:	97	97	97	97
Child Care Center Spaces:	205	308	279	279
Supv. Home Care Spaces:	99	187	187	187
Non-GSA Lease Space (000 SF):	71	71	71	71
<u>Maintenance and Repair</u>				
Utilities (\$000):	5,739	4,570	7,876	6,312
Floor Space (000 SF):	9,289	8,118	8,118	8,118
Pavement (SY):	2,522,016	2,148,016	2,148,016	2,148,016
Land (acre):	2,429	2,058	2,058	2,058
Piers, Wharves (F):	5,086	5,086	5,086	5,086
Facility Value CPV (\$000):	2,975,849	2,929,764	2,879,227	2,943,919

Budget Activity: 3 - Training and Recruiting
Activity Group: Accession Training

V. Personnel Summary

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>FY 1995/FY 1996</u>	<u>Change</u>	<u>Change</u>
<u>A. END STRENGTH (E/S)</u>							
<u>Military</u>	23,176	14,742	15,571	14,106	-829	-1,465	
Enlisted	22,342	14,010	14,847	13,392	837	-1455	
Officer	834	732	724	714	-8	-10	
<u>Civilian</u>							
USDH	1,769	1,692	1,692	1,692	0	0	
<u>B. Work Years (W/Y)</u>							
<u>Military</u>	24,581	18,952	15,156	14,838	-3,796	-318	
Enlisted	23,723	18,172	14,428	14,119	-3,744	-309	
Officer	858	780	728	719	-52	-9	
<u>Civilian</u>							
USDH	1,695	1,671	1,645	1,645	-26	0	

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-05

Budget Activity: 3 - Training and Recruiting
Activity Group: Basic Skills and Advanced Training

I. Description of Operations Financed

Programs in this activity group provide both technical training required by enlisted personnel, officers and selected civilian personnel to assume initial and follow-on assignments and also graduate and professional education required for managerial and command positions.

Specialized Skill Training resources are used to develop curricula and train a workforce of officer and enlisted personnel to man and support the operating force platforms and their installed weapon systems. Enlisted personnel receive broad career-field and Naval Enlisted Classification (NEC) ratings upon completion of initial and advanced training programs in areas such as general skill, intelligence, cryptologic/signals and nuclear power operation. Costs for the program include civilian labor, travel, supplies, material and contractor training. Travel also includes the cost of Temporary Duty Under Instruction (TEMDUINS), the per diem associated with training required en route from one permanent duty station to another. The nuclear power operation program also includes the cost of maintaining prototype and moored training ship sites. The Directed Training Program supports Joint Professional Military and Targeted "A" schools. The Factory (Initial) Training program funds development of course curricula for a new piece of equipment or system not tied to a procurement line item.

Flight Training provides for undergraduate pilot and flight officer training and other flight training functions such as flight surgeons, transition training and carrier qualifications. Flight operations costs consist of fuel consumed, flight gear issued, parts support for organizational and intermediate maintenance, aviation depot level repairables, and contractor services for maintenance of training aircraft. (T-34C, T-2C, TA4J, T44A, TH57, T39N, and T45A). These factors are converted to a cost per flight hour. Flight hours for each fiscal year are calculated based upon the output required for each phase of the training which will result in completion of undergraduate pilot and flight officer training rates prescribed by the Chief of Naval Operations. **Professional Development Education** prepares career officers for more demanding assignments, particularly command and staff positions. It is concerned with

Budget Activity: **3 - Training and Recruiting**

Activity Group: **Basic Skills and Advanced Training (continued)**

I. Description of Operations Financed (continued)

broad professional goals in subjects such as military science, engineering and management. Students attend either a Service school or a civilian institution. The Naval War College includes the Department's senior and intermediate service colleges and is organized into three academic departments: Strategy and Policy, National Security Decision-making, and Joint Operations. In addition, the college houses the Center for War Gaming, offers correspondence courses and provides resident education for foreign naval officers. The Naval Postgraduate School is an accredited institution offering graduate degree-granting programs with specific defense emphasis, particularly in science, engineering and technical areas. It also maintains a graduate level research program which responds to research needs of the Navy. The Navy is the executive agent for the Armed Forces Staff College, which operates under the aegis of the National Defense University and offers classes through the Joint and Combined Staff Officer School and the Joint Command, Control and Electronic Warfare School. The Navy provides administrative and logistic support to the college and manages day-to-day operations. The Naval Justice School provides enlisted personnel professional training in the areas of military justice procedures, legal administration and clerkship, evidence, international law, open and closed microphone reporting and management and budget. The Senior Enlisted Academy provides professional military training to senior enlisted personnel (E-8 and E-9) from all ratings and warfare communities to better fulfill their leadership and management responsibilities. Funding supports printing, supplies and guest lectures. The Civilian Institution Program finances the cost of tuition of personnel attending courses at non-military colleges and universities on a full-time, fully funded basis. The final professional development program is Officer Short Courses, whose costs include tuition, travel and per diem, fees and books.

Training Support encompasses various programs which provide Navy-wide support to training headquarters, activities and equipment. Headquarters includes personnel and associated costs for the Chief of Naval Education and Training (CNET) and two functional commands: Chief of Naval Air Training (CNATRA) and Chief of Naval Technical Training (CNTECHTRA). (CNTECHTRA was consolidated with CNET effective June of 1994). Simulators and other training equipment are maintained by both contractors and in-house personnel. This includes: depot, intermediate and organizational maintenance; maintainability, reliability and safety modifications; technical publication updates; logistical support; modification kits and software support. Other equipment maintained here includes station aircraft and General Purpose Electronic Test Equipment (GPETE). Personal and professional enrichment programs include the General Library program, the Advancement in Rate program and the National Museum of Naval Aviation. Finally, the Curriculum Development and Training Evaluation program conducts the analysis, design and development of new/revised curricula,

Budget Activity: 3 - Training and Recruiting
Activity Group: Basic Skills and Advanced Training (continued)

I. Description of Operations Financed (continued)

the implementation of new instructional technologies and evaluations of training through the Navy Training Feedback System and on-site evaluations.

Base Support for activities in this mission area includes operation of utilities systems, public works services, base administration, supply operations, base services such as transportation and security, personnel support functions, bachelor quarters operations, morale, welfare, and recreation operations, real property maintenance, and environmental management.

II. Force Structure Summary

Navy skill and advanced training is performed at numerous locations. Flight training is conducted at five naval air stations. Specialized skill training is conducted at 44 locations. Professional development takes place at four locations in addition to various civilian institutions. Support for these programs ranges from maintenance and overhaul of training simulators and other devices to maintaining the central library program for the Navy.

Budget Activity: **3 - Training and Recruiting**
 Activity Group: **Basic Skills and Advanced Training (continued)**

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Total

	FY 1994 Actuals	FY 1995			FY 1996 Budget Request	FY 1997 Budget Request
		Budget Request	Approp- riated	Current Estimate		
Specialized Skill Training 1/ 2/	214,189	216,554	221,554	228,452	212,121	211,195
Flight Training 1/	291,531	325,683	320,683	308,544	273,004	296,743
Professional Development Education 1/	55,553	54,442	54,442	55,320	61,214	67,136
Training Support 1/	142,265	137,174	137,174	132,816	125,237	119,805
Base Support 1/	443,437	454,375	446,775	455,828	415,830	413,690
Subtotal	1,146,975	1,188,228	1,180,628	1,180,960	1,087,406	1,108,569
Technical Adjustments			4,056			
Allocation of Congressional General Adjustments			-6,673			
DIA Supply Credits				-1,154		
Anticipated Reprogramming to support Civilian Pay Raise				-1,360		
TOTAL	1,146,975	1,188,228	1,178,011	1,178,446	1,087,406	1,108,569

1/ The FY 1995 Current Estimate amount also includes \$1,154 thousand in DIA supply credits consistent with the FY 1995 Appropriation Act.

2/ The FY 1995 Current Estimate amount includes \$1,360 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

Budget Activity: **3 - Training and Recruiting**
 Activity Group: **Basic Skills and Advanced Training (continued)**

B. Reconciliation Summary

	Change FY 1995 Req/1995 Curr	Change FY 1995/1996	Change FY 1996/FY 1997
Baseline Funding	1,188,228	1,178,446	1,087,406
Congressional Adjustments (specified)	-7,600	0	0
Congressional Adjustments (general)	-6,673	0	0
Technical Adjustments	4,056		
Price Change	1,360	5,366	30,805
Functional Transfers	752	-10,539	0
Program Changes	-1,677	-85,867	-9,642
Current Estimate	1,178,446	1,087,406	1,108,569

C. Reconciliation of Increases and Decreases

		\$ in 000
1. FY 1995 President's Budget Request		\$1,188,228
2. Congressional Adjustments (Program Specified)		-7,600
A. Supply Operations	-5,600	
B. Travel	-2,000	
C. Friendly Fire/Safety Training	5,000	
D. School House Training	-5,000	
3. FY 1995 Appropriated Amount (Program Specified)		\$1,180,628
4. Technical Adjustment required to comply with Congressional Intent		4,056
A. Supply Operations	4,446	
B. Naval Postgraduate School Joint Warfare Analysis	1,500	
C. Travel	400	
D. Pentagon, Major Commands and Administration	-1,350	
E. Workyear Pricing	-856	
F. Family Support Centers	502	
G. Base Communications Infrastructure	-586	

Budget Activity: **3 - Training and Recruiting**

Activity Group: **Basic Skills and Advanced Training (continued)**

C. Reconciliation of Increases and Decreases (cont'd)

5. Congressional Adjustments (General)			-6,673
A. Civilian Personnel Pay Raise and Locality Pay		1,059	
B. Contractor and Consulting Services		-3,510	
C. Information Technology (General Reduction)		-4,219	
D. FY 1995 Budget Amendment		-3	
6. FY 1995 Appropriated Amount			\$1,178,011
7. Price Growth			
A. Civilian Pay Raise		(1,360)	1,360
8. Functional Transfers			
A. Transfers In		(752)	752
1) Intra-Appropriation			
a. Transfer to align Air Traffic Control initial supply support equipment funding with program responsibility.		12	
2) Inter-Appropriation			
a. Transfer of non-centrally managed equipment purchases from the procurement accounts.		740	
9. Program Increases			
A. One time FY 1995 Increases			
Management Initiative		(7,044)	42,384
1) Funds are required for one time costs associated with the implementation of core-strand curricula at Service Schools Command, Great Lakes. (Baseline: \$0 thousand)		693	
2) Funds are required for one time costs associated with the implementation of the Navy Leadership Continuum Phase I. (Baseline: \$0 thousand)		1,800	

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

Execution/Fact Of Life

- 1) Funds are required for separation incentive pay, lump sum leave and severance pay for those recipients of SIP/VERA due to Navy downsizing. 4,551

B. Other Program Increases (35,340)

Legislative Change

- 1) Civil Service Retirement and Disability Fund payment representing 9 percent of the final basic pay of each employee who has received a voluntary separation incentive payment in accordance with the Federal Workforce Restructuring Act of 1994. 155
- 2) Civil Service Retirement and Disability Fund payment representing \$80 for each employee as of March 31 of such fiscal year in accordance with the Federal Workforce Restructuring Act of 1994. 470
- 3) Realigns environmental contract funds at Naval Postgraduate School to civilian personnel as needed to comply with environmental guidelines. (+2 E/S, +2 W/Y) (Legislative Changes) (Baseline: \$17,904K) 65

Management Initiative

- 1) Civilianization of Academic Dean at Naval War College to ensure PhD candidates fill this position (+1 E/S, +1 W/Y) (Baseline: \$39,754 thousand). 104
- 2) Additional faculty hired at Armed Forces Staff College to meet JCS directed student/faculty ratio (+9 E/S, +9 W/Y) (Baseline: \$39,754 thousand) 695
- 3) Resources are required to fund one student at Royal Navy Staff College course. 37
- 4) Realignment of Support Activity Consolidation savings from Basic Skills and Advanced Training to Training Support. (+93 E/S and +56 W/Y) (Baseline: \$143,444 thousand). 2,103
- 5) Resources required due to new OMB policy to budget for special hires (+87 E/S; +81 W/Y) and for additional stay-in school hires (+4 E/S, +1 W/Y) (Baseline: \$212,170 thousand). 1,913

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

<u>Execution/Fact of Life</u>	
1) Rephasing of the Aviation Technical Training consolidation due to Base Realignment and Closure (BRACIII) implementation schedule (+41 E/S; +41 W/Y) (Baseline: \$11,236 thousand).	1,653
2) Realign one program/budget analyst from reimbursable to direct funded at Armed Forces Staff College (+1 E/S, +1 W/Y) (Baseline: \$39,754K)	49
3) Realignment of funds from labor to contracts due to the functional transfer of Personnel Support Activity Great Lakes and Pensacola. (Baseline: \$54,122 thousand)	16,190
 <u>Policy Change</u>	
1) Increase for safety officer and civilian attorney at Naval Postgraduate School to comply with Navy Occupation, Safety and Health (NAVOSH) and Inspector General (IG) inspection findings. (+2 E/S, +2 W/Y) (Strategy and Policy Change) (Baseline: \$17,904 thousand)	103
2) Increase in Quality of Life personnel at Naval Postgraduate School to meet staffing and self-sufficiency requirements, including conversion of Non Appropriated Fund employees to APF. (+9 E/S, +9 W/Y) (Strategy and Policy Changes) (Baseline: \$17,904 thousand)	272
 <u>Infrastructure</u>	
1) Increase to properly fund Naval Air Station Memphis Base Operations Support personnel. Naval Air Station Memphis closes and base support functions transfer to Naval Military Personnel Activity in FY 96 vite FY 95. (+247 E/S; +252 W/Y) (Baseline: \$143,444 thousand)	7,442
2) Base Realignment and Closure recurring costs for civilian personnel supplies and contracts for NTC Orlando (83 E/S; 51 W/Y). (Baseline: \$22,440 thousand)	1,916
3) Resources are realigned from Accession Training Base Support to properly reflect FY 1994 actual execution (+85 E/S; +85 W/Y) (Baseline: \$143,444 thousand).	2,173

10. Program Decreases

-44,061

C. Reconciliation of Increases and Decreases (cont'd)

A. Other Program Decreases		(-44,061)
Force Structure Changes		
1) Decrease in TEMDUINS reflects lower PCS moves as downsizing and force reductions continue (Baseline \$32,642 thousand).		-1,623
Infrastructure Changes		
1) Decrease in the Undersea Specialized Skills Training program due to the elimination of training on the AN/SQQ-89 Surface Combat System and the MK-50 Torpedo.		-171
Execution/ Fact of Life Changes		
1) Congress authorized locality pay increases for federal employees nationwide. Decreases to Specialized Skill training are needed to fully fund the pay raises. A reprogramming will be provided to Congress and, once approved, funding will be restored.		-1,360
2) Decrease reflects cancellation of the Data Systems Technician "A" school, Mare Island and the Gunners Mate "A" school, Great Lakes relocation to the Fleet Combat Training Center, Dam Neck. (Baseline: \$693 thousand)		-693
3) Civilian labor adjustment based on FY 1994 election (-175 W/Y). (Baseline: \$70,035 thousand)		-6,424
4) Non-flight contract rates revised based on FY 94 experience (Baseline: \$33,438 thousand)		-1,427
5) Pilot Training Rate reduction of 4 Naval Pilots based on revised requirements (Baseline: \$200,311 thousand)		-7,348
6) Reduction in Technical Training Equipment Overhauls (TTE), Equipment Facility Requirement Plans, Navy Training Plan and Manpower and hardware requirements analysis (EFR/NTP/HARDMAN) (Baseline 5,025 thousand)		-249
7) Decrease reflects continuing force structure downsizing with reductions in support costs such as supplies, contracts, ADP and travel (Baseline: 65,607 thousand)		-7,197
8) Resources realigned to contracts from labor to fund civilian personnel transferred to Combat Operations Support (-550 E/S; -550 W/Y) (Baseline: \$143,444 Thousand)		-16,190

Budget Activity: 3 - Training and Recruiting

Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

Management Initiative

1) Resources are not required due to Navy decision not to participate in Royal Air Force Staff College course. (Baseline: \$688 thousand)	-33
2) Savings realized due to the disestablishment of the Correspondence Course Administrative Center at Pensacola (-60 E/S; -27 W/Y). (Baseline: \$42,738 thousand)	-1,180
3) Economies realized as a result of efforts to reduce the frequency of janitorial, trash removal and engineering services. (-1 ES; -1 WY). (Baseline \$17,904 thousand)	-101

Legislative Changes

1) Contracts for environmental compliance realigned to civilian personnel as needed to comply with environmental guidelines. (Legislative Changes/Initiative) (Baseline: \$2,711 thousand)	-65

11. FY 1995 Current Estimate

\$1,178,446

12. Pricing Adjustments

5,366

A. Annualization of FY 1995 Pay Raise

1) Classified	(1,797)
2) Wage Board	1,484
3) Benefits	298
	15

B. FY 1996 Pay Raise

1) Classified	(4,568)
2) Wage Board	3,672
	896

C. Defense Business Operating Fund (DBOF)

1) Supplies, Material, and Equipment	(-12,842)
2) Fuel	-10,385

D. Other Defense Business Operating Fund

E. Other Pricing	2,457
	(-5,503)
	(17,346)

13. Functional Transfers

-10,539

A. Transfers In

1) Intra-Appropriation	(13,955)
	(5,730)

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

a) Decentralization of Naval Facilities Engineering Command funding for the execution of O&M repair, maintenance, minor construction, environmental compliance and facilities service contracts. (Baseline: \$0) Management Initiative.	5,730
2) Inter-Appropriation	(8,225)
a) Fort Sheridan support transfer from the Army (+10 E/S; +10 W/Y) (Baseline: \$144,235 Thousand)	346
b) Transfers funding for non-incremental base support from Defense Commissary Agency to host organizations	660
c) Realign Fleet Industrial Supply Center (FISC) funding with program responsibility. (+33 E/S; +33 W/Y) (Baseline: \$144,235 Thousand)	1,139
d) Transfer of non-centrally managed equipment from the procurement accounts.	6,080
B. Transfers Out	(-24,494)
1) Intra-Appropriation	(-23,796)
a) Transfer of the Naval Amphibious Schools from Specialized Skill to Budget Activity 1 (Baseline: \$3,528 thousand).	-3,528
b) Realignment of Personnel Support Activity Pensacola and Great Lakes to Combat Operations Support. (Baseline: \$18,689 Thousand)	-18,545
h) Certain Base communication functions transferred to Budget Activity 1 Telecommunications Command (Baseline: \$1,523 Thousand)	-1,723
2) Inter-Appropriation	(-698)
a) Transfer to align a portion of water survival training with the program responsibility at Defense Health Program (-425), and Bureau of Medicine within Budget Activity 1 (-273) (Baseline: \$698 thousand)	-698
14. Program Increases	62,495
A. Annualization of FY 1995 Increases	(335)
Fact of Life	
1) Base Realignment of Fleet Industrial Supply Command to NAS Pensacola (+19 E/S, 10 W/Y) (Baseline: \$144,235 Thousand)	335

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

B. One Time FY 1996 Increases	(9,673)
<u>Fact of Life</u>	
1) Funds are required to provide submarine training activities with computers equipped with CD ROM to establish mandated computer based libraries. (Baseline: \$0 thousand)	500
2) Funds are required for lump sum leave and severance pay for those employees who will be affected by reductions-in-force (RIF) due to Navy downsizing. (Baseline: \$185,373 thousand)	4,332
3) One-time increase in funding to support the Helicopter Landing Trainer (HLT) overhaul (Baseline: \$0 thousand)	587
4) Increased funding for the Consolidated Automated Recruit Training system at the Naval Training Center, Great Lakes.	363
<u>Modernization</u>	
1) <u>Systems Technology Lab</u> (STL) Naval Postgraduate School. Provides for one-time equipment and contracts for startup of the lab. (Baseline: \$0 thousand)	450
<u>Management Initiative</u>	
1) <u>International Seapower Symposium</u> (ISS). Material and travel costs for the International Seapower Symposium (ISS) at Naval War College (Baseline: \$0 thousand).	122
2) One-time FY 1996 cost for completion of environmental compliance projects at Naval Postgraduate School and Armed Forces Staff College. (Legislative Changes) (Baseline: \$279 thousand)	3,319
C. Other Program Increases in FY 1996	(52,487)
<u>Infrastructure</u>	
1) Increase to provide initial Electronic Warfare on-board-drawing instruction curriculum for surface ships. The increase also provides additional course conduct and advisory services effort. (Baseline \$13,436 thousand)	1,375
2) The increase in the Surface Training Support program provides additional Integrated Logistics Support Plans (ILSPs) and technical audits for Battle Group/Battle Force combat systems training program,	4,212

C. Reconciliation of Increases and Decreases (cont'd)

the Electronic Warfare Onboard Training (EWOT) program, and the Surface Ship Electronic Warfare Training (SSEWT) program, thereby increasing Fleet readiness in Electronic Warfare Mission and Joint Warfare capabilities. (Baseline \$12,447 thousand)

- 3) Base Realignment and Closure recurring costs for NAS Pensacola as a result of NAS Memphis closure. (Baseline: \$29,062 Thousand) 7,096

Execution/Fact of Life

- 1) One additional workday of civilian employment. 1,067
- 2) Navy Leadership Continuum Phase II - Resources are required to implement the Navy Leadership Continuum. Over a three year period, the program implements a standardized curriculum for all officer and enlisted personnel integrating a variety of leadership, management and Human Resource Management topics. Curriculum development and consolidation is required for programs such as Total Quality Leadership, Navy Leadership, Core Values, Sexual Harassment, HIV/AIDS and many others. (Baseline: \$6,371 thousand) 443
- 3) Submarine Training Master Planning System - Resources are required to fund operational support for the expansion of a local area network environment from approximately 50 to an estimated 400+ users. (Baseline: \$985 thousand) 500
- 4) Emergency Escape Breathing Devices (EEBD's) - Funds are required to procure EEBDs for incorporation of EEBD training into ship's engineering courses at Service Schools Command, Great Lakes. Students are given hands on training in the donning and use of an EEBD for emergency escape under hazardous conditions. (Baseline: \$18,060 thousand) 1,655
- 5) Cryptologic Training - Funds are required to procure contract support for the development of interactive courseware to implement computer based training for cryptologic 'A' schools and to fulfill "difference" training requirements. Development and implementation of the training will span several years to cover all Communication Technician (CT) ratings, and is a planned initiative programmed in conjunction with the reduction in military manpower. (Baseline: \$1,482 thousand) 460
- 6) Command and Control Warfare (C2W) Training - Funds are required to develop and implement training in support of the 175

Budget Activity: 3 - Training and Recruiting

Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

- Joint Staff Space and Electronic Warfare (SEW) continuum and to revise curricula for Shipboard Non-Tactical ADP Program (SNAP) maintenance schools at various training sites to phase in SNAP III training as systems are deployed in the fleet. (Baseline: \$1,922 thousand) 166
- 7) Shipboard Training Enhancement Program (STEP) - Funds are required to procure contractor services for the development of courseware for fleet distribution. The program is a joint CNO/Fleet/CNET program to develop training using interactive courseware and CD ROM capability. Development of courseware is essential to meet the fleet demand for shipboard training and to obtain efficiencies at the schoolhouse as a result of programmed military manpower reductions. (Baseline: \$18,060 thousand) 200
- 8) Surface Warfare Training Requirements Review (SWTRR) - Funds are required to implement curricula revisions directed by CNO during the annual SWTRR process. Requirement reviews are conducted monthly for surface warfare ratings and courses, and are conducted by CNO, Fleet, and Chief of Naval Education and Training subject matter experts. Funds are required to correct discrepancies, including procurement of equipment and and supplies, contractor services for curricula revision, and printing of materials. (Baseline: \$18,060 thousand) 307
- 9) Increase to allow customer reimbursement to fleet industrial supply centers for supply management and supply operations costs of running Service Market and retail inventory of Navy owned material. These costs have been removed from the wholesale surcharge. (Baseline: \$39,087 thousand) 1,206
- 10) Funding is required for implementation of the Aviation Training Support System (ATSS). (Baseline: \$38,289 thousand) 257
- 11) Resources are required in support of disability compensation claims under the Federal Employees Compensation Act (Baseline: \$3,573 Thousand) 2,548
- 12) Increase to real property maintenance for reduction in Backlog of Maintenance and Repair (BMAR) for facilities supporting utilities, training, maintenance and operations. (Baseline: \$106,390 Thousand)

C. Reconciliation of Increases and Decreases (cont'd)

Management Initiatives

1) Navy Occupational Safety & Health Training - Funds will provide Navy Training Plan training action item completion for shore activities, submarine and aviation units. These actions include training reviews of existing in-house and contractor delivered training to assure validity, development of new Navy training, and provision of standardized on-board training for local use. (Baseline: \$1,652 thousand)	1,297
2) Resources are increased to fund Class I and II Environmental Compliance requirements to avoid possible fines and litigation by regulatory agencies (Baseline: \$17,370 Thousand)	22,550

Force Structure

1) T45 Simulator contract is increased as the training aircraft is phased into the flight training curriculum. (Baseline: \$197,607 thousand)	1,596
2) Increase of 26 Naval Flight Officers based on strategic planning and force structure analyses. (Baseline: \$53,657 thousand)	652

Modernization

<u>Naval Decision Support Center</u>	
1) Funds provided to maintain a node at the Naval War College to provide decision making support to Navy leadership. (Baseline: \$0 thousand)	850
2) Increase reflects additional cost for lab and support equipment purchases, contracts and materials to support the Systems Technology Lab at the Naval Postgraduate School. Funds will allow students and faculty to conduct classified theses and research, and will provide full interconnectivity with other national laboratories. (Baseline: \$10,688 thousand)	2,400

Quality of Life

1) Resources are required to support two new Child Development Centers at Atlantic Fleet Combat Training Center Dam Neck and Naval Education and Training Center Newport. (Baseline: \$5,089 thousand).	1,475

Budget Activity: **3 - Training and Recruiting**
 Activity Group: **Basic Skills and Advanced Training (continued)**

C. Reconciliation of Increases and Decreases (cont'd)

15. Program Decreases

-148,362

A. Annualization of FY 1995 Decreases

- 1) Annualization of FY 1995 civilian personnel reductions (-78 W/Y)

(-2,963)
 -2,963

B. One Time FY 1995 Costs

Management Initiatives

- 1) Funds decreased as a result of one-time costs associated with the implementation of core-strand curricula at Service Schools Command, Great Lakes. (Baseline: \$693 thousand)

-713

- 2) Funds decreased as a result of one-time costs associated with the relocation and consolidation of the Seabee 'A' School ratings. (Baseline: \$589 thousand)

-1,320

- 3) Funds decreased as a result of one time costs associated with the implementation of the Navy Leadership Continuum. (Baseline: \$1,800 thousand)

-1,852

- 4) Funds decreased as a result of one time costs required to pay lump sum leave and severance pay for those recipients of SIP/VERA due to Navy downsizing. (Baseline: \$17,313 thousand)

-4,551

- 5) Completion of stand-up of the SH-3H Search and Rescue Aircraft at NAS Pensacola

-1,001

Execution/Fact of Life

- 1) Completion of the Congressionally directed Friendly Fire/Safety Training efforts. (Baseline: \$5,000 thousand)
 2) Funds are reduced due to the closure of the Family Service Center at Naval Administrative Unit Scotia. (Baseline: \$500 thousand)

-5,150

-511

Modernization

- 1) Completion of FY 1995 major maintenance, repair and minor construction projects. (Infrastructure) (Baseline: \$1,505 thousand)

-1,959

Legislative/Environmental

- 1) Completion of environmental projects at the Naval Postgraduate School and Naval War College.

-52

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

Quality of Life

- 1) Completion of one-time projects for Family and Child Care Support. -38

C. Other Program Decreases in FY 1996 (-128,252)

Force Structure

- 1) Decrease in TEMDUINS reflects lower PCS moves as downsizing and force reductions continue. (Baseline \$30,826 thousand) -1,763
- 2) FY 1996 reduction of (-179 E/S, -142 W/Y) consistent with overall Navy force structure downsizing. (Baseline: \$199,669 thousand) -7,716
- 3) Student Input Reductions - Funds are decreased due to a reduction in Specialized Skill Training costs. Planned ship decommissionings, training realignments and an overall decline in student input from Force Level changes, has resulted in reduced requirements for supplies, printing, equipment and other contract purchases. (Baseline: \$147,966 thousand) -1,210
- 4) Reduction in T39N Maintenance Contract based on the phase-out of the aircraft buy portion of contract. (Baseline: \$197,607 thousand) -27,028
- 5) Net reduction in Pilot Training Rate of 10 based on strategic planning and force structure analyses. (Baseline: \$191,665 thousand) -6,240
- 6) Net reduction in non-flight contracts associated with the T45 phase-in and the Pilot Training Rate/Naval Flight Officer Training Rate changes (Baseline: \$197,607 thousand) -886
- 7) Reduced requirements for Depot Level Repairables (DLRs) and Contractor Operation and Maintenance of Simulators (COMS) resources in support of Surface Warfare Training. (Baseline: \$25,296 thousand) -1,627
- 8) Reduced funding for the Shipboard Training Enhancement Program (STEP), Acoustical Sensors Training Aids Program (ASTAP), Chaplain Short Courses, and the Training Program Evaluation Board (TPEB). (Baseline: \$4,301 thousand) -358

Management Initiatives

- 1) Savings resulting from the use of Electronic Funds Transfer as the standard method for paying travel vouchers and from -173

Budget Activity: **3 - Training and Recruiting**

Activity Group: **Basic Skills and Advanced Training (continued)**

C. Reconciliation of Increases and Decreases (cont'd)

from increased usage of the IMPAC Bank Card for purchases below the \$2,500 micro-purchase threshold

- 2) Base realignment and closure savings due to Naval Aviation Technical Training Center, Memphis/Naval Aviation Maintenance Training Group, Memphis/Naval Aviation Schools Command, Pensacola consolidation (-3 E/S, -2 W/Y) (Baseline: \$308,090 thousand) -73
- 3) Decrease to custodial and other engineering support to fund Class I environmental compliance projects. (Management Initiative) (Baseline: \$17,367 thousand) -168
- 4) Reduction as a result of the efficiencies gained through consolidation of CNET support activities. (-55 E/S and -28 W/Y) (Baseline: \$171,070 thousand) -1,893
- 5) Resources are reduced in anticipation of communications telephone bill savings. (Baseline: \$4,265 thousand) -285
- 6) Realignment funding to servicewide support to reflect central management of DFAS funding (Baseline: \$13,832 Thousand) -13,832

Infrastructure

- 1) Decrease in the Undersea course development and presentation to reflect the elimination of training on the AN/SQQ-89 Surface Combat System and the MK-50 Torpedo. -195
- 2) Decrease in advisory services to reflect the termination of initial Submarine Skills Training (Baseline \$13,948 thousand) -105
- 3) Nuclear Power Operator Training - Funds decreased as a result of reducing the number of land based nuclear power plant training platforms from four to three with the closure of a platform at Idaho Falls. (Baseline: \$84,755 thousand) -6,960
- 4) Decrease in the Training Support Program based on less support for Technical Training Equipment overhauls, and less technical audits due to force structure reduction. (Baseline - \$13,789 thousand) -7,277
- 5) Reduced funding for audio-visual supplies, equipment, and contract support. (Baseline: \$6,212 thousand) -816
- 6) Station Aircraft savings (UC12B -1,235 Flight Hours) due to BRAC III realignment at Memphis Baseline: \$7,953 thousand). -359
- 7) Base Realignment and Closure recurring savings for NAS Memphis (-174 E/S, -174 W/Y) (Baseline: \$26,635 Thousand) -23,482

C. Reconciliation of Increases and Decreases (cont'd)

8) Base Realignment and Closure recurring savings of 86 E/S and 43 W/Y associated with BRAC III at NTC Orlando (Baseline: \$59,229 Thousand)	-1,617
9) Base Realignment and Closure recurring savings of 11 E/S and 5 W/Y associated with BRAC III at San Diego (Baseline \$18,399 Thousand)	-168

Execution/Fact of Life

1) The decrease in the Specialized Skill Training Program reflects less support for various curriculum materials in support of surface ships and expeditionary warfare training. (Baseline: \$234 thousand)	-84
2) Funds decreased as a result of the Aviation Technical Training consolidation (-30 E/S, -15 WY) (Baseline \$27,717 thousand)	-565
3) Decrease reflects a reduction in Equipment Facility Requirement Plans, Navy Training and manpower and hardware requirements analysis due to force structure reduction. (Baseline: \$4,776 thousand)	-1,627
4) Reduced funding for electronic products and reference/professional materials for the Navy's General Library program. program due to Navy downsizing (Baseline: \$3,735 thousand)	-1,763
5) Reduced funding for the National Museum of Naval Aviation. (Baseline: \$1,983 thousand)	-65
6) Resources are reduced for collateral equipment as a result of completion of MILCON projects (Baseline: \$4,445 Thousand)	-4,261

Legislative Change

1) Decrease in funds for the Civil Service Retirement and Disability Fund payment representing \$80 for each employee as March 31 of such fiscal year in accordance with the Federal Workforce Restructuring Act of 1994.	-164

Quality of Life

1) Resources are reduced for Morale Welfare and Recreation, bachelor quarter maintenance and operations, and telephone bills. (Baseline: \$55,960 Thousand)	-15,492

Budget Activity: **3 - Training and Recruiting**
 Activity Group: **Basic Skills and Advanced Training (continued)**

C. Reconciliation of Increases and Decreases (cont'd)

16. FY 1996 President's Budget Request		\$1,087,406
17. Pricing Adjustments		
A. Annualization of FY 1996 Pay Raise		
1) Classified	(1,370)	
2) Wage Board	1,190	
B. FY 1997 Pay Raise	180	
1) Classified	(5,424)	
2) Wage Board	4,526	
C. Defense Business Operating Fund (DBOF)	898	
1) Supplies, Material, and Equipment	(7,571)	
2) Fuel	7,095	
D. Other Defense Business Operating Fund	476	
E. Other Pricing	(233)	
	(16,207)	
18. Program Increases		49,866
A. One Time FY 1997 Increases	(3,626)	
Management Initiatives	600	
1) Explosive Ordnance Disposal (EOD) - Funds are required for the relocation and consolidation of EOD Indian Head Detachment with the EOD school located at Eglin AFB, FL. Resources are budgeted for equipment and personnel relocations, and minor site preparation associated with consolidation.		
Fact of Life		
1) Funds are required for Lump sum leave and severance pay for those employees who will be affected by reductions-in-force (RIF) due to Navy downsizing (Baseline:\$147,980 thousand)	2,104	
Legislative Changes		
1) One-time FY 1996 cost for completion of environmental compliance projects at Naval Postgraduate School and Armed Forces Staff College. (Baseline: \$3,606 thousand)	922	

C. Reconciliation of Increases and Decreases (cont'd)

B. Other Program Increases in FY 1997		(46,240)
<u>Infrastructure</u>		
1) Increase in the Submarine Training Support Specialized Skill Training program provides support for initial training and advisory services.	108	
2) Increased Audio-visual equipment/supplies support to convert 27 Visual Information support centers to electronic digital imagery and CD ROM developmental support in order to phase out all wet chemical hazardous waste in the development of film products. (Baseline: \$5,456 thousand)	2,881	
3) Base Realignment and Closure recurring cost for SUBASE, New London (BRAC III, NTC Orlando) (38 E/S, 19 W/Y) (Baseline: \$135,125 Thousand)	722	
4) Resources are required for supply operations at NAS Pensacola (15 E/S, 8 W/Y) (Baseline: \$1,474 Thousand)	296	
5) Base Realignment and Closure recurring costs for NTC Great Lakes as a result of Service School Command and Naval Training Center San Diego training migration (Baseline: \$38 Million)	375	

Execution/Fact of Life Changes:

1) Increase reflects an increase in Technical Training Equipment Overhauls (TTE), Navy Training Plans & manpower and hardware requirements (HARDMAN) analysis. (Baseline 3,276)	1,052
2) Resources are required for collateral equipment for approved MILCON projects. (Baseline: \$381 Thousand)	605

Management Initiatives

1) Outsourcing - Funds are required to procure contractor services for instruction of courses, maintenance of training equipment and staff support. This program substitutes contract manpower for military manpower. (Baseline: \$0)	7,093
2) Navy Leadership Continuum Phase III - Resources required to implement the Navy Leadership Continuum. The program implements over a three year period, a standardized curriculum for all officer and enlisted personnel integrating a variety of leadership, management and Human Resource Management topics.	2,473

Budget Activity: **3 - Training and Recruiting**
 Activity Group: **Basic Skills and Advanced Training (continued)**

C. Reconciliation of Increases and Decreases (cont'd)

Curriculum development and consolidation is required for programs such as Total Quality Leadership, Navy Leadership, Equal Employment Opportunity (EEO), Core Values, Sexual Harassment, HIV/AIDS and many others. (Baseline: \$6,814 thousand)

- 3) Increase funding for non-incremental base support from Defense Commissary Agency to host organizations (Baseline: \$660 Thousand) 40

Force Structure

- 1) Net increase in PTR of 33 and NFOTR of 14 based on strategic planning and force structure analyses. (Baseline: \$209,025 thousand) 14,110
- 2) Net increase in non-flight contracts associated with the T45 phase-in and the PTR/NFOTR changes. (Baseline: \$183,922 thousand) 114

Legislative Intent

- 1) Provides support to the newly established Armed Forces Staff College Wargaming Center in Norfolk, Virginia. (Baseline: \$0 thousand) 2,000

Modernization

- 1) On-going costs for lab and support equipment purchases, contracts and materials required to maintain instructional and research facilities and curricula at levels commensurate with current technology. (Baseline: \$12,557 thousand) 2,314

Quality of Life

- 1) Increased funding for Child Development Centers (Baseline: \$5,893 Thousand) 303
- 2) Increased funding for MWR program (Baseline: \$10,400 Thousand) 132
- 3) Increased funding for Bachelor Quarters facility maintenance to reduce critical backlog (Backlog of Maintenance and Repair) items. (Baseline: \$105,195 Thousand) 11,622

19. Program Decreases

- A. Annualization of FY 1996 Decreases
 - 1) Annualization of FY 1996 civilian personnel reduction (-138 W/Y) (-5,952)

-59,508

-5,952

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

B. One Time FY 1997 Decreases	(-9,816)
<u>Execution/Fact of Life</u>	
1) CD ROM - Funds decreased as a result of one time costs associated with the purchase of CD ROM computers for submarine training computer based libraries. (Baseline: \$500 thousand)	-515
2) Funds decreased as a result of one time costs required for lump sum leave and severance pay for those employees affected by reductions-in-force (RIF) due to Navy downsizing. (Baseline: \$148,388 thousand)	-4,332
3) Completion of one-time costs associated with the Helicopter Landing Trainer (HLT) overhaul in FY 1996 (Baseline: \$587 thousand)	-587
4) Funds decreased as a result of one-time costs associated with the consolidated automated Recruit Training System at the Naval Training Center, Great Lakes	-373
<u>Management Initiative</u>	
1) One-time FY 1996 completion of costs associated with the International Seapower Symposium at Naval War College. (Baseline: \$122 thousand)	-126
<u>Modernization</u>	
1) One-time FY 96 Completion of startup costs for the systems technology lab at Naval Postgraduate School. (Baseline: \$450 thousand)	-464
<u>Legislative Changes</u>	
1) Completion of FY 1996 environmental projects. (Baseline: \$3,600 thousand)	-3,419
C. Other Program Decreases in FY 1997	(-43,740)
<u>Force Structure</u>	
1) Decrease in Temporary Duty Under Instruction reflects lower permanent change of station moves as downsizing and force reductions continue. (Baseline \$29,506 thousand)	-1,313
2) Course Cancellation - Funds decreased as a result of savings associated with the cancellation of AN/WLQ-4 courses at the Naval Submarine school, New London, CT. (Baseline: \$117 thousand)	-120

Budget Activity: 3 - Training and Recruiting

Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

3) Student Input Reductions - Funds are decreased due to a reduction in Specialized Skill Training costs. Planned ship decommissionings, training realignments and an overall decline in student input from Force Level changes, has resulted in reduced requirements for supplies, printing, equipment and other contract purchases. (Baseline: \$136,228 thousand)	-313
4) Reduced requirements for Depot Level Repairables (DLRs) and Contractor Operation and Maintenance of Simulators (COMS) resources in support of Surface Warfare Training due to downsizing. (Baseline: \$22,133 thousand)	-1,454
5) Reduced funding for the Shipboard Training Enhancement Program (STEP), Acoustical Sensors Training Aids Program (ASTAP), Chaplin Short Courses, and support costs for the Training Program Evaluation Board (TPEB). (Baseline: \$3,910 thousand)	-567
6) Reduction of 55 hours for search and rescue aircraft due to Navy downsizing (Baseline: \$1,934 thousand).	-57
7) A reduction in civilian personnel and support costs including ADP, travel, course materials and other support due to economies gained due to Navy force structure downsizing and activity consolidations (-188 E/S, -196 W/Y). (Baseline: \$189,077 thousand).	-12,364

Management Initiatives

1) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the \$2,500 micro-purchase threshold and from the use of Electronic Funds Transfer as the standard method for paying travel vouchers.	-175
2) Completion of environmental projects (Baseline: \$39,445 thousand)	-5,732

Infrastructure

1) Decrease reflects less support for various curriculum materials in support of initial submarine, surface and expeditionary warfare training. (Baseline \$9,299 thousand)	-4,593
2) Nuclear Power Operator Training - Funds decreased as a result of reducing the number of land based nuclear power plant training platforms from three to two with the closure of a platform at Ballston Spa, NY. (Baseline: \$80,338 thousand)	-10,297

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

C. Reconciliation of Increases and Decreases (cont'd)

3) Reduction of 6 end strength and 3 workyears associated with BRAC III - NAS Memphis realignment (Baseline: \$34,212 thousand)	-167
4) Base Realignment and Closure recurring savings for BRAC III, Naval Technical Training Center Treasure Island (3 E/S, 1 W/Y) (Baseline: \$987 Thousand)	-45
5) Base Realignment and Closure recurring savings for BRAC III, NTC Orlando closure (-194 E/S, -99 W/Y) (Baseline: \$62,174 thousand)	-3,766
6) Base Realignment and Closure recurring savings for BRAC III, NTC San Diego closure (-69 E/S, -44 W/Y) (Baseline: \$18,231 thousand)	-1,421
7) Base realignment and closure savings as a result of consolidating the Naval Education and Training Program Management Support Activity (NETPMSA) and Naval Technical Training Support Group. (NTTSF). (Baseline: \$41,914 thousand) (-15 E/S, -8 W/Y)	-413
8) Funds decreased as a result of the Aviation Technical Training consolidation (-32 E/S, -16 W/Y). (Baseline: \$24,885 thousand)	-616

Execution/Fact of Life Changes:

1) Reduced funding for professional development courses, Rate Training Manuals, Nonresident Training Courses, Personnel Advancement Requirements developments, and the Fleet critical Personnel Qualification Standards program due to Navy downsizing. (Baseline: \$6,359 thousand)	-327

20. FY 1997 President's Budget Request

\$1,108,569

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

Specialized Skill Training

<u>FY 1994</u>		<u>FY 1995</u>		<u>FY 1996 ESTIMATE</u>		<u>FY 1997 ESTIMATE</u>						
<u>Input</u>	<u>Output</u>	<u>Work Load</u>	<u>Input</u>	<u>Output</u>	<u>Work Load</u>	<u>Input</u>	<u>Output</u>	<u>Work Load</u>				
Initial Skill:												
Active	75,132	74,188	9,973	73,270	72,091	9,347	79,338	78,554	10,185	79,838	78,554	10,185
Reserve	3,154	2,931	389	3,056	2,830	361	3,330	3,084	393	3,330	3,084	393
Other	9,874	9,445	1,482	9,568	9,119	1,375	10,426	9,936	1,498	10,426	9,936	1,498
Skill Progression:												
Active	61,950	61,888	6,962	53,785	54,300	6,613	55,915	55,420	6,749	55,442	54,931	6,690
Reserve	1,570	1,580	60	1,360	1,357	56	1,388	1,385	57	1,376	1,373	56
Other	11,114	11,027	956	9,624	9,472	887	9,823	9,668	905	9,736	9,583	897
Functional Skill:												
Active	320,587	314,694	3,893	314,991	309,565	4,584	299,786	294,622	4,364	301,711	296,513	4,391
Reserve	15,527	15,385	110	15,150	15,027	127	14,419	14,302	121	14,512	14,394	122
Other	21,756	21,625	297	21,228	21,122	342	20,203	20,102	325	20,332	20,231	327

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

	FY 1994 Units	FY 1995 Units	FY 1996 Units	FY 1997 Units
Initial/Instructional Training				
Development (no. courses)	26	39	31	20
Advisory Services (no. courses)	5	1	0	0
*courses vary in unit cost and length				
Advisory Services				
# Monthly advisory services	42	23	14	13
Temporary Duty Under Instruction				
Officer				
Counts	6,411	6,162	5,669	5,568
Average per day rate	\$47.00	\$47.00	\$47.00	\$47.00
Average number of days	40	40	40	40
Enlisted				
Counts	19,451	19,143	18,335	17,307
Average per day rate	\$20.00	\$20.00	\$20.00	\$20.00
Average number of days	55	55	55	55
Directed Training				
Officer				
Counts	133	133	133	133
Average cost/count	\$2,150	\$2,236	\$2,254	\$2,277

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

Flight Training

	<u>FY 1994</u>		<u>FY 1995</u>		<u>FY 1996 ESTIMATE</u>		<u>FY 1997 ESTIMATE</u>	
	<u>Input</u>	<u>Output</u>	<u>Input</u>	<u>Output</u>	<u>Input</u>	<u>Output</u>	<u>Input</u>	<u>Output</u>
<u>Undergraduate Pilot Training</u>								
Strike/Jet	310	303	402	303	418	293	409	326
Active	178	163	229	163	248	157	243	193
Other	132	140	173	140	170	136	166	133
Helicopter	462	485	555	475	550	468	568	463
Active	200	215	219	184	219	184	238	184
Other	262	270	336	291	331	284	330	279
Maritime	247	224	313	264	318	264	318	269
Active	191	162	210	176	217	176	217	182
Other	56	62	103	88	101	88	101	87
Total	1,019	1,012	1,270	1,042	1,286	1,025	1,295	1,058

Naval Flight Officer

Radar Intercept Officer (RIO)	48	46	91	77	130	97	142	106	158
Active	42	29	53	39	63	39	65	48	78
Other	6	17	38	38	67	58	77	58	80

Tactical Navigator

(TN)	51	62	98	50	61	50	62	50	61
Active	41	48	55	38	47	38	48	38	47
Other	10	14	43	12	14	12	14	12	14

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

Overwater Jet Navigator (OJN)												
Active	42	37	51	74	37	61	75	57	73	75	57	73
Airborne Tactical Data Systems (ATDS)												
Active	36	35	18	42	35	27	45	35	28	48	40	31
Navigator	129	101	109	169	138	137	170	144	140	170	144	140
Active	119	95	95	150	122	121	151	128	125	151	128	125
Other	10	6	14	19	16	16	19	16	15	19	16	15
Total	306	281	367	477	337	416	491	383	453	497	397	463

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

Flight Training (continued)

<u>Flying Hours (Units)</u>	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Undergraduate Pilot Training				
Strike/Jet	107,329	114,756	116,564	122,353
Helicopter	117,685	102,815	102,055	103,282
Maritime	<u>46,364</u>	<u>47,880</u>	<u>48,216</u>	<u>48,783</u>
Total	271,378	265,451	266,835	274,418
Naval Flight Officer				
Radar Interceptor Officer	8,009	9,773	10,580	11,310
Tactical Navigator	7,859	7,742	7,742	7,742
Overwater Jet Navigator	5,400	7,545	9,218	9,218
Airborne Tactical Data	2,918	3,233	3,343	3,695
Navigator	<u>3,332</u>	<u>4,057</u>	<u>4,130</u>	<u>4,130</u>
Total	27,518	32,350	35,013	36,095

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

Professional Development Education									
FY 1994				FY 1995			FY 1996 ESTIMATE		
Input		Output	Work Load	Input	Output	Work Load	Input	Output	Work Load
<u>War College:</u>									
Active	518	538	466	554	540	455	554	554	467
Reserve	255	277	276	259	249	265	259	259	276
Other	12	12	25	19	19	23	19	19	23
Total	251	249	165	276	272	167	276	276	168
<u>Senior Enlisted Academy</u>									
Active	275	276	49	265	265	47	265	265	47
Reserve	18	17	4	10	10	2	10	10	2
Other	33	36	6	25	25	5	25	25	5
Total	326	329	59	300	300	54	300	300	54
<u>Postgraduate</u>									
School:	828	890	1780	864	896	1727	864	896	1709
Active	508	543	1272	540	581	1260	540	581	1242
Other	320	347	508	324	315	467	324	315	467
<u>Officer Short Course</u>									
Active	1,165	1,165	61	1,199	1,199	53	1,198	1,198	53
<u>Civilian Institutions: 1/</u>									
Active	131	129	190	145	160	205	145	160	205
<u>Law Education: 1/</u>									
Active	6	9	17	7	5	19	7	5	19

1/ Training is conducted at non-Navy institutions; therefore, training load but no workload is generated.

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

Professional Development Education (continued)

	<u>FY 1994</u>		<u>Work</u>		<u>FY 1995</u>		<u>Work</u>		<u>FY 1996 ESTIMATE</u>		<u>FY 1997 ESTIMATE</u>		<u>Work</u>	
	<u>Input</u>	<u>Output</u>	<u>Load</u>		<u>Input</u>	<u>Output</u>	<u>Load</u>		<u>Input</u>	<u>Output</u>	<u>Input</u>	<u>Output</u>	<u>Load</u>	
<u>Naval Justice</u>														
<u>School:</u>	2617	2604	113		3530	3530	124		3390	3390	3390	3390	119	
Active	1964	1947	84		2126	2126	88		2014	2014	2014	2014	84	
Reserve	172	167	6		841	841	11		841	841	841	841	11	
Other	481	313	23		563	563	25		535	535	535	535	24	
<u>Armed Forces Staff</u>														
<u>College:</u>	4833	4676	281		4833	4676	281		4833	4676	4833	4676	281	
Active	1247	1217	129		1247	1217	129		1247	1217	1247	1217	129	
Other	3586	3459	152		3586	3459	152		3586	3459	3586	3459	152	
Total Professional Development Workload:														
			2760				2694						2683	
														2706

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

Training Support

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1. <u>Instructional Systems Development</u>				
Number of Courses Developed	45	45	35	35
Number of Courses Updated	20	21	16	16
2. <u>Simulator and Other Training Equipment Maintenance</u>				
Number of Devices Supported	1,804	1,017	1,004	991
Number of Depot Level Repairables Requisitioned	2,919	3,152	2,569	2,091
3. <u>General Purpose Electronic Test Equipment (GPETE)</u>				
Number of Requisitions	156	168	137	112
4. <u>General Library Program</u>				
Paperback Orders (000)	248	235	233	233
Other Mat. Orders (000)	63	92	32	9
5. <u>Advancement-In-Rate Program</u>				
Advancement Candidates	380,000	365,000	350,000	325,000
Correspondence Course				
Lessons Processed	315,000	70,000	0	0
Training Manual/Courses				
Under Development	72	72	35	25
Training Manual/Courses Printed				
Personnel Qualifications Standards	218,978	105,985	157,661	172,761
Printed				
Developed	165,555	210,526	178,571	219,780
	60	50	50	50

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

Training Support

6. CNET Station Aircraft Flight Hours

UC-12B	5,120	5,275	4,040	4,040
UH3H	820	1,752	1,878	1,878
UH1N	1,900	1,900	1,900	1,900

7. National Museum of Naval Aviation
Funding

	\$1,768	\$1,983	\$1,970	\$2,028

Base Operations Support (\$000)

	FY 1994 Estimate	FY 1995 Estimate	FY 1996 Estimate	FY 1997 Estimate
Other Base Operating Support	272,170	279,493	241,077	230,232
Real Property Maintenance	110,970	119,264	84,434	93,434
Base Communications	7,262	6,015	4,444	4,469
Environmental Compliance	15,947	17,649	43,051	36,031
Bachelor Quarters Operations	16,645	13,637	10,402	13,070
Morale, Welfare, and Recreation	23,272	26,970	24,109	23,421
Total Base Operations Support	446,266	463,028	407,517	400,657

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training (continued)

IV. Performance Criteria and Evaluation

<u>PROGRAM DATA</u>		<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Number of Installations					
Active Forces	32	0	30	26	26
					0
					0

<u>Other Criteria</u>		<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Number of BEQ Rooms:		262	262	289	290
Number of BOQ Room:		57	57	58	51
Motor Vehicles					
Owned:					
Leased Long Term:		1,672	1,711	1,515	1,515
Leased Short Term:		1,467	517	507	507
Child Care Center Spaces:		2,213	1,166	1,164	1,164
Supv. Home Care Spaces:		1,714	1,714	1,834	1,834
GSA Leased Space (000 SF):		2,055	2,152	2,152	2,152
GSA Leased Space Cost (\$000):		0	0	0	0
Non-GSA Lease Space (000 SF):		535	424	436	449
Non-GSA Lease Space Cost (\$000):		83	62	0	0
		853	583	0	0

<u>Maintenance and Repair</u>					
Utilities (\$000):		96,591	111,683	74,075	90,694
Floor Space (000 SF):		50,230	51,468	45,924	45,924
Pavement (SY):		330,167,732	30,167,732	27,506,880	27,506,880
Land (acre):		63,843	63,843	59,942	59,942
RR Trackage (miles):		33	33	32	32
Piers, Wharves (F):		7,018	7,018	7,018	7,018
Facility Value CPV (\$000):		7,772,033	7,510,628	6,907,552	7,196,369

Budget Activity: 3 - Training and Recruiting
 Activity Group: Basic Skills and Advanced Training

V. Personnel Summary

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>FY 1995/FY 1996</u>	<u>FY 1996/FY 1997</u>
					Change	Change
A. <u>End Strength (E/S)</u>						
<u>Military</u>	45,443	38,509	44,466	39,133	5,957	-5,333
Enlisted	36765	31927	36685	32016	4758	-4669
Officer	8678	6582	7781	7117	1199	-664
<u>Civilian</u>						
USDH	7284	6310	5791	5346	-519	-445
B. <u>Work Years (W/Y)</u>						
<u>Military</u>	49,100	41,986	41,477	41,788	-509	311
Enlisted	40079	34363	34300	34345	-63	45
Officer	9021	7623	7177	7443	-446	266
<u>Civilian</u>						
USDH	7268	6422	5945	5471	-477	-474

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-05

Budget Activity: 03 - Training and Recruiting

Activity Group: Recruiting and Other Training and Education

I. Description of Operations Financed

This activity group funds all recruiting and advertising activities, voluntary education programs, centralized civilian intern programs and the Navy Junior Reserve Officer Training Corps (NJROTC).

Recruiting and Advertising activities provide for the operation and maintenance costs necessary to recruit men and women for enlisted, officer candidate and officer status in the regular and active duty reserve components of the Navy. The Navy's advertising for recruiting is built around a national advertising plan which is complemented by local advertising and an active public service campaign.

There are various **Off-duty and Voluntary Education** programs, most coordinated through the Navy Campus Network. The largest of these programs is Tuition Assistance. Personnel participating in this off-duty program receive 100 percent of tuition costs for high school completion courses and a portion of tuition for post-secondary vocational and academic courses. The Navy is also the executive agent for the Defense Activity for Non-Traditional Education Support (DANTES). In this role, the Navy administers non-traditional educational programs, manages educational service contracts, and provides informational material and other management support tasks. The Navy contracts with colleges and universities to conduct courses on deployed ships through the Program for Afloat College Education (PACE). The Veterans Educational Assistance Program (VEAP) is a contributory educational assistance program through which the Navy provides two-for-one matching funds. The Educational Assistance Test Program is a Congressionally authorized test program through which the Navy funds tuition costs and a monthly stipend. Finally, the Functional Skills program is an on-duty program for military personnel designed to improve their math, reading and grammar skill levels beyond elementary school level.

The **Civilian Education** programs are designed to develop and upgrade the professional knowledge and skills of Department civilian employees through training and education at various points in the employees' careers. Career paths utilizing centralized programs include contracting, logistics, procurement and acquisition, financial management and integrated logistics management.

The **Navy Junior Reserve Officers Training Corps** is a Congressionally mandated youth citizenship program. It provides the opportunity for secondary school students to learn the basic elements and

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

requirements for national security and their personal obligations as Americans. The Secretary of Defense has initiated a program to expand the number of JROTC units.

I. Description of Operations Financed (cont'd)

Base Support includes operation of utilities systems, public works services, base administration, supply operations, base services such as transportation and security, personnel support functions, bachelor quarters operations, morale, welfare, and recreation operations, real property maintenance, and environmental management.

II. Force Structure Summary

This activity group supports a variety of efforts designed to attract quality recruits and to provide both military and civilian personnel with the academic skills necessary to meet the Department's operational and support requirements. The **Recruiting** program supports the operation of 1,350 recruiting facilities located in all 50 states and in Guam, Puerto Rico, Great Britain, and Germany. The **Advertising** program supports the Navy's recruiting goals for officer and enlisted personnel through a media mix which includes printed advertising in magazines and newspapers, direct mail campaigns, and recruiting booklets/pamphlets. The **Off-Duty and Voluntary Education** programs support the academic requirements of over 500,000 active duty personnel through a network of three commands, 12 area coordinators, and 63 field offices located at major naval bases in the United States, Europe, and the Far East. The **Civilian Education** programs support a variety of Navy activities and command echelons by training and developing high quality replacement personnel for professional positions. The **Navy Junior Reserve Officer Training Corps** program supports 398 units in FY 1995 by providing professional leadership as well as administrative and operational support. Many of these units are in troubled inner city areas, and approximately 50% of cadets are minorities. By the end of FY 1996 there will be 435 units on line, of which sixty percent are considered to be inner-city schools. This activity group also provides for the **Base Support** requirements necessary to operate these programs.

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Total

	FY 1994 Actuals	Budget Request	FY 1995 Approp- riated	Current Estimate	FY 1996 Estimate	FY 1997 Estimate
Recruiting and Advertising	112,195	89,849	120,849	118,640	122,820	131,729
Off-Duty and Voluntary Education 2/	58,350	61,798	61,798	56,507	54,970	54,806
Civilian Education and Training	23,901	24,362	24,362	24,284	22,223	22,176
Junior ROTC	17,229	21,171	21,171	21,433	24,382	25,410
Base Support 1/	937	1,496	1,496	790	822	840
Subtotal	212,612	198,676	229,676	221,654	225,217	234,961
Technical Adjustments			-363			
Allocation of Congressional General Adjustments			-1,778			
DLA Supply Credits	0	0		-1	0	0
Anticipated reprogramming to support civilian payraise				-193		
TOTAL	212,612	198,676	227,535	221,460	225,217	234,961

1/ The FY 1995 Current Estimate amount also includes \$1 thousand in DLA supply credits consistent with the FY 1995 Appropriation Act.

2/ The FY 1995 Current Estimate amount includes \$93 thousand for anticipated reprogramming to support adjustments in civilian payraise.

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

B. Reconciliation Summary

	FY 1995 Reg/1995 Curr	Change FY 1995/1996	Change FY 1996/FY 1997
Baseline Funding	198,676	221,460	225,217
Congressional Adjustments (Specified)	31,000	0	0
Congressional Adjustments (General)	-1,778	0	0
Technical Adjustments	-363	0	0
Price Change	193	5,252	6,946
Functional Transfers	0	15	0
Program Changes	-6,268	-1,510	2,798
Current Estimate	221,460	225,217	234,961

C. Reconciliation of Increases and Decreases

1. FY 1995 President's Budget Request

\$ in 000
\$198,676

2. Congressional Adjustments (Specified)

31,000

A. Recruiting and Advertising

(31,000)

3. FY 1995 Appropriated Amount (Specified)

\$229,676

4. Technical Adjustments required to comply with Congressional Intent

-363

A. Supply Operations

-1

B. Travel

-57

C. Pentagon, Major Commands and Administration

-183

D. Workyear Pricing

-122

5. Congressional Adjustments (General)

-1,778

A. Civilian Personnel Pay Raise and Locality Pay

(151)

B. Contractor and Consulting Services

(-785)

C. Information Technology

(-1,131)

D. FY 1995 Budget Amendment

(-13)

6. FY 1995 Appropriated Amount

\$227,535

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

C. Reconciliation of Increases and Decreases (cont'd.)

7. Price Growth		193
A. Civilian Payraise	(193)	
8. Program Increases		9,031
A. Other Program Increases in FY 1996	(9,031)	
<u>Legislative Intent</u>		
1) Civil Service Retirement and Disability Fund payment representing \$80 for each employee as of March 31 of each fiscal year in accordance with the Federal Restructuring Act of 1994.	89	
2) Civil Service Retirement and Disability Fund payment representing 9 percent of the final basic pay of each employee who has received a Voluntary Separation Incentive Payment in accordance with the Federal Workforce Restructuring Act of 1994. (Baseline \$0).	12	
<u>Execution/Fact of Life</u>		
1) Increase in supplies and contracts for the Intern Program based on FY 1994 execution experience. (Baseline \$3,395 thousand)	106	
2) Increase reflects realignment of salary costs for Off-Duty and Voluntary Education from direct to reimbursable.	6,612	
3) Increase to provide required levels for the Navy Campus Network to manage the various off-duty and voluntary education programs (+52 E/S, +50 W/Y) (Baseline \$9,135 thousand).	2,212	
9. Program Decreases		-15,299
A. Other Program Decreases	(-15,299)	
<u>Execution/Fact of Life</u>		
1) Congress authorized locality pay increases for federal employees nationwide. Decreases to Off-Duty and Voluntary Education are needed to fully fund the pay raises. A reprogramming request will be provided to Congress and,	-193	

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

C. Reconciliation of Increases and Decreases (cont'd.)

once approved, funding will be restored.

2) Reduction in Acquisition Workforce Program and the Centralized Financial Management Trainee Program, based on FY 1994 execution experience. (-18 W/Y) (Baseline \$16,029 thousand).	-472
3) Decrease reflects realignment of salary costs for Off-Duty and Voluntary Education from direct to reimbursable. (-181 E/S, -174 W/Y).	-6,612
4) Reduction in Navy Campus Network program support costs such as industrial fund purchases, other purchases and purchased equipment (Baseline \$10,604 thousand).	-2,420

Infrastructure Changes

1) Reduced civilian personnel compensation consistent with downsizing initiatives. (-2 E/S, -23 W/Y) (Baseline \$89,849 thousand).	-542

Force Structure

1) Decrease reflects continuing force structure downsizing and the reduction of Tuition Assistance (TA) support for graduate education.	-5,060

10. FY 1995 Current Estimate

\$221,460

11. Pricing Adjustments

A. Annualization of FY 1995 Pay Raise

1) Classified	(302)

2) Wage Board	299

B. FY 1996 Pay Raise

1) Classified	3

2) Wage Board	(685)

C. Defense Business Operating Fund (DBOF)

1) Supplies, Material, and Equipment	681

2) Fuel	4

(132)

129

3

5,252

Budget Activity: 03 - Training and Recruiting
 Activity Group: Recruiting and Other Training and Education (continued)

C. Reconciliation of Increases and Decreases (cont'd.)

D. Other Defense Business Operating Fund	(-538)	
E. Other Pricing	(4,671)	
12. Functional Transfers		15
A. Transfers In	(15)	
1) Intra-Appropriation	15	
a) Decentralization of Naval Facilities Engineering Command funding for the execution of O&M repair, maintenance, minor construction, environmental compliance and facilities service contracts. (Baseline \$0).	15	
13. Program Increases		6,766
A. Annualization of FY 1995 Increases	(1,565)	
<u>Legislative Changes/Intent</u>		
1) Increase to support recurring costs for FY 1995 expansion of 38 NJROTC units, three NJROTC career academies and increased financial assistance at new units due to FY 1995 expansion (Baseline: \$1,449 thousand).	1,565	
B. One Time FY 1996 Increases	(845)	
<u>Legislative Changes/Intent</u>		
1) One-time costs to support startup of 37 NJROTC units in FY 1996. (Baseline: \$0)	845	
C. Other Program Increases in FY 1996	(4,356)	
<u>Execution/Fact of Life</u>		
1) One additional workday of civilian employment. (Baseline: \$40,458 thousand).	148	
2) Increase in Defense Activity for Non-Traditional Education Support (DANTES) printing requirements due to biennial printing of certain education guides. (Baseline: \$10,604 thousand).	272	
3) Increased recurring costs to support startup of 37 NJROTC units in FY 1996. (Baseline: \$0)	1,085	

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

C. Reconciliation of Increases and Decreases (cont'd.)

Strategy and Policy Changes

1) Increase provides for collateral sales material 1,200

updates and the preparation of 2 new booklets, 13 additional magazine insertions, and 179 additional direct mailings in support of gender neutral advertising and greater minority representation in all ratings. (Baseline \$42,340 thousand)

2) Increase enhances medical, nuclear, NROTC recruiting efforts with additional application kits, minority and medical booth rentals, and Navy's 1-800 number. (Baseline \$30,404 thousand) 609

Quality of Life

1) Increased usage of Program Afloat College Education (PACE) and Functional Skills Programs due to Navy-wide emphasis on enhancement of individual education levels. (Baseline \$8,261 thousand) 1,042

14. Program Decreases

A. One Time FY 1995 Costs

Execution/Fact of Life

1) Decrease reflects FY 1995 funding for Separation Incentive Pay (SIP)/Voluntary Early Retirement Authorization (VERA). -50

-8,276

(-918)

2) Reduction for one-time costs to support startup of 38 NJROTC units in FY 1995. (Baseline: \$868 thousand) -868

C. Other Program Decreases in FY 1996

Execution/Fact of Life

1) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold (-104) and from the use of Electronic Funds Transfer as the standard method for paying travel vouchers (-7). (Baseline \$10,941 thousand) (-7,358)

-111

C. Reconciliation of Increases and Decreases (cont'd.)

Legislative Changes/Intent

- 1) Decrease due to Civil Service Retirement and Disability Fund payment representing 9 percent of the final basic pay of each employee who received a Voluntary Separation Incentive Payment during FY 1995 in accordance with the Federal Workforce Restructuring Act of 1994. (Baseline \$13 thousand) -13

Infrastructure Changes

- 1) Decrease reflects continuing force structure downsizing with reductions in civilian personnel and support costs such as: travel, printing, other contracts and lease payments. Reductions are due, in part, to discontinuation of the Total Quality Environment course, reduced Tuition Assistance for graduate courses, reduced contractual requirement for Defense Activity for Non-Traditional Education Support (DANTES/Centralized Financial Management Program) and scaled back intern programs (-48 E/S, -34 W/Y). (Baseline: \$79,880 thousand). -7,159

- 2) Decrease in VEAP payments commensurate with the general reduction in military personnel. (Baseline: \$3,099K) -75

15. FY 1996 President's Budget Request

\$225,217

16. Pricing Adjustments

A. Annualization of FY 1996 Pay Raise

- 1) Classified

- 2) Wage Board

B. FY 1997 Pay Raise

- 1) Classified

- 2) Wage Board

(255)
253
2
(866)
860
6

6,946

Budget Activity: 03 - Training and Recruiting
 Activity Group: Recruiting and Other Training and Education (continued)

C. Reconciliation of Increases and Decreases (cont'd)

C. Defense Business Operating Fund (DBOF)	(136)	
1) Supplies, Material, and Equipment	135	
2) Fuel	1	
D. Other Defense Business Operating Fund	(930)	
E. Other Pricing	(4,759)	
		7,100
17. Program Increases		
A. Annualization of FY 1996 Increases	(1,475)	
<u>Execution/Fact of Life</u>		
1) Increase to support recurring costs for FY 1996 expansion of 37 NJROTC units and increased financial assistance at new units due to FY96 expansion (Baseline: \$1,085 thousand).	1,475	
B. Other Program Increases in FY 1997	(5,625)	
<u>Strategy and Policy Changes</u>		
1) Increase supports additional medical, nuclear, NROTC recruiting efforts with additional applicant kits, minority and medical booth rental, and Navy's 1-800 number. (Baseline \$25,915 thousand).	774	
2) Increase provides for 226 additional direct mailings in support of gender neutral advertising and greater minority representation in all ratings. (Baseline \$43,956 thousand).	215	
3) Increase for startup costs of the Joint Recruiting Information Support System (JRISS) which will be a joint-service consolidated information data base for military personnel management (Baseline \$0).	4,300	
<u>Quality of Life</u>		
1) Increased usage of Functional Skills Program and Acquisition Workforce Program due to Navy-wide emphasis on enhancement of individual education levels (8 E/S, 1 W/Y). (Baseline \$17,304 thousand).	336	

C. Reconciliation of Increases and Decreases (cont'd.)

18. Program Decreases	-4,302
A. One Time FY 1997 Decreases	
Execution (3C5L 62)	
1) Reduction for one-time costs to support startup of	(-870)
37 NJROTC units in FY 1996. (Baseline: \$845 thousand)	-870
B. Other Program Decreases in FY 1997	
Infrastructure Changes	
1) Decrease reflects continuing force structure	(-3,432)
downsizing with reductions in civilian personnel and	
support costs such as printing, administrative, and other	-1,949
contracts. Reductions are due, in part, to downsizing	
initiatives, fewer graduate level participants and discon-	
tinuation of the HRO Directors Course (-20 W/Y). (Baseline:	
\$48,957 thousand).	
2) Decrease in VEAP payments and EATP payments	-1,295
commensurate with the general reduction in military	
personnel. (Baseline: \$3,027K)	
Execution/Fact of Life	
1) Savings resulting from increased usage of the IMPAC	-188
Bank card (-187) and Electronic Funds Transfer (-1).	
19. FY 1997 President's Budget Request	\$234,961

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation
RECRUITING

The following performance criteria represents the quality and quantities (in thousands) of applicants expected to be achieved with personnel and funding identified in the budget:

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
A) Enlisted Contracts				
Non-prior Service Males	39.7	41.3	43.7	43.3
Non-prior Service Females	<u>10.5</u>	<u>11.6</u>	<u>12.3</u>	<u>12.2</u>
Total Non-Prior Service	50.2	52.9	56.0	55.5
Prior Service	0.1	2.1	2.0	2.0
Total Enlisted Contracts	50.2	54.9	58.0	57.5
B) Enlisted Accessions				
Non-Prior Service (NPS) USN				
Non-Prior Service Males	29.9	28.1	27.9	27.9
Non-Prior Service Females	<u>6.0</u>	<u>7.9</u>	<u>7.8</u>	<u>7.9</u>
Total Non-Prior Service	35.9	36.0	35.7	35.8
Prior Service	0.0	2.0	2.0	2.0
USNR 2/3x6 (MPN PROGRAM)	17.3	14.0	18.0	18.0
TAR Enlisted (RPN PROGRAM)	0.8	1.2	2.3	1.7
Total Enlisted Accessions	54.0	53.2	58.0	57.5
C) End of Fiscal Year				
Delayed Entry Program	19.4	21.1	21.1	21.1

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation (cont'd)
RECRUITING

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
D) Upper Mental Groups (I-IIIU)				
a) Enlisted Contracts				
Non-Prior Service Males	26.0	25.6	27.1	26.8
Non-Prior Service Females	6.3	7.2	7.6	7.6
Subtotal	32.3	32.8	34.7	34.4
b) Enlisted Accessions				
Non-Prior Service Males	30.9	26.7	26.5	26.6
Non-Prior Service Females	6.0	7.5	7.4	7.4
Subtotal	36.9	34.2	33.9	34.0
E) High School Diploma Graduates (HSDG)				
a) Enlisted Contracts				
Non-Prior Service Males	37.1	39.1	41.5	41.1
Non-Prior Service Females	10.1	11.2	11.7	11.6
Subtotal	47.2	50.3	53.2	52.7
b) Enlisted Accessions				
Non-Prior Service Males	42.4	37.9	41.5	41.1
Non-Prior Service Females	8.9	10.7	11.7	11.6
Subtotal	51.3	48.6	53.2	52.7

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation (cont'd)
RECRUITING

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
F) Officer Recruiting Goals/Objectives	4.0	5.0	5.0	5.0
G) Population				
17-21 Year-old Males	8.88	8.96	9.13	9.36
17-21 Year-old Females	8.52	8.60	8.76	8.99
H) Unemployment	6.6	5.8	6.1	6.0
I) USN Production Recruiters	3,194	3,194	3,554	3,554
J) Base Support Functional Transfer				
Number of offices supported	11	11	11	11

ADVERTISING 1/

1) Magazines				
Number of Insertions	430	432	445	445
Impressions 2/	322,300	323,799	333,513	333,513
2) Newspapers				
Number of Insertions	32,996	35,000	35,000	35,000
Impressions 2/	3,032,872	3,220,000	3,220,000	3,220,000
3) Direct Mail				
Number of Mailings	4,097	4,340	4,519	4,745
Impressions 2/	22,238	28,851	31,082	32,917
4) Radio				
Number of Weeks	34	36	36	36
Impressions 2/	687,650	699,051	699,051	699,051

Budget Activity: 03 - Training and Recruiting
 Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation (cont'd)

<u>ADVERTISING 1/</u>	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
5) Television				
Number of Weeks	45	43	43	43
Impressions 2/	405,225	497,679	497,679	497,679
6) Collateral Sales Material				
Number of Booklets	49	62	64	64
Impressions 2/	16,430	20,610	21,228	21,228

1/ The figures represent performance criteria for Navy media placement dollars and collateral sales materials (booklets) on both a national and local basis. In addition to the media listed, advertising dollars also fund certain support requirements, such as public service advertising production, agency ad production costs, and marketing research.

2/ Impressions are reflected in thousands and relate to the number of times the advertising is seen as determined by the circulation of magazines or newspapers, quantity of direct mailings or collateral sales materials, and so forth.

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation (cont'd)

OFF DUTY AND VOLUNTARY EDUCATION

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
A. Tuition Assistance Program				
Total Course Enrollments:	43,106	40,232	38,656	37,723
B. Program for Afloat College Education (PACE)				
1. Program for Afloat College Education I				
a. Total Course Enrollments:	17,177	17,925	19,628	19,971
2. Program for Afloat College Education II				
a. Total Course Enrollments:	3,910	3,087	3,383	3,441
C. Functional Skills Program				
1. Total Course Enrollments:	12,464	20,367	23,877	24,971
D. Defense Activity for Non-Traditional Education Support (DANTES) Testing Program:				
1. Testing Program				
Number of Tests Provided	254,346	260,500	255,300	256,000
2. Publications/Enrollments				
Professional Reference Pubs	50,360	60,000	55,000	55,000
Independent Study Course Enrollments	7,140	8,033	8,000	8,000
E. Veterans Educational Assistance Program (VEAP)				
1. Number of Participants	5,066	3,167	3,133	1,709
F. Educational Assistance Test Program (EATP)				
1. Number of Participants	649	558	481	414

Budget Activity: 03 - Training and Recruiting
 Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation (cont'd)

CIVILIAN EDUCATION AND TRAINING

	FY 1994	FY 1995	FY 1996	FY 1997
A. Acquisition Workforce Program (AWP)				
Intern Workyears	323	312	279	269
Intern Graduates	181	118	126	158
Students provided Tuition Assis	1,652	1,588	1,438	1,369
Students provided Service-Level Acquisition Support	1,620	1,931	406	404
B. Financial Training Programs				
1. Centralized Financial Management Trainee Program (CFMTP)				
Intern Workyears	65	76	77	75
Interns Hired	41	46	46	45
Intern Graduates	21	31	39	39
2. Entry Level Courses				
No. of Courses	41	37	38	37
No. of Students	1,470	1,500	1,500	1,500
3. Practical Comptrollership Course				
No. of Sessions	6	6	6	6
No. of Students	228	210	210	210
4. Professional Military Comptroller School				
No. of Sessions	5	5	5	5
No. of Students	30	45	45	45
5. Professional Managers Course				
No. of Sessions	3	3	3	3
No. of Students	228	210	210	210
6. Long Term Training				
GLFMP*	25	25	26	25
SECNAV Fellowship	2	4	4	4
*GLFMP - Graduate Level Financial Management Program				

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation (cont'd)

CIVILIAN EDUCATION AND TRAINING

C. Office of Civilian Personnel Management Sponsored Training

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1. Civilian Personnel/EEO Courses				
Number of courses	285	305	285	225
Number of attendees	7,125	7,625	7,125	5,625
2. Computer Based Training				
Workplace Readiness Courses				
No. of Student	18,750	29,750	18,750	18,750
NCPDS Courses				
Number of Courses	130	135	80	80
Number of attendees	3,640	3,780	1,680	1,680
D. Centrally Managed Programs				
1. Defense Management Education and Training (DMET)				
Number of courses	492	492	492	492
Number of course offerings	2,217	2,217	2,217	2,217
Number of students	3,900	3,900	3,900	3,900
2. Executive Management Development				
Seminars Planned	5	5	5	5
Attendees	125	125	125	125

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
JUNIOR ROTC				
Number units	360	398	435	435
Number instructors	871	947	1,021	1,038
Number students	43,648	48,642	53,644	55,561
(\$000)				
Instructor cost	\$11,962	\$14,764	\$16,634	\$17,859
Other cost	\$5,267	\$6,669	\$7,748	\$7,551
Total	\$17,229	\$21,433	\$24,382	\$25,410

BASE OPERATIONS SUPPORT

(\$000)

Appropriation

Operation and Maintenance, Navy

	<u>FY 1994</u> <u>Estimate</u>	<u>FY 1995</u> <u>Estimate</u>	<u>FY 1996</u> <u>Estimate</u>	<u>FY 1997</u> <u>Estimate</u>
Other Base Operating Support	889	737	763	781
Real Property Maintenance	48	51	59	59
Environmental Compliance	0	1	0	0

PROGRAM DATA

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>Number of Installations</u>				
CONUS/Overseas	0	0	0	0
Active Forces				
Motor vehicles leased	1	1	1	1
long term	41	44	41	41
Utilities				
CONUS/Overseas	0	0	0	0

Budget Activity: 03 - Training and Recruiting
Activity Group: Recruiting and Other Training and Education (continued)

IV. Performance Criteria and Evaluation Summary

	FY 1994	FY 1995	FY 1996	FY 1997	Change FY 1995/FY 1996	Change FY 1996/FY 1997
V. Personnel Summary						
A. End Strength (E/S)						
Military	5,969	5,721	6,093	5,990	372	-103
Enlisted	5,498	5,192	5,546	5,464	354	-82
Officer	471	529	547	526	18	-21
Civilian						
DHUS	1174	999	956	964	-43	8
B. Work Years (W/Y)						
Military	6,193	5,842	5,905	6,039	63	134
Enlisted	5689	5344	5368	5503	24	135
Officer	504	498	537	536	39	-1
Civilian						
DHUS	1138	979	945	926	-34	-19

SUMMARY OF REQUIREMENTS BY ACTIVITY GROUP

Budget Activity 4: Administration and Service-wide Activities

	FY 1994			FY 1995			FY 1996			FY 1997		
	Mil E/S	Civ E/S	Funding	Mil E/S	Civ E/S	Funding	Mil E/S	Civ E/S	Funding	Mil E/S	Civ E/S	Funding
Servwde Supt.	11,705	7,298	1,523,793	10,732	6,820	1,506,179	10,276	6,654	1,758,993	9,536	6,365	1,741,816
Log. Ops and												
Tech. Supt.	1,869	9,060	1,782,957	1,908	8,862	1,440,294	1,939	9,930	1,453,266	1,900	9,444	1,499,382
Invest. and												
Security	7,693	3,884	537,256	7,893	3,876	513,694	7,597	3,711	567,479	7,373	3,548	575,475
Supt. of Other												
Nations	N/A	N/A	8,237	N/A	N/A	7,368	N/A	N/A	7,395	N/A	N/A	7,495
Total	21,267	20,242	3,852,243	20,533	19,588	3,467,535	19,812	20,295	3,787,133	18,809	19,357	3,824,168

Department of the Navy
Operation & Maintenance, Navy
FY 1996/FY 1997 Budget Estimates

Budget Activity: 04-Administration and Servicewide Activities

I. Description of Operations Financed

Administration and Servicewide Activities programs provide Servicewide support for administration, civilian manpower, military manpower, servicewide communication, and other personnel support. These programs also provide logistic operations and technical support for servicewide transportation; planning, engineering, and design; acquisition and program management; air systems support; hull, mechanical, and electrical support; combat/weapon systems support; and space and electronic warfare systems support. Additional programs supported include investigations and security, support of other nations, and base operating support.

II. Force Structure Summary

Servicewide Support supports the staff offices for the Secretary of the Navy, the Chief of Naval Operations, and the Naval Audit Service as well as the personnel assigned to the headquarters staff of the major systems commands, the public relations activities of the major Department of the Navy commands, and various other legal, personnel management, and administrative offices. Logistic Operations and Technical Support provides planning, engineering, and design for acquisition management, logistics and engineering support for 365 Battle Force Ships in FY 1996 and 358 Battle Force Ships in FY 1997. Investigations and Security Programs support worldwide Navy intelligence and criminal investigative operations both ashore and afloat. Support of Other Nations supports 2 Unified Commanders, 26 Security Assistance Offices, and 62 Defense Attache Offices.

Budget Activity: 04-Administration and Servicewide Activities (continued)

III. Financial Summary (\$ in Thousands)

A. Activity Group Breakout

	FY 1994 Actual	Budget Request	FY 1995 Approp- riation	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
Servicewide Support 1/ 2/	1,523,793	1,494,529	1,472,329	1,519,148	1,758,993	1,741,816
Log. Ops. and Tech. Spt. 2/	1,782,957	1,451,292	1,411,992	1,444,723	1,453,266	1,499,382
Invest. and Sec. Programs	537,256	521,532	521,532	513,694	567,479	575,475
Support of Other Nations	8,237	7,433	7,433	7,368	7,395	7,495
Subtotal	3,852,243	3,474,786	3,413,286	3,484,933	3,787,133	3,824,168
Technical Adjustments			17,812			
Allocation of Congressional General Adjustments			-9,873			
DLA Supply Credits				-9,587		
Anticipated Reprogramming to Support						
Civilian Pay Raise				-7,811		
Total Budget Activity 04	3,852,243	3,474,786	3,421,225	3,467,535	3,787,133	3,824,168

- 1/ The FY 1995 Current Estimate includes \$9,587 thousand in DLA supply adjustments consistent with the FY 1995 Appropriation Act.
- 2/ The FY 1995 Current Estimate includes \$7,811 thousand for anticipated reprogramming to support adjustments in Civilian pay raise.

B. Reconciliation Summary

	Change FY 1995/FY 1995	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	3,474,786	3,467,535	3,787,133
Congressional Adjustments (Specified)	-61,500	0	0
Congressional Adjustments (General)	-9,873	0	0
Technical Adjustments	17,812	0	0
Price Change	13,179	33,755	110,303
Functional Transfer	-382	118,200	0
Program Changes	33,513	167,643	-73,268
Current Estimate	3,467,535	3,787,133	3,824,168

Budget Activity: 04-Administration and Service-wide Activities (continued)

C. Reconciliation of Increases and Decreases

\$ in 000

1. FY 1995 President's Budget Request \$3,474,786

2. Congressional Adjustments (Specified) -61,500

- A. Travel -600
- B. Pentagon, Major Command, and Administration -12,500
- C. Workyear Pricing -8,300
- D. Child Development 5,000
- E. Family Support Centers 8,600
- F. Base Communications -12,300
- G. Alcohol Rehabilitation 1,000
- H. NIMITZ Center 3,000
- I. Environmental Technologies -6,100
- J. MSC Rate Change -5,300
- K. Logistics and Technical Support -31,000
- L. Arms Control -3,000

3. FY 1995 Appropriated Amount (Program Specified) \$3,413,286

4. Technical Adjustment required to comply with Congressional Intent 17,812

5. Congressional Adjustments (General) -9,873

- A. Classified Programs -3,200
- B. Civilian Personnel Pay Raise and Locality Pay 3,757
- C. Contractor and Consulting Services -4,292
- D. Workforce Restructure Act 9,500
- E. Section 8107 (directed increases to specified information systems) 4,500
- F. Information Technology (General Reduction) -19,507
- G. FY 1995 Budget Amendment -631

6. FY 1995 Appropriated Amount \$3,421,225

Budget Activity: 04-Administration and Servicewide Activities

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

7. Price Growth		13,179
A. Locality/Comparability Pay Adjustment	13,367	
B. Wholesale DBOF Rate	-188	
8. Functional Transfer		-382
A. Transfers-In		
1) Inter-appropriation	(6,659)	
a) Servicewide Support	3,849	
b) Logistics Operations and Technical Support	60	
c) Investigations and Security Programs	2,750	
B. Transfers Out	(-7,041)	
1) Intra-appropriation		
a) Servicewide Support	-7,041	
9. Program Increases		127,142
A. One-Time FY 1995 Increases	(1,880)	
1) Service-Wide Support	1,880	
B. Other Program Increases in FY 1995	(125,262)	
1) Servicewide Support	73,023	
2) Logistics Operations and Technical Support	50,898	
3) Investigations and Security Programs	1,301	
4) Support of Other Nations	40	
10. Program Decreases		-93,629
A. Other Program Decreases in FY 1995	(-93,629)	
1) Servicewide Support	-54,276	
2) Logistics Operations and Technical Support	-31,039	
3) Investigations and Security Programs	-8,274	
4) Support of Other Nations	-40	
11. FY 1995 Current Estimate		\$3,467,535

Budget Activity: 04-Administration and Servicewide Activities

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

12. Pricing Adjustments		
A. Annualization of FY 1995 Pay Raise		33,755
1) Classified	(7,663)	
2) Wage Board	7,612	
3) Foreign National Direct Hire	45	
B. FY 1996 Pay Raise	6	
1) Classified	(20,177)	
2) Wage Board	19,734	
3) Foreign National Direct Hire	303	
C. Defense Business Operating Fund (DBOF)	140	
1) Supplies, Material, and Equipment	(8,836)	
2) Fuel	8,540	
D. Other Defense Business Operating Fund	296	
E. Foreign National Indirect Hire	(-33,546)	
F. Foreign Currency	(41)	
G. Other Pricing	(1,064)	
	(29,520)	
13. Functional Transfers		118,200
A. Transfers In		
1) Intra-appropriation	188,191	
a) Servicewide Support	(17,209)	
b) Logistics Operations and Technical Support	6,098	
c) Investigations and Security Programs	9,015	
2) Inter-appropriation	2,096	
a) Servicewide Support	(170,982)	
b) Logistics Operations and Technical Support	16,423	
c) Investigations and Security	91,759	
B. Transfers Out	62,800	
1) Intra-appropriation	-69,991	
a) Servicewide Support	(-47,833)	
b) Logistics Operations and Technical Support	-1,886	
c) Investigations and Security	-44,475	
2) Inter-appropriation	-1,472	
a) Servicewide Support	(-22,158)	
b) Logistics Operations and Technical Support	-7,409	
	-14,749	

Budget Activity: 04-Administration and Servicewide Activities

C. Reconciliation of Increases and Decreases (cont'd)

	<u>\$ in 000</u>
14. Program Increases	
A. Annualization of FY 1995 Increases	
1) Servicewide Support	(247) 247
B. Other Increases in FY 1996	
1) Servicewide Support	(493,187)
2) Logistics Operations and Technical Support	402,041
3) Investigations and Security Programs	86,967
4) Support of Other Nations	4,177 2
15. Program Decreases	
A. Annualization of FY 1995 Decreases	
1) Servicewide Support	(-1,597) -852
2) Investigations and Security Programs	-745
B. One time Decreases in FY 1996	
1) Servicewide Support	(-3,790)
2) Logistics Operations & Technical Support	-1,935 -1,855
C. Other Decreases in FY 1996	
1) Servicewide Support	(-320,404)
2) Logistics Operations and Technical Support	-152,291
3) Investigations and Security Programs	-141,624
4) Support of Other Nations	-26,303 -186
16. FY 1996 President's Budget Request	\$3,787,133
17. Pricing Adjustments	
A. Annualization of FY 1996 Pay Raise	
1) Classified	(7,073)
2) Wage Board	7,024 44
3) Foreign National Direct Hire	5
B. FY 1997 Pay Raise	
1) Classified	(27,101)
2) Wage Board	25,966
3) Foreign National Direct Hire	1,036 99
	110,303

Budget Activity: 04-Administration and Servicewide Activities

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

C. Defense Business Operating Fund (DBOF)		
1) Supplies, Material, and Equipment	(4,282)	
2) Fuel	4,224	
	58	
D. Other Defense Business Operating Fund	(39,430)	
E. Foreign National Indirect Hire	(25)	
F. Other Pricing	(32,392)	
 18. Program Increases		88,461
A. Annualization of FY 1996 Increases	(26)	
1) Investigations and Security Programs	26	
 B. Other Program Increases in FY 1997	(88,435)	
1) Servicewide Support	31,382	
2) Logistics Operations and Technical Support	55,162	
3) Investigations and Security Programs	1,854	
4) Support of Other Nations	37	
 19. Program Decreases		-161,729
A. Annualization of FY 1996 Decreases	(-574)	
1) Servicewide Support	-574	
 B. Other Program Decreases	(-161,155)	
1) Servicewide Support	-100,194	
2) Logistics Operations and Technical Support	-51,161	
3) Investigations and Security	-9,658	
4) Support of Other Nations	-142	
 20. FY 1997 President's Budget Request		\$3,824,168

Budget Activity: 04-Administration and Servicewide Activities (continued)

IV. Performance Criteria and Evaluation

Detailed performance criteria are reflected by sub-activity group in the applicable sections of the budget submission.

V. Personnel Summary

A. End Strength (E/S)	FY 1994	FY 1995	FY 1996	FY 1997	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Military						
Enlisted	21,267	20,533	19,812	18,809	-721	-1,003
Officer	16,542	15,658	15,269	14,390	-389	-879
	4,725	4,875	4,543	4,419	-332	-124
Civilian						
USDH	20,242	19,558	20,295	19,357	737	-938
FNH	19,908	19,247	19,708	18,772	461	-936
FNDH	191	176	483	483	307	0
	143	135	104	102	-31	-2
B. Work Years (W/Y)						
Military						
Enlisted	22,366	20,950	20,148	19,296	-802	-852
Officer	17,451	16,166	15,452	14,826	-714	-626
	4,915	4,784	4,696	4,470	-88	-226
Civilian						
USDH	20,421	19,560	20,383	19,493	823	-890
FNH	20,071	19,254	19,796	18,908	542	-888
FNDH	204	176	483	483	307	0
	146	130	104	102	-26	-2

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-05

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support

I. Description of Operations Financed

This activity group provides resources for servicewide administrative activities and programs which manage and support the Department of the Navy operating forces. Programs included in Servicewide Support include administrative staffs and support organizations, the various military and civilian manpower and personnel management commands, personnel and base support programs, servicewide communications programs, public affairs programs, and payments to the Defense Finance and Accounting Service for finance and accounting services provided to the Department of the Navy.

Administration

The Secretary of the Navy staff serves as the principal policy advisors and assistants in the administration of the affairs of the Department of the Navy. The Chief of Naval Operations (OPNAV) staff advises and assists the Chief of Naval Operations in the discharge of his responsibilities as the principal naval advisor and naval executive to the Secretary of the Navy on the conduct of the activities of the Department of the Navy, and as the Navy member of the Joint Chiefs of Staff. The OPNAV Support Activity performs functions of an operational nature that support the Chief of Naval Operations Staff Offices.

The Naval Audit Service conducts internal audits of Navy and Marine Corps activities, programs, systems, and functions to determine whether planned and budgeted program results are being achieved and to assess compliance with the applicable laws and directives, determines whether programs are managed efficiently and economically, and whether financial statements are accurate and in compliance with the Chief Financial Officers Act of 1990.

The headquarters staff of the major systems commands manage programs and resources and provide technical direction concerning ship, aircraft, weapons systems, the related equipment and support systems, operating forces personnel, and facilities and bases. Finally, payments for financial and accounting services provided to the Navy by the Defense Finance and Accounting Service are included in this sub-activity group.

I. Description of Operations Financed (cont'd)

External Relations

Public affairs staffs are responsible for enhancing the awareness and support for the missions and operations of the Department of the Navy among the general public, the media, and members of Congress and other personnel support programs. Funding for the Flight Demonstration Team provides for the conduct of flight demonstrations and public appearances. Also funded are Congressional travel, Vice President's Residence Ground Support, and base support for Camp David.

Civilian Manpower and Personnel Management

The Civilian Personnel Management Headquarters, Office of Civilian Personnel Management Regional Offices, and the Consolidated Civilian Personnel Offices are responsible for the execution and evaluation of the Navy's civilian personnel/equal employment opportunity policies and programs. The Naval Civilian Personnel Data System provides automated support to civilian personnel organizations. The Unemployment Compensation Fund provides resources to reimburse states for unemployment compensation paid to eligible former employees of the Department of the Navy.

Military Manpower & Personnel Management

The Navy Manpower Analysis Center (NAVMAC) develops manpower requirements documents for individual ships, aircraft squadrons, and shore activities. The Enlisted Personnel Management Center (EPMAC) provides centralized management support for the distribution of active duty enlisted personnel. The Navy Personnel Evaluation Boards conduct hearings and present reports concerning errors and injustices involving members and former members of the military which the Secretary may use to correct military records. The boards also assist and advise the Secretary of the Navy on matters of policy, procedure, and administration with regard to decorations and medals. Also funded are the operations of the Consolidated Brigs, operations of the Deserter Apprehension Program, and the Corrections Management Information System (CORMIS) which integrates all requirements of the Navy Corrections Programs and enhances the Navy's ability to manage and operate corrections facilities.

Other Personnel Support

The Armed Forces Radio and Television Service (AFRTS) provides news, command information, and entertainment programming aboard ship and overseas as part of the Navy's effort to enhance combat effectiveness and retention by improving morale. The Naval Media Center provides visual information products and services for

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

I. Description of Operations Financed (cont'd)

Navy and other users worldwide. It also designs, procures, operates, and maintains production and broadcast systems and equipment for Navy operated AFRS outlets worldwide. The Media Center plans and executes print media functions which provide two-way channels of communications between Navy policy makers and active duty personnel, dependents, reserves, retirees, and civilian employees.

The Legal Services Support Group provides the Navy's senior-level officials with advice and counsel on issues such as environmental law, real estate, and base closure. The Navy Litigation Office supports the joint Justice Department/Navy Department contract analysis and review effort concerning the pending A-12 contract termination case. The Legal Services Support Group handles all suspension and debarment actions against government contractors for the General Counsel. Navy Legal Services Offices and detachments provide legal services and counsel concerning command legal matters including, but not limited to, military justice, conducting investigations, adjudicating claims, and providing legal assistance. The Judge Advocate General-Field offices provide legal support concerning military and administrative law.

The Board of Inspection and Survey (INSURV) conducts trials of newly constructed or older ships, service craft, and aircraft to ensure that they are suitable for their intended purpose. The Naval Safety Center promotes and monitors safety to reduce the incidence of accidents afloat and ashore. The Naval Historical Center manages the collection, preservation, exhibition and distribution of objects, and information of historical interest. The Historical Ships Program provides resources to maintain and display the USS Constitution and the ex-USS Nautilus.

The Subsistence-in-Kind (SIK) Program provides for the testing of new food items and the replacement and rotation of rations provided to active duty enlisted personnel. The Retail Clothing Stores and Ships' Stores Afloat programs provide a convenient and reliable source from which authorized personnel may obtain government-procured articles of uniform clothing and related items and other articles for their health and comfort. Funding is also provided for various Human Resources Management Support systems, including the Navy Leadership Program, Equal Opportunity Program, Alcohol Rehabilitation Centers, Health and Physical Readiness Program, Family Advocacy Program and Family Service Centers, and other personnel support programs.

Servicewide Communication

The Servicewide Communication program provides funding for communications systems which support both fleet and shore establishments of the Navy. These systems include Electronic Command and Control systems which provide command, control, readiness and intelligence information in direct support to Commander-in-Chiefs (CINCS). In addition to communications systems, funding also provides for information security which is required to prevent access to classified material, the engineering and logistics support required to maintain

I. Description of Operations Financed (cont'd)

those systems, and Fleet Ballistic Missile (FBM) Strategic Communications High/Very Low/Low Frequency broadcast subsystems. All leased communications costs, the operation of communications stations worldwide, and the management of both are also included in the Servicewide Communications funding.

Base Support

Base support includes operation of utility systems, public works services, base administration, supply operations, base services such as transportation and security, personnel support functions, bachelor quarters operations, morale, welfare and recreation operations, disability compensation, and environmental and hazardous waste management. Funding is also provided for the maintenance of real property and quarters maintenance.

Force structure supported includes eighteen staff offices for the Secretary of the Navy, three Chief of Naval Operations support activities, and the Naval Audit Service. The Naval Audit Service force structure supported includes a headquarters office, four main regional, and forty audit sites in the continental United States and Hawaii. Also supported are the personnel assigned to the headquarters staff of the Naval Sea Systems Command, including the Commander, Naval Sea Systems Command and his staff, and the NAVSEA Comptroller's staff. Further supported are civilians at Naval Air Systems Command headquarters which provide managerial oversight and support to the Naval Aviation Systems Team, 5 Expense Operating Budget (EOB) activities, 7 Naval Aviation Warfare Centers (NAWC), 6 Naval Aviation Depots, 3 Program Executive Offices (PEOs), and 4 other field activities. Also supported are the Naval Facilities Engineering Command Headquarters, Space and Naval Warfare Systems Command headquarters, and the Naval Supply Systems Command Headquarters. In addition, the public relations staffs of the Pacific Fleet, CINCPACFLT, the External Public Affairs, and the Community Relations programs conducted by Commander, Naval Activities, UK, Commander, Sixth Fleet, Command, Fleet Air Mediterranean and the CINCUSNAVEUR Public Affairs office, the public affairs offices of the Atlantic Fleet, the Chief of Naval Education public affairs offices, and the Navy Flight Demonstration Team are supported. Funding is also provided for Naval Support Facility, Thurmont, Md. Support is also provided for various other legal, personnel management and administrative offices, including the Office of Civilian Personnel Management, the regional consolidated personnel offices and the Human Resources Center, the Navy Manpower Analysis Center, the Enlisted Personnel Management Center, the Navy Personnel Evaluation Boards, the Consolidated Brigs, 3 Alcohol Rehabilitation Centers, the Armed Forces Radio and Television Service, the Navy Exchange Command support offices (NEXCOM), and the Navy Legal Services Support Offices. Finally, support is provided for 6 Worldwide Military Command & Control System (WWMCCS) sites ashore and the Joint Task Force Commander afloat.

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

II. Force Structure Summary

This program provides funding for support of information security in accordance with requirements to protect Navy communications; communications equipment which supports strategic battleforce ships; equipment integration, operations, and maintenance support for ship and shore satellite communications; and provides navigation positioning on all Navy platforms. This program also funds communications operations requirements ashore and afloat at 20 echelon III commands, supports the Navy's long haul communications circuits including the Defense Switched Network (DSN) and Automated Digital Network (AUTODIN), and supports the Defense Messaging System (DMS) and communications systems architecture.

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Breakout

	FY 1994 Actuals	Budget Request	FY 1995 Approp- riation	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
Administration 1/ 2/	399,990	382,299	361,499	398,042	605,287	614,509
External Relations 1/	21,318	18,241	18,241	24,917	21,684	22,667
Civilian Manpower & Personnel Mgt	69,402	55,571	55,571	68,273	63,166	57,918
Military Manpower & Personnel Mgt	135,890	143,406	143,406	138,845	139,864	135,462
Other Personnel & Support	390,228	386,950	400,550	422,288	395,629	390,660
Servicewide Comms 1/	221,923	216,189	203,889	204,605	261,463	243,497
Base Support 1/	266,965	291,873	289,173	262,178	271,900	277,103
Medical Activities	18,077					
Subtotal	1,523,793	1,494,529	1,472,329	1,519,148	1,758,993	1,741,816
Technical Adjustments			15,143			
Allocation of Congressional Adjustments			-4,230			
DLA Supply Credits				-9,587		
Anticipated Reprogramming to Support Civilian Pay raise				-3,382		
Total	1,523,793	1,494,529	1,483,242	1,506,179	1,758,993	1,741,816

1/ The FY 1995 Current Estimate includes \$9,587 thousand in DLA supply adjustments consistent with the FY 1995 Appropriation Act.

2/ FY 1995 Current Estimate includes \$3,382 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

B. Reconciliation Summary

	FY 1995 Reg/1995 Curr	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	1,494,529	1,506,179	1,758,993
Congressional Adjustments (specified)	-22,200	0	0
Congressional Adjustments (general)	-4,230	0	0
Technical Adjustments	15,143	0	0
Price Change	5,502	-7,622	52,209
Functional Transfer	-3,192	13,226	0
Program Changes	20,627	247,210	-69,386
Current Estimate	1,506,179	1,758,993	1,741,816

C. Reconciliation of Increases and Decreases

\$ in 000

1. FY 1995 President's Budget	\$1,494,529
2. Congressional Adjustments	-22,200
A. Travel	-600
B. Pentagon, Major Commands, and Administration	-12,500
C. Workyear Pricing	-8,300
D. Child Development	5,000
E. Family Support Centers	8,600
F. Base Communications Infrastructure	-12,300
G. Alcohol Rehabilitation	1,000
H. NIMTZ Center	3,000
I. Environmental Technologies	-6,100
3. FY 1995 Appropriated Amount (Program Specified)	\$1,472,329
4. Technical Adjustment required to comply with Congressional Intent	15,143
5. Congressional Adjustments (General)	-4,230
A. Civilian Personnel Pay Raise	1,326
B. Contractor and Consulting Services	-2,039

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

C. Workforce Restructure Act	9,500	
D. Section 8107 (directed increases to specified information systems)	2,000	
E. Information Technology	-14,684	
F. FY 1995 Budget Amendment	-333	
6. FY 1995 Appropriated Amount		1,483,242
7. Price Growth		
A. Locality/Comparability Pay Adjustment	5,690	5,502
B. Wholesale DBOF Rates	-188	
8. Functional Transfers		
A. Transfers In	3,849	-3,192
1) Inter-Appropriation	(3,849)	
a. Realignment from Other Procurement, Navy appropriation to reflect the Congressionally mandated increase in the unit cost of investment items that may be purchased with Operation and Maintenance funding from \$25 thousand to \$50 thousand.	3,849	
b. Reflects transfer of civilian end strength (+28 E/S, +28 W/Y) for Activity Providing Telephone Service functions, funding transfer delayed until FY 1996.	0	
B. Transfers Out	-7,041	
1) Intra-Appropriation	(-7,041)	
a. Reflects realignment of funding for Personnel Support Activity Washington to Combat Operations (-151 E/S, -149 W/Y), (Baseline: \$7,041).	-7,041	
2) Inter-Appropriation		
a. Reflects transfer of civilian end strength (-6 E/S, -6 W/Y) for the Computer Adaptive Test Version of the Armed Services Vocational Aptitude Battery (CAT-ASVAB) to the Defense Manpower Data Center.	0	
b. Reflects transfer of civilian end strength (-23 E/S, -23 W/Y) for the Telecommunications Certification Offices to Defense Information Systems Agency (DISA).	0	

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)		\$ in 000
c. Reflects transfer of civilian end strength (-1 E/S, -1 W/Y) for the ADA Joint Program Office to DISA.		0
9. Program Increases		74,903
A. One Time FY 1995 Increases		(1,880)
1. Increase for the Base Structure Analysis Team (BSAT), (Baseline: \$0).		1,000
2. Increase for Alternative Energy for North Korea, (Baseline: \$0).		880
B. Other Program Increases		(73,023)
Execution/Fact of Life		
1. Increase in A-12 litigation costs to support continuing legal preparations, (+28 E/S, +28 W/Y) (Baseline: \$4,252).		21,689
2. Increase in Unemployment Compensation payments based on latest Department of Labor estimates, (Baseline: \$13,928).		11,113
3. Increase to pay for efforts billed by DISA for Defense Switched Network services, (Baseline \$49,527).		7,200
4. Increase to fully fund Pentagon Reservation and GSA leased office spaces, (Baseline: \$75,144).		6,987
5. Increase to properly fund Blue Angels flying hours for 68 shows per year, (Baseline: \$11,483).		6,409
6. Increase in civilian personnel costs, (\$3,235) (+ 43 E/S, + 45 W/Y) (Baseline: \$12,662) and support costs (765) to mission fund civilian personnel policy programs, (Baseline: \$14,629).		4,000
7. Increase reflects critical preventive maintenance at Naval District Washington, (Baseline: \$22,688).		1,940
8. Increase to fund Quality of Life programs based on FY 1994 execution, (Baseline: 2,092).		1,880
9. Increase in Civilian Personnel Compensation for Civil Service Retirement and Disability Fund payments representing \$80 for each employee (257), requirement to budget for special hires (372) (+27 e/s, +21 w/y), separation pay costs (217), lump sum leave (66), and Civil Service Retirement and Disability Fund Payment representing 9% of the final		944

\$ in 000

C. Reconciliation of Increases and Decreases (cont'd)

basic pay of each employee who received a voluntary separation incentive payment (32), (Baseline: \$31,649).	
10. Increase to fully fund Board of Inspection and Survey (INSURV) requirements based on FY 1994 execution (+12 E/S, +4 W/Y), (Baseline: \$2,846).	1,257
11. Increase for disability compensation payments based on latest Department of Labor estimates, (Baseline: \$15,983),	1,189
12. Increase in civilian personnel costs due to the conversion of NAF employees to MWR designation (+28 E/S, +28 W/Y) and additional counselors to support Family Home Centers (+5 E/S, +2 W/Y), and Family Service Centers (+3 E/S, +2 W/Y), (Baseline: \$244,886).	1,160
13. Increase reflects replacement of worn out instruments for the Navy bands, (Baseline: \$310).	909
14. Additional funding for classified technology development program based on current FY 1994 execution, (Baseline \$5,871).	500
15. Postal cost increase reflects estimate based on FY 1994 experience, (Baseline: \$951).	175
16. Increase to fully fund Naval Legal Service Office (NLSO) requirements, (Baseline: \$3,943).	135
17. Settlement of grievance case at Naval District Washington (NDW), (Baseline: \$52,300).	86

Strategy and Policy

1. Collateral Equipment increase reflects revised MILCON project schedule for USNA and SPACECOM, (Baseline: \$697).	1,478
2. Realignment of Safety & Survivability funding from Acquisition and Program Management into Administration in order to consolidate resources for safety and survivability programs, (Baseline: \$420).	928
3. Increase to support CNO initiative to improve the quality of collateral equipment in bachelor quarters, (Baseline: \$244,886).	1,593

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

<u>C. Reconciliation of Increases and Decreases (cont'd)</u>		<u>\$ in 000</u>
4. Increase for military management systems software development efforts and communication costs, (Baseline: \$60,084).	617	
5. Increase in ship weapons system support, (Baseline: 14,454).	397	
6. Increase in the Headquarters Shore Environmental Program to fully fund Class 1 and 2 environmental requirements (+4 E/S, + 4 W/Y), (Baseline: \$1,694).	286	
7. Realignment of funding from Combat Support in order to consolidate Public Affairs resources, (Baseline: \$351).	126	
8. Realignment of funding from Ship Depot Operations Support to support the Bon Odori intercultural festival, (Baseline: \$184).	25	
10. Program Decreases		-54,276
A. Other Program Decreases		(-54,276)
Infrastructure		
1. Decrease in civilian personnel costs and support costs such as postal, utilities, equipment purchases, communications, and other support costs due to Navy downsizing (-196 E/S, -298 W/Y).	-26,606	
2. Decrease in funding for NDW/National Capital Region Motor Pool as a result of fewer travelers, (Baseline: \$5,000).	-2,308	
3. Reduction in installation of the Source Data System afloat System afloat and ashore due to force structure reductions, (Baseline: \$20,271).	-2,000	
4. Decrease reflects reduction in real property maintenance special projects commensurate with force structure downsizing, (Baseline: \$22,688).	-1,837	
Management Initiative		
1. Realignment of leased commercial satellite funding to Combat Operations/Support to better reflect the operational nature of its mission, (Baseline \$3,200).	-3,200	
Execution/Fact of Life		
1. Central Design Activity (CDA) program funding properly chargeable to DBOF activities, (Baseline: \$244,886).	-13,690	

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

2. Reflects funding shortfall included in Administration for civilian pay raises in anticipation of possible reprogramming action, (Baseline: \$114,503).	-3,382	
3. Decrease reflects a reduction in program management and engineering and technical support in the UHF/SHF/EHF satellite communications program due to historical execution of contractor support, (Baseline \$29,839K).	-963	
4. Decrease reflects a reduction in Single Audio System information security engineering support due to affordability, (Baseline \$14,305).	-156	
5. Reduction in contract support due to a decrease in Local Area Network (LAN) requirements, (Baseline \$15,835).	-134	
11. FY 1995 Current Estimate		\$1,506,179
12. Pricing Adjustments		-7,622
A. Annualization of FY 1995 Pay Raise		
1. Classified	(2,536)	
2. Wage Board	2,488	
3. Foreign National Direct Hire	45	
B. FY 1996 Pay Raise	3	
1. Classified	(6,372)	
2. Wage Board	5,979	
3. Foreign National Direct Hire	284	
C. Defense Business Operating Fund (DBOF)	109	
1. Supplies, Material, and Equipment	(9,774)	
2. Fuel	9,574	
D. Other Defense Business Operating Fund	200	
E. Foreign National Indirect Hire	(-40,412)	
F. Foreign Currency	(30)	
G. Other Pricing	(399)	
	(13,679)	
13. Functional Transfer		13,226
A. Transfers In	22,521	
1) Intra-Appropriation	(6,098)	

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd) \$ in 000

a. Reflects decentralization of funding for repair, maintenance, minor construction, environmental compliance, and facilities service contracts.	2,525
b. Reflects transfer of Activities Providing Telephone Service from Budget Activity 1 (\$1,502), Budget Activity 3 (\$1,723), and Investigations and Security Programs (\$348).	3,573
2) Inter-Appropriation	(16,423)
a. Realignment of non-centrally managed equipment purchases from the procurement accounts.	11,062
b. Transfer of Fitting Out Support Assistance Team (FOSSAC) from DBOF to Operations and Maintenance, Navy (+72 E/S, +70 W/Y).	4,776
c. Transfer of Activity Providing Telephone Service from the Defense Health Program appropriation.	585
A. Transfers Out	-9,295
1) Intra-Appropriation	(-1,886)
a. Transfer of telecommunications support to National Foreign Intelligence Program (NFIP), (-20 E/S, -20 W/Y).	-1,886
1) Inter-Appropriation	(-7,409)
a. Consolidation of radio frequency spectrum under Defense Information Systems Agency, (-28 E/S, -28 W/Y).	-2,603
b. Transfer of Computer Adaptive Test/Armed Services Vocational Aptitude Battery (CAT/ASVAB) to Defense Manpower Data Center.	-1,900
c. Transfer of Telecommunications Certification Office to the Defense Information Systems Agency.	-1,411
d. Transfer of the Personnel Security Research and Education Center (PERSEREC) to the Defense Investigative Service (-11 E/S, -11 W/Y).	-1,300
e. Transfer of the passport/visa function to the Department of the Army (-3 E/S, -3 W/Y).	-100
f. Transfer of staffing to the ADA Joint Program Office.	-95

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

402,288

14. Program Increases

A. Annualization of FY 1995 Increases	(247)
1. Reflects full year costs to support Family Home Care (+3 W/Y) and Family Service Centers (+1 W/Y), (Baseline: \$3,712).	247
B. Other FY 1996 Program Increases	(402,041)
<u>Execution/Fact of Life</u>	
1. Increase supports long haul communications program based on prior execution levels. Funding addresses rightsizing the Defense Switched Network (DSN) program, (Baseline \$23,459).	62,138
2. Funding supports communication programs fees to be charged by DISA for centrally managed services, (Baseline \$75,487).	10,690
3. Funding required for Pentagon Reservation office space renovations (\$6,285) and furniture procurement (\$2,300), (Baseline: \$26,771).	8,585
4. One additional workday for civilian employees, (Baseline: \$155,302).	1,375
5. Nuclear Regulatory Commission (NRC) directed increase in cost of the Navy Master License fee, (Baseline \$77).	878
6. Additional costs to complete the Storm Water Management project (192) and additional costs of security (118) at Naval Support Facility, Thurmont, Md, (Baseline: \$352).	310
7. Increase to support the operation of the Navy Headquarters Budgeting System, (Baseline \$1,377).	304
8. Increase in disability compensation payments due to current Department of Labor estimates, (Baseline \$16,004).	253
9. Increase for support to Armed Forces Satellite Transmitted Radio Service-Ship (AFRTS) board Receiving System, (Baseline: \$2,012).	140
10. Increase supports interoperability requirements for High Frequency E-Mail, ship-shore broadcast improvements and upgraded SATCOM capability to allow the U.S. to maintain communications compatability with AUSCANNZUKUS nations, (Baseline \$212K).	68

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

Management Initiatives

1. Realignment of funding for payments to the Defense Finance and Accounting Service to a centrally managed account, (Baseline: 184,559).	228,383
2. Increase to RPM for reduction in BMAR for facilities supporting utilities, training, maintenance and operations.	11,006
3. Realignment of funding for INSURV inspections from Hull, Mechanical and Electrical (\$2,950), AirOperations and Safety Support (\$396), and Space and Electronic Warfare Systems (\$450) in order to consolidate resources and cover costs of ship inspections, (Baseline: \$3,931).	3,796
4. Consolidation of Navy Food Service Systems Office within Naval Supply Systems Command Headquarters from Acquisition and Program Management, (+25 E/S, +23 W/Y), (Baseline: \$0).	1,504
5. Increase to allow customer reimbursement to fleet industrial supply centers for supply management and supply operations costs of running SERVMART and retail inventory of Navy owned 9 COG material.	573

Strategy and Policy Changes

1. Increase supports Naples (\$6,763), EastpacTransmitter (\$3,551), Iceland (\$1,197), and VERDIN (\$358) relocation projects. These projects involve relocation and consolidation of communications equipment for reasons including moving away from seismic danger zones, meeting communications survivability criteria, and defense downsizing, (Baseline: \$98,946).	11,869
2. Increase supports multiple broadcast services; integrated and interoperable data transfer capability, and automated broadcast and bandwidth management needed to upgrade Fleet communications and information warfare, (Baseline: \$10,107).	2,049

Quality of Life

1. Increase supports major maintenance and repair and minor construction projects at the Naval District Washington physical plant, related facilities, and other facilities to curb the erosion of real property assets, (Baseline: \$41,029).	8,467

\$ in 000

C. Reconciliation of Increases and Decreases (cont'd)

2. Increase in MWR and bachelor quarters to achieve Quality of Life (QOL) standards, (Baseline: \$52,075). 2,355

Modernization Changes

1. Increase reflects 56 additional satellite communication terminals being fielded which require software maintenance and logistic documentation due to the complexity and interaction of the communications networks; and maintenance of test bed equipment for interfacing new SATCOM equipment with existing equipment, (Baseline \$28,869). 4,048
2. Increase provides engineering and technical support and Cryptologic equipment repair support. These upgrades are required to provide adequate security for information warfare systems, (Baseline \$14,146). 2,431
3. Increase provides life cycle support for the newly fielded Automated Network Control Center and remote control systems, (Baseline \$75,487). 1,473
4. Funding supports initiative to provide common information systems software for systems standardization, (Baseline \$16,782). 1,031
5. Increase reflects communications support to Fleet commanders for Video Teleconferencing and increased tactical data throughput capacity, (Baseline: \$23,459). 900
6. Increase provides engineering support for the newly deployed Navigation Sensor Support Interface program, (Baseline: \$2,506). 418
7. Increased test equipment required for maintenance and quality control of upgraded transmission equipment, such as antennas, at Naval shore communications centers worldwide, (Baseline: \$75,487). 401
8. Increase required to support the transition to the Navy Key Distribution which upgrades protection, distribution and management of classified information, (Baseline: \$3,007). 325
9. Reflects computer hardware and software upgrades for automation of communications circuit monitoring, (Baseline: \$75,487). 227
10. Increase reflects additional communication links required to support the Inter-American Naval Telecommunications Network (TANTN) conversion from High Frequency to satellite communications frequency, (Baseline: \$23,459). 134

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd) \$ in 000

11. Increase supports additional use of multi-plexer communications equipment which combine multiple circuits for transmission over a single path. The multi-plexers are service interoperable and critical to implementing downsizing requirements, (Baseline: \$75,487).	105
12. Funding supports upgrades of command and control infrastructure on the USNS Blue Ridge, (Baseline: 40,373).	100

Infrastructure Changes

1. Increase reflects BRAC decision giving BUPERS the base operations responsibility for Naval Support Activity, Memphis, (Baseline: \$0).	24,900
2. Increase supports elimination of antiquated message equipment with new equipment and software, and allows send/receive of messages to be done automatically via dial in service. These initiatives are required to support continued downsizing, (Baseline \$75,487).	3,421
3. Increase in Navy Public Works Center costs due to additional personnel located at Naval District Washington due to BRAC realignments, (Baseline: \$6,255).	1,599

Legislative Intent

1. Increase provides for additional civilian personnel and related costs in support of emergent environmental compliance requirements (+30 E/S, + 8 W/Y), (Baseline: \$229,230).	5,785

15. Program Decreases	
A. Annualization of FY 1995 Decrease	
1. Decline in civilian personnel commensurate with Navy downsizing (-16 W/Y), (Baseline: \$394,547).	(-852)
2. Reductions in civilian personnel costs due to closure of Legal Service Office Charleston and Memphis as part of BRAC (-6 W/Y), (Baseline: \$7,071).	-642
	-210
	-155,078

B. One Time FY 1995 Decreases	
1. Decrease in funding for Base Structure Analysis Team (BSAT) support costs, (Baseline: \$1,000).	(-1,935)
	-1,029

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

2. Alternative Energy for Korea, (Baseline: \$880).	-906
C. Other FY 1996 Program Decreases	
Infrastructure	(-152,291)
1. Reduction in support costs commensurate with overall Navy downsizing; including civilian personnel compensation (-218 E/S, -235 W/Y), travel, supplies and materials, printing, equipment purchases and maintenance, communications, other contracts, rents, utilities, intragovernmental, postal, ADP and other support costs.	-64,949
2. Decrease reflects the downsizing/closure of NCTC Jacksonville (\$964), NCS Stockton (\$4,949), NCTS London (\$790), NCTAMS WESTPAC (\$9,785), and NCTS Newport (\$676), (Baseline: \$229,230).	-17,164
3. Reduction in GSA lease office space costs due to the relocation of Headquarters staff offices to government owned property as a result of Base Realignment and Closure (BRAC) decisions, (Baseline: \$2,805).	-4,690
4. Decrease reflects reduced environmental, WWMCCS and secure program leased lines due to infrastructure downsizing and affordability, (Baseline \$23,459).	-3,606
5. Reductions in INSURV inspections due to downsizing, (Baseline: \$3,931).	-2,662
6. Reduction in uniform sales and ship stores support, (Baseline: \$10,639).	-2,298
7. Reflects reduction in costs of food items for the Subsistence-in-Kind program, (Baseline: \$221,177).	-2,082
8. Reductions reflect savings from closure of Naval Telecommunication Centers Charleston, Mare Island, and Orlando (-4 E/S, -11 W/Y), (Baseline \$75,487).	-377
9. Reductions in costs due to closure of Naval Legal Service Office Treasure Island, Orlando, Charleston, Memphis, and Philadelphia (-9 E/S, -7 W/Y), (Baseline: \$7,071).	-225

Management Initiatives

1. Realignment of satellite operational support to Combat Communications to more accurately reflect mission, (Baseline: \$75,487).	-2,651

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Service-wide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

2. Decrease reflects the reduction of Activities Providing Telephone Service (APTS) regional coordinator regions from ten to four, (Baseline: \$229,230).	-1,550
3. Reflects savings resulting from usage of the IMPAC Bank Card for purchases below the micropurchases threshold (-198) and from the use Electronic Funds transfer as the standard method for paying travel vouchers (\$-6).	-204

Execution/Fact of Life

1. Decrease reflects DIA supply credit not received.	-9,587
2. Decrease in Unemployment Compensation payments based on Department of Labor estimates, (Baseline: \$25,113).	-3,976
3. Reduction reflects remaining logistics support associated with the FY 1995 transfer of Naval Telecommunications System (NAVTELSYSIC) to DIS, (Baseline: \$2,821).	-2,821
4. Decrease in D.C. Water and Sewage costs based on current estimates by the Department of the Navy, (Baseline: \$5,540).	-1,163
5. Decrease reflects reduction for separation pay (\$-237), lump sum leave (\$-79), and the requirement to pay 9 percent of basic pay to the Civil Service Retirement and Disability Fund for each employee who has received a voluntary separation incentive payment (\$-130), (Baseline \$32,004).	-446

Strategy and Policy Changes

1. Decrease reflects reduction of routine Defense Switched Network services and level of precedence within the continental United States, (Baseline: \$23,459).	-9,152
2. Reduction reflects savings associated with review and revalidation of circuit leases and Secure Telephone Units (STU III), (Baseline: \$75,487).	-4,073
3. Decrease reflects termination of the Continuing Evaluation Program (\$3,798K), and the Integrated Verdin Transmit Terminal program (\$128K) due to reduced emphasis on submarine warfare, (Baseline \$22,001).	-3,926

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

4. Decrease reflects engineering and logistics support reductions in the Key Management and Secure Voice programs to systems nearing the end of their operational life, (Baseline: \$14,146).	-1,157
5. Reduction reflects decreased AUTODIN services as the Defense Message System is further implemented throughout the Navy, (Baseline \$23,459).	-1,091
6. Completion of collateral equipment purchases and BEQ modifications for MILCON projects at USNA, NDW, SPACECOM and NCTAMS WESTPAC, (Baseline: \$229,230).	-977
7. Decrease reflects Burdensharing agreement with the Government of Japan (GOJ) that provides that GOJ fund all Foreign National Indirect Hires, (Baseline: \$229,230).	-491
-
- Legislative Intent
- | | |
|--|--------|
| 1. Workforce Restructure Act. | -9,785 |
| 2. Reflects reduction in Alcohol Rehabilitation programs, (Baseline: 1,000). | -1,030 |

Modernization Changes

1. Decrease reflects reduced engineering costs for antiquated VLF/LF transmitters replaced by newer upgraded transmitters.	-158

16. FY 1996 President's Budget Request

1,758,993

17. Pricing Adjustments

A. Annualization of FY 1996 Pay Raise

1. Classified

2. Foreign National Direct Hire

B. FY 1997 Pay Raise

1. Classified

2. Wage Board

3. Foreign National Direct Hire

C. Defense Business Operating Fund (DBOF)

1. Supplies, Material, and Equipment

2. Fuel

(2,505)

2,250

3

(7,933)

7,612

258

63

(2,693)

2,652

41

52,209

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

	<u>\$ in 000</u>
 C. Reconciliation of Increases and Decreases (cont'd)	
D. Other Defense Business Operating Fund	(25,353)
E. Foreign National Indirect Hire	(16)
F. Other Pricing	(13,709)
 18. Program Increases	 31,382
A. Other FY 1997 Program Increases	(31,382)
<u>Execution/Fact of Life</u>	
1. Increase due to cable replacement costs and automation of billing systems of Activities Providing Telephone Services, (Baseline: \$205,234).	844
2. Increase in long haul communications costs of Defense Data of Defense Data Network customers.	561
3. Increase to fund Injury Compensation claims, (Baseline: \$16,257).	518
4. Increase to support the Armed Forces Satellite Transmitted Radio Service-Ship program, (Baseline: \$2,074).	273
5. Increase in support costs for A-12 litigation, (Baseline: \$20,085).	120
 <u>Management Initiative</u>	
1. Increase reflects CIM initiative to regionalize and modernize civilian personnel systems, (Baseline: \$1,500).	4,155
2. Reflects realignment of non-centrally managed equipment purchases from the procurement accounts.	835
 <u>Modernization Changes</u>	
1. Increase supports leased lines required for remote control costs due to station remoting/automation, (Baseline: \$59,817).	12,128
2. Increase supports software integration and testing of the new generation of off-the-shelf open architecture submarine communications equipment which is NATO interoperable, (Baseline \$10,585).	3,090
3. Increase reflects additional EHF/SHF terminals being fielded; and additional engineering support to bring tactical receiver equipment to full operational capability, (Baseline \$33,425).	592

\$ in 000

C. Reconciliation of Increases and Decreases (cont'd)

4. Increase supports continual operational implementation of multiple broadcast services, integrated and interoperable data transfer, and broadcast and bandwidth management for upgraded Fleet communications, (Baseline \$11,846K).	514
5. Increase supports the Shore LF/VLF Solid State Power Amplifier Replacement program to provide an upgraded common transmitter to replace existing vacuum tube transmitters, (Baseline \$4,497).	416

Quality of Life

1. Increase in MWR to achieve DON directed Quality of Life (QOL) standards, (Baseline: \$49,142).	2,685
2. Purchase of collateral equipment for various MILCON projects, (Baseline: \$60,218).	1,239
3. Increase to provide necessary maintenance and repair of real property projects at various sites, (Baseline: \$60,218)	640
4. Increase for the Sexual Assault Victim Intervention (SAVI) Program, (Baseline: \$1,303).	629

Infrastructure

1. Increase for efforts to support the Bureau of Naval Personnel relocation to Memphis as directed by BRAC (+2 E/S, +1 W/Y), (Baseline: \$25,333).	1,463
2. Increase reflects additional PWC costs at Naval District Washington due to BRAC consolidations, (Baseline: \$8,667)	402
3. Increase in civilian personnel compensation due to NAVFAC headquarters move that was not funded in BRAC (+9 E/S, +12 W/Y), (Baseline: \$205,234).	278

19. Program Decreases

-100,768

A. Annualization of FY 1996

Infrastructure

1. Decrease reflects full year costs for decline in civilian personnel commensurate with overall Navy downsizing (-9 W/Y), (Baseline: \$29,756).	(-574)
	-414

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

2. Decrease reflects full year costs for civilian personnel reductions due to closure of Naval Legal Service Office Treasure Island and Orlando (\$-4 W/Y), (Baseline: \$7,580).	-160
B. Other FY 1997 Program Decreases	
Execution/Fact of Life	(-100,194)
1. Decrease reflects the phase down in the Naples and Eastpac relocation projects, (Baseline: \$14,767).	-6,015
2. Reduced contractual support for the Electronic Military Personnel Record System (EMPRS), (Baseline: \$11,629).	-5,498
3. Reduction in Unemployment Compensation costs based on Department of Labor estimates, (Baseline: \$21,137).	-3,350
4. Decrease reflects reduced technical management and logistics support requirements for the NAVSTAR Global Positioning System as the system is incorporated throughout the Navy, (Baseline \$2,951).	-501
5. Completion of software development efforts for Source Data Base System Milestone III, (Baseline: \$19,141).	-339
6. Decrease reflects reduced Multilevel Information System Security Initiative engineering and technical support after initial start-up completed, (Baseline \$4,860).	-90

Infrastructure Reductions

1. Decrease in civilian personnel compensation and associated support costs due to base realignment and closure (BRAC) actions and overall Navy downsizing for the following:	-30,842
a. Naval Air Systems Command Headquarters relocation (-9,476) (-143 E/S, -132 W/Y), (Baseline: \$20,076).	
b. Other Headquarters staff relocations from GSA leased spaces (\$-4,102) and Pentagon Reservation office spaces (\$-3,619), (Baseline: \$84,489).	
c. Naval Facilities Command Headquarters relocation (-8 E/S, -4 W/Y), (\$-288) (Baseline: \$10,178).	
d. Navy Information Office East (NY closure), (\$-41).	
e. Naval Legal Service Offices consolidations at remote locations (-165) (-8 E/S, -4 W/Y), (Baseline: \$6,941).	

\$ in 000

C. Reconciliation of Increases and Decreases (cont'd)

f. Legal Service Support Group costs (-418) (-4 W/Y), (Baseline: \$2,639).	
g. Chief of Naval Education and Training relocation (-58), (Baseline: \$205,234).	
h. Overall Navy downsizing (-12,675) (-130 E/S, -130 W/Y), (Baseline: \$140,651).	-12,184
2. Reduction in Subsistence-in-Kind program consistent with military personnel reductions, (Baseline: \$222,333).	
3. Decrease in payments to the Defense Finance and Accounting Service (DFAS) reflects reduced workload due to downsizing, (Baseline: \$376,400).	-5,590
4. Decrease in NAVSEA Headquarters Shore Environmental Program enables a reduction of personnel (-2 E/S, -1 W/Y), (Baseline: \$205,234).	-118
5. Elimination of NAVFAC Headquarters Physical Security Program, (Baseline: \$205,234).	-78

Modernization

1. Decrease reflects automation/modernization initiatives such as equipment upgrades which will result in increased hardware reliability, lower level of spare parts support and reduced Defense Communication System costs, (Baseline: \$70,624).	-5,637
2. Decrease reflects replacement of Local Digital Message Exchange and Naval Communication Processing and Routing Systems equipment with upgraded hardware, and reduced software support, (Baseline: \$70,624).	-3,997
3. Reduction reflects replacing analog circuits with digital circuits for backup dedicated connections within the telecommunication and computer network, (Baseline: \$58,817).	-8,301

Management Initiatives

1. Reduction reflects decrease in overall continental United States Defense Switched Network service and review and revalidation of outside continental United States DSN requirements, (Baseline: \$59,817).	-10,695

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

\$ in 000

-857

2. Decrease reflects completion of information system software/hardware commonality initiative to provide telecommunications and computer stations the capability to exchange and share a wide range of data base information even as equipment and software is upgraded, (Baseline: \$15,696).

-372

3. Decrease reflects increased savings from continued use of the Bank Card.

Legislative Intent

-5,730

1. Decrease in environmental compliance funding as projects near completion (-9 E/S, -9 W/Y), (Baseline: \$205,234).

20. FY 1997 President's Budget Request

1,741,816

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation

SECNAV Staff

	FY 1994		FY 1995		FY 1996		FY 1997	
	MIL	CIV	MIL	CIV	MIL	CIV	MIL	CIV
	ES	ES (\$000)	ES	ES (\$000)	ES	ES (\$000)	ES	ES (\$000)
Subtotal CIVPERS Funding		50,322		46,069		44,432		43,220
General Support Funding		25,041		22,123		24,937		24,675
Total Funding	221	543 75,363	221	503 68,192	221	503 69,369	220	503 67,895

CNO Staff

	FY 1994		FY 1995		FY 1996		FY 1997	
	MIL	CIV	MIL	CIV	MIL	CIV	MIL	CIV
	WY	WY (\$000)	WY	WY (\$000)	WY	WY (\$000)	WY	WY (\$000)
Subtotal CIVPERS Funding		20,893		19,181		19,038		18,740
General Support Funding		3,695		4,162		4,190		4,356
Total Funding	779	319 24,588	751	297 23,343	747	285 23,228	718	274 23,096

Naval Audit Service

	FY 1994		FY 1995		FY 1996		FY 1997	
	Work	Work	Work	Work	Work	Work	Work	Work
	(\$000)	Years Units	(\$000)	Years Units	(\$000)	Years Units	(\$000)	Years Units
Performance Audits*	20,990	306 101	20,474	296 101	17,622	246 99	16,477	227 96
CFO Audits	8,943	131 9	9,451	133 4*	12,655	173 5	13,262	179 5
Operational Support	2,185	32 33	2,216	31 32	2,194	31 32	2,144	30 32
Research	5,803	85 125	5,887	83 125	5,829	82 122	5,695	79 118
NIS Assists/MGT Consults	2,115	31 40	2,148	31 40	2,126	29 38	2,075	28 36
Total	40,036	585	40,176	574	40,426	561	39,653	543

* The number of work units are decreasing due to a DODIG directive to consolidate several audits into a single report. Also, does not include resources to perform additional CFO audits of general funds as required by the proposed legislation in the Government Management Reform Act of 1994.

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

Command and Administration

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Number of Programs Supported	122	122	152	152
Number of Field Activities Supported	55	53	62	59
Total Civilian Population Supported	24,728	24,548	25,829	25,075
Total Military Population Supported	1,474	1,460	1,682	1,602

Public Affairs (Units)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Requests for Information	381,154	381,550	383,975	385,125
Navy Releases	558,014	592,960	67,555	65,980
Home Town News Releases	2,132,937	1,869,773	1,642,973	1,448,973
Community Relations Events/ Embarkations	10,671	10,388	10,153	9,984
Magazines Published and Distributed	488,026	508,027	408,027	408,027

Civilian Manpower Management

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Civilian Personnel Served				
US Direct Hire	255,112	240,115	226,687	216,653

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>Military Manpower Management</u>				
<u>Military Personnel Served</u>				
Active Duty	464,376	435,200	424,400	405,400
Officer	61,750	60,000	58,805	56,550
Enlisted	402,626	375,200	365,195	348,850

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>Naval Legal Service Command</u>				
Number of General Court-Martial to Convening Authority	340	400	400	400
Number of Special Court-Martial to Convening Authority	1,506	1,500	1,500	1,500
Number of Summary Court-Martial (NLSC Involvement)	68	70	70	70
Number of JAG Manual Investigations	6,370	6,400	6,200	6,000
Number of Personnel Claims Completed	25,234	24,000	23,000	22,000
Number of Admiralty Claims Completed	36	50	50	50
Number of Other Claims Completed	28,830	22,000	21,000	19,000
Number of Article 32 Investigations Completed	358	400	400	400
Number of Administrative Boards Completed	3,090	3,100	3,100	3,100
Number of Cases Reviewed in Physical Evaluation Boards	3,182	3,200	3,200	3,200
Number of Personnel Represented in Foreign Criminal Jurisdiction Cases	15,900	16,000	16,000	16,000
Number of Legal Assistance Clients Seen	241,486	216,000	205,000	185,000
<u>Board of Inspection and Survey</u>				
Number of Ship Inspections	146	167	159	159
<u>Naval Historical Center</u>				
Navy Memorial Museum	737	819	836	857
Navy Department Library	638	665	679	696
Operational Archival Branch	540	562	573	588
Curator Branch	687	716	731	749
Historical Research	1,864	1,815	1,756	1,794
Ships History Branch	491	511	521	535
Total, Historical Center	4,957	5,088	5,096	5,219
<u>Naval Safety Center</u>				
Number of Mishap Investigations	81	75	79	83
Number of Safety Surveys	418	485	505	465
Number of Safety Presentations/Meetings/Conferences	361	365	329	315

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Number of Safety Assist Visits	49	75	75	75
Number of Safety Data Analysis/Studies Conducted	35,748	36,700	39,400	39,600
Number of Printed Safety Awareness Lessons Learned/Training Support Materials/Articles/Recommendations/Developed/Distributed	612,033	537,600	537,600	537,600
Number of Audio-visual Safety Awareness Training Support Materials developed/HAWKITS revised to video/Distributed	224	140	140	140
Number of Safety Instructors/Safety Officers trained	158	250	250	250
Number of Training Programs/Syllabi/Reviewed/Developed	60	75	70	70
Mishap Reports Processed	19,231	22,500	22,500	22,500
<u>Historical Ships</u>				
USS CONSTITUTION - Visitors	1,500,000	1,500,000	1,500,000	1,500,000
<u>Retail Sales Operations (000s)</u>				
Sales of L-1 Uniforms	24,500	25,000	25,500	26,000
Ships Stores Sales	111,500	109,600	106,900	103,400

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

Morale, Welfare and Recreation

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1) <u>Fleet Motion Picture Program</u>				
Feature Films	156	156	156	156
Copies of feature films	29	29	29	29
Film classics	104	104	104	104
Theaters	268	268	268	268
Projectors maintained	450	450	450	450
Copies of videocassettes	575	510	500	475
2) <u>Fleet/Shore Recreation and Fitness Program</u>				
Training Camps	14	12	12	12
Camp participants	380	425	425	425
Ships outfitted	85	85	85	85
Shore equipment	65	65	65	65
3) <u>Child Development Program</u>				
Child Development Centers	160	157	155	155
New Family Child/Day Care Homes	1,750	1,800	1,850	1,900
4) <u>Youth Center Program</u>				
Youth centers receiving equipment	80	83	81	76
Training sessions	5	4	4	4

IV. Performance Criteria and Evaluation (cont'd)

Subsistence-in-Kind

Daily Rates of Subsistence
in the General Messes:

ASHORE CONUS	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
	\$4.48	\$4.68	\$4.76	\$4.78
ASHORE OVERSEAS	\$4.97	\$5.13	\$5.21	\$5.24
AFLOAT	\$4.81	\$4.98	\$5.06	\$5.09
SUPPLEMENTAL ALLOWANCES	\$.37	\$.45	\$.45	\$.46
CONTRACT MESSES	\$4.59	\$5.38	\$5.47	\$5.50
HOSPITAL FEEDINGS	\$.76	\$1.05	\$1.06	\$1.07
MILITARY SEALIFT COMMAND	\$1.94	\$1.77	\$1.80	\$1.81
COAST GUARD	\$.59	\$.59	\$.60	\$.60

COMPUTATION OF FUND REQUIREMENTS IS PROVIDED IN THE FOLLOWING TABLE:

PERSONNEL STATISTICS:

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
ENLISTED STRENGTH	416,514	386,243	365,650	348,973
ON MONETARY ALLOWANCE	226,893	210,168	197,878	186,987
SPECIAL RATIONS	<u>634</u>	<u>603</u>	<u>603</u>	<u>603</u>
TOTAL REDUCTIONS	227,527	210,771	198,481	187,590
NAVY ENLISTED				
ENLISTED TO BE SUBSISTED	188,987	175,472	167,169	161,383
PLUS OTHER SERVICES ENTITLED TO BE SUBSISTED IN NAVY GENERAL MESSES	8,531	8,275	8,288	8,271
MINUS NAVY ENLISTED ENTITLED TO BE SUBSISTED IN OTHER SERVICES GENERAL MESSES	<u>1,140</u>	<u>1,055</u>	<u>986</u>	<u>956</u>
TOTAL ENLISTED TO BE SUBSISTED	196,378	182,692	174,471	168,698

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE
 SUBSISTED IN GENERAL MESSES

	FY 1994			FY 1995		
	GROSS NUMBER	% ABSENT	NET NUMBER	GROSS NUMBER	% ABSENT	NET NUMBER
CONUS:						
NAVY	44,182	0.46	23,858	41,022	0.46	22,152
OTHERS	2,160		2,160	2,120		2,120
OVERSEAS:						
NAVY	9,148	0.48	4,757	8,494	0.48	4,417
OTHERS	829		829	666		666
AFLOAT:						
NAVY	134,517	0.29	95,507	124,901	0.30	87,431
OTHERS	5,542		5,542	5,489		5,489
TOTAL	196,378		132,653	182,692		122,275

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE SUBSISTED IN GENERAL MESSES						
	FY 1996			FY 1997		
	GROSS NUMBER	% ABSENT	NET NUMBER	GROSS NUMBER	% ABSENT	NET NUMBER
CONUS:						
NAVY	39,086	0.46	21,106	37,733	0.47	19,998
OTHERS	2,115		2,115	2,111		2,111
OVERSEAS:						
NAVY	8,093	0.48	4,208	7,813	0.48	4,063
OTHERS	663		663	662		662
AFLOAT:						
NAVY	119,004	0.31	82,113	114,881	0.33	76,970
OTHERS	5,510		5,510	5,498		5,498
TOTAL	174,471		115,715	168,698		109,302

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE
SUBSISTED IN GENERAL MESSES
(IN THOUSANDS OF DOLLARS)

	FY 1994			FY 1995		
	NUMBER	RATE DAILY	RATE ANNUAL	NUMBER	RATE DAILY	RATE ANNUAL
SUBSISTENCE IN GENERAL MESSES						
BASIC ALLOWANCE						
CONUS:						
NAVY	23,858	\$4.48	1,635.20	22,152	\$4.68	\$1,708.20
OTHERS	2,160	\$4.48	\$1,635.20	2,120	\$4.68	\$1,708.20
OVERSEAS:						
NAVY	4,757	\$4.97	\$1,814.05	4,417	\$5.13	\$1,872.45
OTHERS	829	\$4.97	\$1,814.05	666	\$5.13	\$1,872.45
AFLOAT:						
NAVY	95,507	\$4.81	\$1,755.65	87,431	\$4.98	\$1,817.70
OTHERS	5,542	\$4.81	\$1,755.65	5,489	\$4.98	\$1,817.70
TOTAL	132,653		\$230,085	122,275		\$219,879

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE
SUBSISTED IN GENERAL MESSES
(IN THOUSANDS OF DOLLARS)

	FY 1996			FY 1997		
	NUMBER	RATE DAILY	RATE ANNUAL	NUMBER	RATE DAILY	RATE ANNUAL
SUBSISTENCE IN GENERAL MESSES			AMOUNT			AMOUNT
BASIC ALLOWANCE						
CONUS:						
NAVY	21,106	\$4.76	\$1,742.16	19,998	\$4.78	\$1,744.70
OTHERS	2,115	\$4.76	\$1,742.16	2,111	\$4.78	\$1,744.70
OVERSEAS:						
NAVY	4,208	\$5.21	\$1,906.86	4,063	\$5.24	\$1,912.60
OTHERS	663	\$5.21	\$1,906.86	662	\$5.24	\$1,912.60
AFLOAT:						
NAVY	82,113	\$5.06	\$1,851.96	79,970	\$5.09	\$1,857.85
OTHERS	5,510	\$5.06	\$1,851.96	5,498	\$5.09	\$1,857.85
TOTAL	115,715		\$209,773	109,302		\$200,824

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE
 SUBSISTED IN GENERAL MESSES
 (IN THOUSANDS OF DOLLARS)

	FY 1994			FY 1995		
	NUMBER	RATE DAILY	ANNUAL AMOUNT	NUMBER	RATE DAILY	ANNUAL AMOUNT
OPERATIONAL RATIONS						
FLIGHT/BOAT RATIONS			\$227			\$234
EMERGENCY RATIONS			890			918
ROTATION OF OPERATIONAL RATIONS			<u>721</u>			<u>600</u>
TOTAL			<u>\$1,838</u>			<u>\$1,752</u>
AUGMENTATION RATIONS						
SUPPLEMENTAL ALLOWANCES	32,226	\$0.37	\$135.05	29,837	\$0.45	\$164.25
			<u>\$4,352</u>			<u>\$4,901</u>

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE
 SUBSISTED IN GENERAL MESSES
 (IN THOUSANDS OF DOLLARS)

	FY 1996			FY 1997		
	NUMBER	RATE DAILY	RATE ANNUAL	NUMBER	RATE DAILY	RATE ANNUAL
OPERATIONAL RATIONS						
FLIGHT/BOAT RATIONS			\$238			\$239
EMERGENCY RATIONS			933			938
ROTATION OF OPERATIONAL RATIONS			<u>487</u>			<u>490</u>
TOTAL			\$1,658			1,667
AUGMENTATION RATIONS						
SUPPLEMENTAL ALLOWANCES	28,254	\$0.45	\$164.70	26,864	\$0.46	\$167.90
			<u>\$4,653</u>			<u>\$4,510</u>

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE
 SUBSISTED IN GENERAL MESSES
 (IN THOUSANDS OF DOLLARS)

	FY 1994			FY 1995		
	NUMBER	DAILY	RATE	NUMBER	DAILY	RATE
			ANNUAL			ANNUAL
			AMOUNT			AMOUNT
OTHER PROGRAMS						
NEW FOOD ITEM						
PROGRAM						
						0
CONTRACT						
MESSES	634	\$4.59	\$1,675.35			
			\$1,062	603	\$5.38	\$1,963.70
						\$1,184
INVENTORY						
ADJUSTMENT						
			(\$855)			(\$1,612)
SURVEYS /						
SPOILAGE			\$3,328			\$3,213

Budget Activity: 04 - Administration and Servicewide Activities
 Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE
 SUBSISTED IN GENERAL MESSES
 (IN THOUSANDS OF DOLLARS)

	FY 1996			FY 1997		
	NUMBER	RATE DAILY	RATE ANNUAL	NUMBER	RATE DAILY	RATE ANNUAL
OTHER PROGRAMS						
NEW FOOD ITEM PROGRAM				0		0
CONTRACT MESSES	603	\$5.47	\$2,002.02		\$5.50	\$2,007.50
INVENTORY ADJUSTMENT			\$1,207	603		\$1,211
SURVEYS/ SPOILAGE			(866)			(487)
			\$3,110			\$2,965

Budget Activity: 04 - Administration and Service-wide Activities
 Activity Group: Service-wide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

DISTRIBUTION OF BALANCE ENTITLED TO BE
 SUBSISTED IN GENERAL MESSES
 (IN THOUSANDS OF DOLLARS)

	FY 1994			FY 1995		
	NUMBER	RATE DAILY	ANNUAL AMOUNT	NUMBER	RATE DAILY	ANNUAL AMOUNT
ADJUSTMENT FOR VARIANCE BETWEEN GENERAL MESS RATES AND ACTUAL COST OF FEEDING						
1) HOSPITAL	2,846	\$.76	\$277.40	2,012	\$1.05	\$383.25
			\$789			\$771
2) MILITARY SEALIFT COMMAND	496	\$1.94	\$708.10	470	\$1.77	\$646.05
			\$351			\$304
3) COAST GUARD	3	\$.59	\$215.35	3	\$.59	\$215.35
			\$1			\$1
SALES OF MEALS- RATE/BDFA COST OF FOOD VARIANCE			178			699
FOREIGN CURRENCY FLUCTUATION			(969)			(505)
DIA COST CREDIT (FY 1995)			0			(9,410)
SALES OF MEALS- BULK SUBSISTENCE			\$ 38,795			\$ 42,748
TOTAL			\$ 42,680			\$ 37,393
GRAND TOTAL			\$ 278,955			\$ 263,925
LESS REIMBURSABLES OBLIGATIONS			\$ 38,795			\$ 42,748
TOTAL DIRECT REQUIREMENT			\$ 240,160			\$ 221,177

Budget Activity: 04 - Administration and Service-wide Activities
 Activity Group: Service-wide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

	FY 1996			FY 1997				
	NUMBER	RATE DAILY	RATE ANNUAL	AMOUNT	NUMBER	RATE DAILY	RATE ANNUAL	AMOUNT
ADJUSTMENT FOR VARIANCE BETWEEN GENERAL MESS RATES AND ACTUAL COST OF FEEDING								
1) HOSPITAL	1,905	\$1.06	\$387.96	\$739	1,818	\$1.07	\$390.55	\$710
2) MILITARY SEALIFT COMMAND	449	\$1.80	\$658.80	\$296	449	\$1.81	\$660.65	\$297
3) COAST GUARD	3	\$.60	\$219.60	\$1	3	\$.60	\$219.00	\$1
SALES OF MEALS- RATE/BDFA COST OF FOOD VARIANCE				0				0
FOREIGN CURRENT FLUCTUATION				(482)				(482)
DLA COST CREDIT				0				0
SALES OF MEALS- BULK SUBSISTENCE				\$ 42,284				\$ 41,529
TOTAL				\$ 46,289				\$ 45,744
GRAND TOTAL				\$ 264,617				\$ 252,745
LESS REIMBURSABLES OBLIGATIONS				\$ 42,284				\$ 41,529
TOTAL DIRECT REQUIREMENT				\$ 222,333				\$ 211,216

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Service-wide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>Fleet Ballistic Missile (FBM) Strategic Communications Program (Units)</u>				
CEP Analysis and Assessments (W/Y)	17.5	17.2	0	0
Integrated Verdin Transmit Terminal	4.0	1.0	0	0
Interference Mitigation and Biological & Ecological Studies (Sites)	2.0	2.0	2.0	2.0
Other	Various	Various	Various	Various
<u>Information Security (Units)</u>				
<u>Systems Support</u>				
Key Management	1	1	1	1
Secure Voice Systems	7	7	7	7
Secure Data Systems	2	1	1	1
Other	Various	Various	Various	Various
<u>Software Support</u>				
Key Management	1	1	1	1
<u>Field Support (Surveys)</u>				
	150	150	150	150
<u>Global Pre-Positioning System (GPS) --Units</u>				
	592	612	612	612

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Service-wide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

Base Operations Support (\$000)					
	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	
Operation and Maintenance, Navy	266,965	262,097	271,900	277,103	
Other Base Operating Support	168,226	174,589	152,522	156,510	
Real Property Maintenance	39,757	42,194	61,613	65,158	
Base Communications	46,577	28,044	34,099	37,002	
Environmental Compliance	4,541	8,260	14,120	8,884	
Bachelor Quarters Operations	419	381	302	320	
Morale, Welfare, and Recreation	7,445	8,629	9,244	9,229	
	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	
PROGRAM DATA					
Number of Installations					
Active Forces					
CONUS	2	2	3	3	
	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	
Other Criteria					
Number of BEQ					
Rooms:					
	943	948	948	948	
Number of BOQ Room:	43	43	43	43	
Motor Vehicles Owned:	504	504	821	821	
Leased Long Term:	241	241	247	247	
Leased Short Term:	17	17	17	17	
Child Care Center Spaces:	265	508	715	715	
Supv. Home Care Spaces:	229	304	304	304	
GSA Leased Space (000 SF):	9,805	9,791	9,376	9,278	
GSA Leased Space Cost (\$000):	42,873	44,034	42,858	39,893	
Non-GSA Lease Space (000 SF):	12	12	12	12	
Non-GSA Lease Space Cost (\$000):	74	76	78	80	

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Servicewide Support (cont'd)

IV. Performance Criteria and Evaluation (cont'd)

Maintenance and Repair

Utilities (\$000):	5,097	7,628	7,400	8,168
Floor Space (000 SF):	8,934	8,963	13,313	13,294
Pavement (SY):	1,991,504	1,991,654	1,991,654	1,991,654
Land (acre):	5,730	5,026	5,026	5,026
RR Trackage (miles):	40	40	40	40
Piers, Wharves (F):	12,067	12,067	12,067	12,067
Facility Value CPV (\$000):	1,232,792	1,290,570	1,329,161	1,352,248

V. Personnel Summary

	FY 1994	FY 1995	FY 1996	FY 1997	Change FY 1995/FY 1996	Change FY 1996/FY 1997
End Strength (E/S)						
A. Military (Total)	11,075	10,732	10,276	9,536	-456	-740
Officer	2,774	2,787	2,595	2,508	-192	-87
Enlisted	8,931	7,945	7,681	7,028	-264	-653
Civilian (Total)	7,298	6,820	6,654	6,365	-166	-289
USDH	7,082	6,619	6,470	6,181	-149	-289
FNDH	75	77	69	69	-8	0
FNH	141	124	115	115	-9	0
Work Years (W/Y)						
B. Military (Total)	12,648	11,175	10,495	9,898	-680	-597
Officer	2,905	2,770	2,687	2,545	-83	-142
Enlisted	9,743	8,405	7,808	7,353	-597	-455
Civilian (Total)	7,572	6,856	6,624	6,340	-232	-284
USDH	7,346	6,655	6,440	6,156	-215	-284
FNDH	72	77	69	69	-8	0
FNH	154	124	115	115	-9	0

**Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates**

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support

I. Description of Operations Financed

Logistic Operations and Technical Support provides funding for logistic operation services and technical support services required to uphold and sustain the operating forces and weapon systems within the Navy. Logistic operations provide servicewide transportation of all Navy cargo, mail, troops, etc. Technical support services are primarily provided by the Navy Systems Commands. These funds provide support for civilian and military personnel assigned to DoN acquisition programs including life cycle management, acquisition management, and program management of air systems, ship systems, combat/weapon systems, and space and electronic warfare systems. Additionally, technical support includes class/system engineering and the Integrated Logistic Support (ILS) for surface, undersea, air, space and electronic weaponry, and the interoperability of each system with one another. Programs supporting this activity group include servicewide transportation; planning, engineering, and design; acquisition and program management; air systems support; hull, mechanical, and electrical support; combat/weapon systems; and space and electronic warfare. Furthermore, this activity group includes the cost of operating shore facilities which support logistic operations and technical support.

Servicewide Transportation - The Servicewide Transportation (SWT) program is Navy-wide and purchases transportation services from DoD industrially funded activities which include the Air Mobility Command (AMC), the Military Sealift Command (MSC), and the Military Traffic Management Command (MTMC). Additionally, SWT purchases transportation services from private sector firms which include aircraft, truck, bus, rail, barge, and freight forwarding services. SWT services include first destination transportation (FDT), second destination transportation (SDT), and continental United States terminal services in conjunction with cargo movements.

Planning, Engineering and Design - This sub-activity group provides funding for ship system acquisition studies and reports for the improvement of ship acquisition planning and ship construction projects. Planning, engineering, and design support is provided for facility related programs including federal military standards, ocean facilities, materials technology, and energy conservation. Funding for salaries, benefits, and administrative support costs is provided for engineering field divisions and related field activities. Funding for environmental protection programs and energy conservation management is also provided.

Acquisition and Program Management - This sub-activity group provides funding for salaries, administrative expenses, and travel of personnel involved in program management and logistic support for ship systems, aviation systems, space systems, food service systems, material transportation, fuel and petroleum support, and special support operations. Also, funding supports program management for the Navy International Programs Office (NIPO). Funding also provides salaries, benefits, and administrative support for procurement operations personnel who provide technical services for supply programs, major ship and weapon system support programs, and space and weapons warfare programs.

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

Air Systems Support - This sub-activity group provides funding for logistic operations and technical support for air launched missile rework and air launched ordnance and ammunition programs, air engineering services, ground support equipment engineering, technical publications, aircraft structural life survivability, automatic test equipment in-service engineering, automatic test equipment centers, Naval Aviation Logistics Data Analysis (NALDA), electromagnetic interference, standardization documents, support equipment, and integrated logistic support management. Additionally, funding is provided to support salaries, benefits, and administrative support to field operations providing technical services and weapon system support. This sub-activity group also provides funding for airborne anti-submarine warfare support including sonobuoy test support. It also encompasses the Navy's standards reform program.

Hull, Mechanical & Electrical (HM&E) Support - This sub-activity group provides funding for engineering, logistics, and technical support for ship environmental protection equipment and programs. Funding supports technical publications, underway replenishment, ship survivability/damage control, quality and reliability, and HM&E technical support. Funding also supports ship design methodology, federal military standards and specifications, inspection and survey, and marine gas turbines integrated logistic support. Additionally, funding is provided to support salaries, benefits, and administrative support to personnel performing engineering and related functions for establishing and maintaining life-cycle support logistics for HM&E and selected electronic equipment.

Combat/Weapons Systems - This sub-activity group provides engineering support for Shipboard Electromagnetic Compatibility Improvement Program (SEMCIP), Joint Logistics Command, Government/Industry Data Exchange Program, and Total Ship Test/Production Program. Logistics and technical support is provided for sensitive ordnance security, radiation control and health, standardization, quality evaluation, combat system integration, testing, and in-service engineering for multiple ship class combat system computer programs. The Navy Technical Representative Office is also funded to ensure that weapons systems manufacturers conform to contractual requirements.

Space and Electronic Warfare Systems - This sub-activity group provides technical and life cycle support for Navy Command and Control Systems (NCCS) ashore and afloat programs, Anti-Submarine Warfare Operations Center (ASWOC) program, and other Electronic Warfare Programs. These programs provide Meteorological support including site preparation for installation of new systems/equipment and contracted engineering and logistics support associated with new equipment/systems. Engineering and technical support is provided for electronic test and repair, maintenance engineering, technical publications, cover & deception, electronic warfare, naval information programs, portable electronic support measures, other engineering services, tactical electromagnetic program, and electromagnetic compatibility program. Logistics and technical support is funded for Shipboard Non-tactical Automated Data Processing (SNAP), SSN Integrated Communication System, Inspection and Survey, Spare Parts Improvement, Safety, Marine Air Traffic Control Squadrons, Precise Time and Time Interval Maintenance Support, and Navy Occupational Safety and Health. This sub-activity group also provides technical support for Airborne Anti-Submarine Warfare and Surface Ship Anti-Submarine Warfare.

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

Base Support - Base support includes operation of utility systems; public works services; base administration; supply operations; base services such as transportation and security; personnel support functions; bachelor quarters operations; morale, welfare, and recreation operations; real property maintenance; disability compensation; and environmental and hazardous waste management.

II. Force Structure Summary

This activity group provides planning, engineering, design, acquisition management, logistics, and engineering support for 365 and 358 Battle Force Ships in FY 1996 and FY 1997, respectively. Additional program areas supported are provided as follows:

Space and Electronic Warfare programs provide tactics combat intelligence to 29 surface ships and 2 shore sites. Additionally, support is provided to fleet communication centers, carrier battle groups, amphibian readiness groups, and fleet command ships.

Air systems support provides for out-of-production engineering and logistics support for the Navy/Marine Corps operational inventory of aircraft, associated support equipment, automatic test equipment, and other peculiar and common aircraft systems.

Servicewide Transportation provides funding for the majority of the Navy's first and second destination movement of regular and emergent readiness material including ammunition, chemicals, medicine, subsistence, mail, repair parts, and high value repair items.

Facility related programs provide support for the Navy Energy/Environmental Support Activity and four Engineering Field Divisions (EFDs). These activities provide administration management and oversight for Navy and Marine Corps Operations and Maintenance facilities contracts. This program supports Navy logistics and technical operations worldwide. Funds the Navy's execution of real property maintenance through the EFDs.

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Breakout

	FY 1994 Current Estimate	Budget Request	FY 1995 Approp- riation	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
4B1N Servicewide Transportation	244,036	142,315	137,015	156,378	147,132	153,827
4B2N Planning, Eng & Design 1/	688,673	243,258	243,258	255,799	249,620	244,339
4B3N Acquisition and Pgm Mgmt 1/	390,175	393,047	393,047	394,492	426,404	424,186
4B4N Air Systems Support	174,228	375,095	344,095	337,694	302,011	329,847
4B5N Hull, Mech & Electrical Spt	57,770	54,079	54,079	54,469	60,022	69,588
4B6N Combat/Weapons Systems	19,130	37,879	37,879	36,566	41,632	43,308
4B7N Space & Elec Warfare Sys	68,213	73,660	73,660	67,784	68,111	72,200
4B8N Base Support	140,732	131,952	128,952	141,541	158,334	162,087
Subtotal	1,782,957	1,451,292	1,411,992	1,444,723	1,453,266	1,499,382
Technical Adjustments			3,237			
Allocation of Congressional General Adjustments		-2,531				
Anticipated reprogramming						
to support civilian pay raise	0	0	0	-4,429	0	0
Allocation of Congressional General Adjustments						
TOTAL	1,782,957	1,451,292	1,412,698	1,440,294	1,453,266	1,499,382

1/ FY 1995 Current Estimate includes \$4,429 thousand for anticipated reprogramming to support adjustments in civilian pay raise.

B. Reconciliation Summary

	Change FY 1995/FY 1995	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	1,451,292	1,440,294	1,453,266
Congressional Adjustments (Specified)	-39,300	0	0
Congressional Adjustments (General)	-2,531	0	0
Technical Adjustments	3,237	0	0
Price Change	7,677	27,934	42,115
Functional Transfers	60	41,550	0
Program Changes	19,859	-56,512	4,001
Current Estimate	1,440,294	1,453,266	1,499,382

Budget Activity: 04 - Administration & Service-wide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases

		\$ in 000
1.	FY 1995 President's Budget Request	\$1,451,292
2.	Congressional Adjustments (Specified)	
	A. MSC Rate Change	(-5,300)
	B. Logistics and Technical Support	(-31,000)
	C. Arms Control	(-3,000)
3.	FY 1995 Appropriated Amount (Program Specified)	\$1,411,992
4.	Technical Adjustments required to comply with Congressional intent	3,237
5.	Congressional Adjustments (General)	
	A. Civilian Personnel Pay Raise and Locality Pay	(2,130)
	B. Contractor and Consulting Services	(-2,112)
	C. Section 8107	(2,500)
	D. Information Technology (General Reduction)	(-4,767)
	E. FY 1995 Budget Amendment	(-282)
6.	FY 1995 Appropriated Amount	\$1,412,698
7.	Price Growth	
	A. Civilian Pay Raise	4,429
	B. Locality Pay Adjustment	3,248
8.	Functional Transfers	
	A. Inter-Appropriation Transfers In	(60)
	Increase reflects a realignment from Other Procurement, Navy to Operations and Navy to reflect a change in the expense/investment threshold from \$25 thousand to \$50 thousand	60
9.	Program Increases	
	A. Other Program Increases in FY 1995	50,898
	Execution/Fact of Life	
	1) Net increase reflects additional commercial transportation purchases as a result of transportation modal distribution change and also increases to reflect proper funding line for DFAS transportation surcharge payment, (Baseline \$72,717 thousand).	14,063

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

2) Increase reflects additional engineering support for major ship and weapons system acquisition, (+80 ES/+90 WYs), (Baseline \$203,827 thousand).	5,187
3) Increase reflects payment of lump sum annual leave to recipients of Separation Incentive Pay (SIP)/Voluntary Early Retirement Authorization (VERA), (Baseline \$0 thousand).	2,576
4) Increase reflects repricing of civilian personnel costs based on projections of actual on-board rates and the FY 1995 pay raise of 1.6%, (Baseline \$203,827 thousand).	4,613
5) Increase supports additional inspections, surveys and Technical Manual Deficiency Evaluation Reports (TMDERS) for the Hull, Mechanical, and Electrical Support program. Results of inspections performed provide the CNO, on a triennial basis, reports of the condition, operational capability and deficiencies for each ship, (Baseline \$42,477 thousand).	2,482
6) Increase reflects additional Navy-wide environmental program requirements including the preparation of environmental studies, project execution support and underground storage tank replacement, (Baseline \$3,200).	2,525
7) Increase reflects realignment of civilian personnel from reimbursable to direct to support the execution of O&M funded facilities repair and maintenance, minor construction, and for facilities services contracts, (+102 E/S, 114 W/Y).	4,160
8) Increase to properly fund GSA lease payments.	3,860
9) Increase in the Quality Evaluation program reflects additional efforts for surface missiles, undersea weapons and surface munitions to reduce the backlog of ordnance that is to be evaluated in terms of safety, reliability and performance characteristics, (Baseline \$2,216 thousand).	942
10) Increase in the ICSTF/EMI Control program reflects additional lines of code production to support combat system integration testing and in-service engineering for multiple ship class combat systems computer programs, (Baseline \$1,567 thousand).	1,505
11) Increase provides for caretaker costs associated with maintaining NAS Agana until the property transfers to the Government of Guam, (Baseline \$0 thousand).	1,362
12) Increased funding for Electronic Data Interchange and Navy Standardization programs, (Baseline \$10,854 thousand).	3,718

\$ in 000

C. Reconciliation of Increases and Decreases (continued)

Legislative Intent

1) Increase reflects Civil Service Retirement and Disability Fund payment representing 9 percent of the final basic pay of each employee who has received a Voluntary Separation Incentive Payment in accordance with the Federal Workforce Restructuring Act of 1994, (Baseline \$0 thousand).	201
2) Increase reflects Civil Service Retirement and Disability Fund payment representing \$80 for each employee as of 31 March 1995 in accordance with the Federal Workforce Restructuring Act of 1994, (Baseline \$0 thousand).	1,466
3) Increase reflects revised estimate for Federal Employment Compensation Act (FECA) payments, (Baseline \$0 thousand).	238

Management Initiatives/Changes

1) Increased funding for the Material Handling Equipment (MHE) Service Life Extension Program (SLEP) to extend the life of forklift trucks while reducing procurement requirements, (Baseline \$0 thousand).	2,000

10. Program Decreases

A. Other Program Decreases in FY 1995

Execution/Fact of Life Changes

1) Congress authorized locality pay increases for federal employees nationwide. Decreases to Planning, Engineering and Design and Acquisition and Program Management are needed to fully fund the pay raises. A reprogramming request will be provided to Congress and, once approved, funding will be restored.	(-31,039)	-31,039
2) Reduction for realigning several programs from Logistics Operations to properly align efforts with their direct missions. These efforts include the Naval Sea Systems Command environmental personnel to Servicewide Base Support (-4 E/S, -4 W/Y, -\$286 thousand); Safety and Survivability Program into Servicewide Administration (-\$928 thousand); and software maintenance to Weapons Support (-\$3,284 thousand), (Baseline \$4,498 thousand).	-4,429	-4,498
3) Decrease reflects realignment of civilian personnel from reimbursable to direct to support the execution of O&M funded facilities repair and maintenance, minor construction and for facilities services contracts, (Baseline \$4,160 thousand)	-4,160	-4,160

Budget Activity: 04 - Administration & Service-wide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

-4,124

- 4) Decrease reflects less technical and program management support, hardware and software maintenance, configuration management, logistics support, engineering analysis, shore support surveys, oversight inspections, technical safety assistance, site visits, and in-service engineering efforts for space and electronic warfare system programs, (Baseline \$73,660 thousand).

-7,860

- 5) Reductions in classified programs, (Baseline \$86,097 thousand).

Infrastructure

-2,888

- 1) Net decrease in civilian personnel and support costs including travel, supplies, materials, equipment maintenance, and contractual support due to overall downsizing and reduced requirements for Naval Sea Logistics Center, Naval Sea Systems Institute and the Commander's Development Program (-17 E/S, -44 W/Y), (Baseline \$28,752 thousand).

-690

- 2) Decrease reflects accelerated termination of the Materials Technology Program, including public works shop equipment and miscellaneous equipment for Naval Construction Forces (-12 E/S, -12 W/Ys), (Baseline \$690 thousand).

-1,160

- 3) Decrease reflects accelerated reduction of facility engineering and design services, provided by the Naval Engineering Field Divisions, consistent with shore infrastructure reductions (-5 E/S, -5 W/Ys), (Baseline \$38,888 thousand).

Management Initiatives/Changes

-1,230

- 1) Decrease reflects assumption of management and funding responsibility by OSD of energy-related initiatives which were formerly managed by the Naval Facilities Engineering Command, (Baseline \$1,230 thousand).

11. FY 1995 Current Estimate

\$1,440,294

12. Pricing Adjustments

A. Annualization of FY 1995 Pay Raise

1) Classified

(3,696)

2) Foreign National Direct Hire

3,693

B. FY 1996 Pay Raise

3

1) Classified

(9,292)

2) Wage Board

9,254

3) Foreign National Direct Hire

13

25

27,934

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

	<u>\$ in 000</u>
C. Defense Business Operating Fund (DBOF)	
1) Supplies, Material, and Equipment	(-1,553)
D. Other Defense Business Operating Fund	-1,553
G. Other Pricing	(6,549)
	(9,950)
13. Functional Transfers	
A. Transfers In	41,550
1) Inter-Appropriation	
1) Realignment of non-centrally managed equipment purchases from the procurement accounts.	(100,774)
2) Increase reflects mission funding of certain real property maintenance, bachelor quarters maintenance, base communications, environmental compliance, and other base operating support costs incurred by the Fleet and Industrial Supply Centers (FISCs) in support of non-reimbursable tenant activities. These costs were formerly reflected in the rates charged to DBOF customers. DBOF O&M,N customer rates reflect decreases for the removal of these costs from FISC overhead (+479 E/S, +365 W/Y), (Baseline \$0 thousand).	625
3) Transfer of funding for Fitting Out Support Assistance Team (FOSSAC) and large and small purchases done at Fleet Industrial Support Centers from the Defense Business Operating Fund (DBOF) funds civilian personnel costs and DBOF purchases (+1,291 E/S, +1,557 W/Y), (Baseline \$0 thousand).	48,119
4) Transfer of funding for Fitting Out Support Assistance Team (FOSSAC) and large and small purchases done at Fleet Industrial Support Centers from the Defense Business Operating Fund (DBOF) funds civilian personnel costs and DBOF purchases (+1,291 E/S, +1,557 W/Y), (Baseline \$0 thousand).	43,015
2) Intra-Appropriation	
1) Transfer of Arms Control Treaty Compliance and Implementation functions from combat communications (9 E/S, 9 W/Y), (Baseline \$0 thousand).	9,015
B. Transfers Out	
1) Inter-Appropriation	
1) Decentralization of Naval Facilities Engineering Command funding for the execution of O&M funded repair, maintenance, minor construction, environmental compliance and facilities service contracts (Baseline \$59,774 thousand).	(-59,224)
2) Intra-Appropriation	
1) Decentralization of Naval Facilities Engineering Command funding for the execution of O&M funded repair, maintenance, minor construction, environmental compliance and facilities service contracts (-756 E/S, -751 W/Y), (Baseline \$59,774 thousand).	-14,749
	-59,774

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

	<u>\$ in 000</u>
14. Program Increases	
A. Other Program Increases in FY 1996	
Execution/Fact of Life Changes	
1) Increase reflects one additional workday in FY 1996, (Baseline \$566,129 thousand).	(86,967)
2) Increase reflects the realignment of salary and support costs which reflects the consolidation of Maintenance Resource Management System (MRMS) and Navy Aviation Logistics Command Management Information System (NALCOMIS) into Navy Tactical Command Support System (NTCSS) (+71E/S, +65W/Y), (Baseline \$12,184 thousand).	2,107
3) Increase in classified programs, (Baseline \$78,237 thousand).	4,018
4) Increase in the Quality Evaluation program reflects additional funding for propellant safety and warhead explosive sensitivity testing in the sensitivity munitions criteria to reduce the backlog of ordnance to be evaluated in terms of reliability and safety to ensure combat weapons system integration, (Baseline \$3,057 thousand).	3,064
5) Increase in the ICSTF/EMI Control program reflects additional hours of testing and lines of code to ensure combat weapon system integration, (Baseline \$3,161 thousand).	982
6) The increase in the Government Industry Data Exchange Program (GIDEP)/Quality Assurance program reflects additional efforts for the Material Readiness Database program and the Product Deficiency Reporting and Evaluation program to improve combat systems readiness assessments, (Baseline \$1,116).	3,768
7) Increase reflects additional support for the Bachelor Quarters (BQ) Management Program, including civilian personnel costs, training, travel, and the purchase of oversea's loaner furniture (+30 ES/+22 WYs), (Baseline \$1,740 thousand).	2,628
8) Net increase provides additional in-service engineering agent support, hardware/software maintenance and updates, engineering, technical support for space and electronic warfare programs including Electronic-Warfare Reprogrammable Library, OSIS Baseline Upgrade, NTCSS, NTCSS-A, SCADS, ILS, Tactical Support Center, COOP, Vulnerability Assessment Support System, and Electronic Warfare. The increases are required in part, to comply with	7,951
	1,363
	86,967

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

standards document review and to support new equipments coming on-line/being upgraded, (Baseline \$39,727 thousand).

- 9) Increases reflects demolition costs for facilities no longer required Navy-wide, (Baseline \$0 thousand).

5,000

Management Initiatives/Changes

- 1) Increase to fund customer reimbursement to fleet industrial supply centers for supply management and supply operations costs of running SERVWART and retail inventory of Navy owned material since these costs have been removed from the wholesale surcharge, (Baseline \$0 thousand).

4,824

Legislative Intent

- 1) Net increase in environmental programs to comply with federal, state, and local laws and regulations. Efforts funded include hazard abatement program (\$1,524 thousand), environmental engineering (\$7,084 thousand), and pollution prevention (\$7,438 thousand). Hazard Abatement program increases are for asbestos abatement, industrial ventilation, emergency egress, and fire protection projects. Environmental Engineering Support increases to provide support for the implementation of efforts directed to conform with 1990 Amendments to the Clean Air Act and Graywater Collection SHIPALT installations engineering reviews and asbestos programs for DD 963/DDG 993 Class. Pollution prevention increases for special projects and environmental studies required to assist in preventing/reducing pollution at the source, (Baseline \$95,009 thousand).

16,046

Quality of Life

- 1) Increase reflects additional human resource office funding in support of Navy downsizing initiatives and equal employment opportunity (EEO) goals. In support of downsizing, specific efforts include additional job information/referral and counseling services. In support of EEO goals, specific efforts include additional EEO counseling services, special emphasis programs, sexual harassment prevention programs, community outreach, and awareness training (+192 E/S, +202 W/Ys), (Baseline \$40,778 thousand).

8,571

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

2) Increase provides additional Military Sealift Command measurement-tons for transporting Navy Exchange materials, (Baseline \$20,226 thousand).	1,676

Modernization

1) Increase to RPM for reduction in BMAR for facilities, supporting utilities, training, maintenance, and operations.	342
2) Increase provides funding to conduct a service-life assessment study for KC-130 aircraft to identify age related problems and determine service life capabilities, (Baseline \$5,659 thousand).	1,740
3) Increase reflects additional engineering and technical support for Integrated Communications Systems to support the submarine radio room baseband switch upgrade. This upgrade will improve integrated communication and connectivity for joint task forces and battle groups, (Baseline \$2,319 thousand).	1,387

Strategy and Policy Changes:

1) Increase supports the Navy's Standards Reform program to review and replace, as necessary, military specifications and standards with commercial performance standards, (Baseline \$4,494 thousand).	21,500

15. Program Decreases

-143,479

A. One-Time FY 1995 Costs	
1) Completion of environmental special project, (Baseline \$1,855 thousand)	(-1,855) -1,855

B. Other Program Decreases in FY 1996

(-141,624)

Execution/Fact of Life Changes

1) Savings resulting from increased usage of the IMPAC bank card for purchases below the micro-purchase threshold (\$426 thousand) and from the use of electronic fund transfer as the standard method for paying travel vouchers, (-\$13 thousand).	-439
2) Decrease reflects payment of lump sum annual leave to recipients of Separation Incentive Pay (SIP)/Voluntary Early Retirement Authorization (VERA). (Baseline \$450 thousand).	-450

\$ in 000

C. Reconciliation of Increases and Decreases (continued)

3) Decrease reflects reduction in Civil Service Retirement and Disability Fund payment representing 9 percent of the final basic pay of an employee who has received a Voluntary Separation Incentive Payment in accordance with the Federal Workforce Restructuring Act of 1994, (Baseline \$159,738 thousand).	-2,290
4) Decrease reflects final payment of Navy's DFAS transportation surcharge bill, (Baseline \$110,066 thousand).	-12,100
5) Decrease reflects less support for Ground Support Equipment, Automatic Test Equipment Center, Aircraft Systems Fleet Support, Electro-Magnetic Interference, and software trouble reports due to reduced engineering and logistics requirements.	-54,832
6) Decrease reflects reduced configuration management, reliability tracking, and technical manual changes for Coordinated Shipboard Allowance List Feedback reports, planned maintenance system Documentation Packages and Advanced Tactical Data Link Systems due to reduced requirement, (Baseline \$18,329 thousand).	-3,197
7) Decrease reflects the realignment of funding from reimbursable to direct funding to reflect the consolidation of Maintenance Resource Management System (MRMS) and Navy Aviation Logistics Command Management Information System (NALCOMIS) into Navy Tactical Command Support System (NTCSS), (Baseline \$12,184 thousand).	-4,018
8) Decrease reflects realignment of Inspection and Survey funding to Other Personnel Support, (Baseline \$433 thousand).	-443
9) The decrease in the Radiation/Ordnance Security program is due to the program becoming DBOF in FY 1996, (Baseline \$2,761 thousand).	-2,761
10) The decrease in the Radiation Control and Health program reflects reduced Atmospheric Release Advisory Capability support to nuclear weapons facilities, (Baseline \$1,957 thousands).	-447
11) Decrease reflects realignment of funding for DFAS services to servicewide support, (Baseline \$728 thousand).	-7,628
12) Realignment of funding for the Navy Food Systems Service Office (NFSO) to Administration in order to consolidate program resources which include civilian personnel compensation (-1,575) (-25 E/S, -25 W/Y) and other support costs (-88), (Baseline \$1,663 thousand).	-1,601

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

Infrastructure Changes

- 1) Reductions in civilian personnel compensation costs, travel, supplies and materials, leased space, utilities, contractor support, ADP support, publications, rents, communications, equipment purchases and maintenance, printing, and other support costs due to downsizing (-203 E/S, -209 W/Y), (Baseline \$519,614 thousand).
- 2) Decrease reflects reduced facility design services provided by the Naval Engineering Field Divisions and are consistent with shore infrastructure reductions (-20 ES/-12 WYs), (Baseline \$39,366 thousand).
- 3) Decrease reflects BRAC III savings associated with the consolidation and closure of Naval Aviation Depot Pensacola, (Baseline \$0 thousand).
- 4) Decrease reflects savings attributable to the closure or realignment of Naval Supply Systems Command and Naval Facilities Engineering Command activities as a result of BRAC III decisions, (Baseline \$122,820 thousand).
- 5) Decrease reflects the termination of Post Operation Analysis Critic and Exercise Review (PACER) effort, Tactical Electro-Magnetic Program, and less Airborne Anti-Submarine Warfare support due to decreased worldwide threat, (Baseline \$3,349 thousand).

Force Structure

- 1) Decrease reflects less transportation of short-tons, less transportation of measurement tons, and less tons port-handled due to force structure reductions, (Baseline \$156,378 thousand).
- 2) Decrease reflects fewer Fleet Electromagnetic Engineering problems addressed, fewer acquisition engineering evaluations to be completed, and fewer battle force studies to be completed as a result of declining force structure, (Baseline \$3,287 thousand).

16. FY 1996 President's Budget Request

\$1,453,266

17. Pricing Adjustments

42,115

A. Annualization of FY 1996 Pay Raise

(3,527)

1) Classified

3,499

2) Wage Board

23

3) Foreign National Direct Hire

5

Budget Activity: 04 - Administration & Service Activities
 Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

B. FY 1997 Pay Raise		
1) Classified	(13,619)	
2) Wage Board	13,114	
3) Foreign National Direct Hire	469	
	36	
C. Defense Business Operating Fund (DBOF)	(1,068)	
1) Supplies, Material, and Equipment	1,068	
2) Fuel	0	
D. Other Defense Business Operating Fund	(13,232)	
E. Other Pricing	(10,669)	
		55,162
18. Program Increases		
A. Other Program Increases in FY 1997	(55,162)	
Execution/Fact of Life:		
1) Increase in Local Processing support by DBOF activities and other support costs for the FOSSAC and large and small purchases programs, (Baseline \$1,608 thousand).	4,557	
2) Increase in classified programs, (Baseline \$83,488).	1,753	
3) Increase supports technical documentation, in-service engineering, software support, integrated logistics management, and configuration management necessary to support the initial delivery of Common High Bandwidth Data Link shipboard terminals, (Baseline \$0 thousand).	918	
4) Net increase provides additional in-service engineering support, hardware/software maintenance, engineering and technical support, and safety and technical assists for space and electronic warfare programs including MATCS, NAVOSH, NTCSS, and EWRL. The increases are required, in part, to support new equipments coming on line and standardization of efforts, (Baseline \$40,049 thousand).	970	
5) Increase provides in-service engineering, software support, and travel for the establishment of the Battle Group Passive Horizon Extension System (BGPHEs), (Baseline \$0 thousand).	867	
6) The net increase in the Hull, Mechanical and Electrical Support program provides for engineering support for an increasing number and diversity of main propulsion gas turbine engines. Furnace is also required to meet environmental compliance requirements.	7,199	

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

7) In the ICSTF/EMI program, the increase reflects additional submarine problem resolution efforts which will provide testing and corrective actions that will impact fleet IBM problems, (Baseline \$6,906 thousand).	880
8) The increase in the Total Ship Test program reflects additional support in Life Cycle Management (LCM) for the Combat System Operational Sequencing System (CSOSS). There is also an increase for Overall Combat Systems Operability Tests (OCSOT), (Baseline \$4,639 thousand).	262
9) In the GIDEP/QA program the increase reflects additional efforts for the Material Readiness Database program and the Product Deficiency Reporting Evaluation program, (Baseline \$3,894 thousand).	332
10) Increase reflects additional Anti-Submarine Warfare support for shallow water exercises, (Baseline: \$1,047 thousand).	199

Modernization:

1) Increase in Tactical Software Support for all supported platforms and weapons systems excluding the A-6E, (Baseline \$50,926 thousand).	21,786
2) Increase reflects additional Airborne ASW Support and Integrated Logistics Management to support an aging inventory and out-of-production aircraft and systems, (Baseline \$205,391 thousand).	8,169
3) Increase reflects additional engineering and technical support for Integrated Communications Systems to support the establishment of the Submarine Communications Support System (SCSS), (Baseline \$3,797 thousand).	1,651
4) Increase reflects additional Integrated Logistics Support (ILS) associated with the fielding of shipboard Single Channel Ground to Air Radio Systems (SINGARS), (Baseline \$5,973 thousand).	447

Quality of Life

1) Increase reflects additional support for the Bachelor Quarters (BQ) Management Program, including the development of comprehensive neighborhood plans and furniture catalogs, (Baseline \$9,761 thousand).	2,981

Legislative Changes/Intent

1) Increase reflects additional support for the refurbishment Navy oil skimmers and other environmental compliance requirements of the Oil Pollution Act of 1990 (8 E/S, 6 W/Y), (Baseline \$40,034 thousand).	2,191

Budget Activity: 04 - Administration & Service-wide Activities
Activity Group: Logistics Operations & Technical Support (continued)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

19. Program Decreases		
A. Other Program Decreases in FY 1997		-51,161
Infrastructure Changes	(-51,161)	
1) Decrease reflects reduced civilian personnel and general administrative costs such as communications, supplies, materials, equipment purchases and maintenance, printing, contractor support, minor construction, and other support costs consistent with headquarters downsizing initiatives (-426 E/S, -456 W/Ys), (Baseline \$719,741 thousand).	-32,420	
2) Decrease reflects reduced facility engineering and design services, provided the Navy Engineering Field Divisions, and consistent shore infrastructure reductions (-14 ES/-14 WYs), (Baseline \$38,618 thousand).	-341	
3) Decrease reflect BRAC III savings associated with the consolidation and closure of Naval Aviation Depots, (Baseline \$-3,802 thousand).	-7,155	
4) Decrease reflects savings attributable to the closure or realignment of Naval Supply Systems Command activities as a result of BRAC III decisions, (Baseline \$71,600 thousand).	-2,308	
Force Structure	-1,274	
1) Decrease reflects less transportation of short-tons, less transportation of measurement tons, and less tons port handled due to force structure reductions, (Baseline \$147,132 thousand).		
Execution/Fact of Life		
1) Savings resulting from increased usage of the IMPAC bank card for purchases below the micro-purchase threshold.	-592	
2) Decrease reflects reduced configuration management, reliability tracking, software support, and technical manual changes for Advanced Tactical Data Link Systems due to reduced requirement, (Baseline \$14,381 thousand).	-2,725	
3) Decrease reflects reduced requirements for the Quality Evaluations Program for propellant safety and warhead explosive sensitivity efforts, (Baseline \$4,287 thousand).	-270	
Management Initiatives/Changes		
1) Decrease reflects savings attributable to regionalizing the Fleet and Industrial Supply Centers (-54 ES/-42 WYs), (Baseline \$48,119 thousand).	-4,076	
20. FY 1997 President's Budget Request		\$1,499,382

Budget Activity: 04 - Administration & Servicewide Activities
 Activity Group: Logistics Operations & Technical Support (continued)
 IV. Performance Criteria and Evaluation

A. SERVICEWIDE TRANSPORTATION

Total # of Short Tons Transported				
Air Mobility Command	301,436	315,253	302,486	302,125
Commercial Air	11,902	5,971	5,474	5,420
Commercial Surface	20,975	7,905	7,479	7,479
	268,559	301,377	289,533	289,226
Total # of Measurement Tons trans.				
Military Sealift Command	428,280	157,400	194,050	193,050
	428,280	157,400	194,050	193,050
Total # of tons port-handled				
Military Traffic Mgmt. Command	361,211	298,500	262,980	262,980
	361,211	298,500	262,980	262,980

B. PLANNING, ENGINEERING & DESIGN

Hazard Abatement				
Environmental units/projects/studies	86	52	62	65
Environmental Restoration				
Environmental units/projects/studies	367	0	0	0
(Units funded by the Defense Environmental Restoration Account)				
Facilities Engineering Investigations				
# of investigations	94	0	0	0
Facilities # of planning studies	5	0	0	0
Operational Support-Field (Facilities)				
# of field activities	2	2	2	2
Engineering Field Divisions				
# of Engineering Field Divisions	4	4	4	4
Number of Space & Electronic Programs Managed	47	47	47	47
In-Service Ships and Systems Support				
# of battle force ships	388	377	362	347

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)

IV. Performance Criteria and Evaluation

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
New Ship Acquisition Support				
# of ships authorized	9	8	10	8
# of ships delivering to Fleet	30	29	25	19
Acquisition Assessment Support				
# of studies	406	0	0	0
Ship Concept/Feasibility Studies and Preliminary/Contract Designs				
	6	9	7	11

C. ACQUISITION AND PROGRAM MANAGEMENT

Operational Support-Field				
# of Space field Activities	1	1	1	1
Miscellaneous Field Operations				
# of CNO field activities	1	1	1	1
# of Facility Activities Supported	4	4	4	4
# of Purchased Actions	39,000	39,000	37,600	37,380
# of Procurement Offices Providing Technical Direction	867	867	835	828
Percent of Contract Dollars awarded competitively	83.5	83.5	83.5	83.5
Project Management Office-Air programs				
Total # of Programs/Projects Managed	287	287	287	287
Program Executive Office-Tactical Air				
Total # of Programs/Projects Managed	78	78	78	78
Program Executive Office-ASW Aircraft				
Total # of Programs/Projects Managed	71	71	71	71
Program Executive Office-Cruise Missile				
Total # of Programs/Projects Managed	71	71	71	71
Direct Reporting Program Office-AX				
Total # of Programs/Projects Managed	1	1	1	1
Number of Space programs managed				

Budget Activity: 04 - Administration & Service-wide Activities
 Activity Group: Logistics Operations & Technical Support (continued)
 IV. Performance Criteria and Evaluation

	FY 1994	FY 1995	FY 1996	FY 1997
Supply Systems Services (# of activities supported)	9	9	9	9

Number of Sea Program Office's Supported

D. AIR SYSTEM SUPPORT

Aircraft Structural Life Surveillance

Service Performed (\$000)

Structural Analysis	4,098	4,209	4,331	4,460
Structural Data Recording Set (SAFE/SLAP) Program	325	375	249	256
Total	4,657	5,658	4,855	5,080
	9,080	10,242	9,435	9,796

Electro Magnetic Interference (EMI)

Weapon Type (Units)

Aircraft EMI Hardness	3	4	2	3
Ordnance EMI Hardness	8	8	8	8
<u>Service Performed (Units)</u>				
EMI Fleet Assistance	7	7	7	7
Air Industrial Electromagnetic	4	4	4	4

Navy's Standard Reform Program

Type Standards (\$000)

Aviation/Ordnance Standards	1,898	2,488	11,368	9,003
Shipboard/Submarine/Ordnance Standards*	0	0	8,215	9,000
Electronic/Space Standards	0	0	1,135	1,100
Facility Standards*	0	0	2,600	2,700
Supply Standards*	0	0	1,230	1,200
Total	1,898	2,488	24,548	23,003

* Funding in FY 1994 and FY 1995 is reflected in other sub-activity groups for these functions. Due to affordability, funding for these items were deleted in FY 1996. As a result, it became a management initiative to reflect funding for all standards reform in this activity group.

Budget Activity: 04 - Administration & Servicewide Activities
 Activity Group: Logistics Operations & Technical Support (continued)

IV. Performance Criteria and Evaluation

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>Aircraft Systems Fleet Support</u>				
Engineering Change Related Actions Units	543	727	515	683
Incorporate Approved Changes/Updates to Tech Data Pkgs. Units	281	383	262	356
Generate Engineering Source Data to Update Mat'l/Process Specs. Units	25	0	0	0
Generate Updated Source Data for Aircraft Tactical Manuals Units	7	9	7	8
Respond to Fleet Requests for On-site Engineering Assistance Units	20	28	16	22
Perform Studies/Investigations Engineering and Scientist Development Program (ESDP)	20	28	16	22
	43	10	10	10

Naval Aviation Logistics Data Analysis (NALDA) Service Performed (Workyears)

NALDA Core Programs (CPU Hours)	3,750	7,141	6,490	8,474
Interservice Equipment Oil Analysis	681	725	725	767
AV-3M ADP Support	1,483	2,273	1,870	1,930

Naval Aviation Maintenance Office (NAMO) Workyears

	135	135	135	127

Naval Air Technical Services Facility (NATSF) Workyears

	290	279	272	272

Ground Support Equipment In-Service Engineering Service Performed (Units)

Fleet Deficiencies Investigated	314	1,310	844	1,193
Support Equipment Requirements Data Design Changes/Program	314	1,350	891	1,202
Procurement Data Packages	764	725	487	660
Proposals/Bids Evaluated	60	928	615	850
Pre-Award Surveys	263	655	434	579
	99	283	191	240

Automatic Test Equipment Center Service Performed (Units)

ATE Data Bases Supported	10	10	6	9
Publications Generated/Updated	56	60	42	53
Unsatisfactory Reports	210	350	340	318

Budget Activity: 04 - Administration & Service-wide Activities
 Activity Group: Logistics Operations & Technical Support (continued)

IV. Performance Criteria and Evaluation

	FY 1994	FY 1995	FY 1996	FY 1997
ATE Operating System/Test Executive	586	799	525	697
System Software work packages				
processed/tapes replaced units				
Engineering Change Proposals (ECP's)				
Field Bulletins Reviewed Units	21	32	19	24

Technical Publications

Printing				
Reprints				
Distributions (pages)	4,134	4,000	4,200	4,410
Tech Manual Deficiency Evaluation	1,151	1,100	1,155	1,213
Reports (TMDERS) answered	70.4M	75.9M	78.2M	80.5M
Master Data Packages				
	5,500	5,500	5,500	5,500
	19,710	19,710	19,610	19,710

Out of Production Engineering/Logistics

Weapons System Support (Workyears)				
Aircraft/Engines	781	1,012	971	909
Ordnance	19	31	66	66
Common Avionics/Ejection Seats	37	36	47	51
Support Equipment	43	51	37	37

Follow-On Test & Evaluation

# of Tests	12	17	5	5

Tactical Systems Software Support

# of trouble reports	0	3,606	2,209	2,773

Support Equipment ILS Management

Facility (Workyears)				
Metrology Engineering Center	6	6	5	5
Naval Air Weapons Center Air Division	19	20	12	20
(NAWC AD), Lakehurst				

Navy Data Automation Centers

Facility (Workyears)				
Naval Aviation Depot, North Island	2	2	2	2
Commercial (CPU Hours)	2,860	2,860	2,860	2,860

Budget Activity: 04 - Administration & Service-wide Activities
 Activity Group: Logistics Operations & Technical Support (continued)

IV. Performance Criteria and Evaluation
 Airborne Anti-Submarine Warfare Support

Type of Support (\$000)

Sonabucy Support
 Contractor Support
 Software Support

FY 1994	FY 1995	FY 1996	FY 1997
1,377	394	369	380
361	592	292	625
3,231	2,040	1,499	1,667
4,969	3,026	2,160	2,672

E. HULL, MECHANICAL & ELECTRICAL SUPPORT

Number of HM&E Systems
 Equip Identification Codes (EIC)
 Individual Equipments

430	430	430	430
2,800	2,800	2,800	2,800
77	77	77	77

Technical Manual Program

Reprint (Orders Placed/Printed)
 Distribution
 New Books
 TMDERS

213/21k	200/10k	200/10k	1336/76k
4,850	4,120	4,120	5,425
3,880	2,060	2,060	3,496
755	773	694	1,732

F. COMBAT/WEAPONS SYSTEMS

QUALITY EVALUATION PROGRAM

Gun Propellant Safety
 Surface Missiles
 Undersea Weapons
 Surface Munitions

9,000	9,000	9,000	9,000
56	146	250	253
611	275	340	342
22	10	27	21

*Units represent number of simulated weapons evaluated

ICSTF/EMI CONTROL

EMI Problem Solving
 Submarine Ship Electromagnetic Interference Problem Solving (EMI)

19	19	22	24
3	3	3	5

*Units represent the number of tests performed

RADIATION/ORDNANCE SECURITY

Navy Lockshop
 Surveys/Audits/Inspections

7	8	0	0
2	5	0	0

Budget Activity: 04 - Administration & Service-wide Activities
Activity Group: Logistics Operations & Technical Support (continued)
IV. Performance Criteria and Evaluation

TOTAL SHIP TEST/STANDARDIZATION

Total Ship Test/# of Productions

	FY 1994	FY 1995	FY 1996	FY 1997
Total Ship Test/# of Productions	38	21	48	56

GIDEP/QUALITY ASSURANCE

Govt Industry Data Exchange Program (GIDEP)
 Product Data Reporting Evaluation Program (PDREP)
 Material Readiness Database (MRDB)

*Units represent the number of systems/systems maintained

Govt Industry Data Exchange Program (GIDEP)	1	1	1	1
Product Data Reporting Evaluation Program (PDREP)	1	1	1	1
Material Readiness Database (MRDB)	0	0	40	40

G. SPACE & ELECTRONIC WARFARE SYSTEMS

Navy Tactical Command Systems Afloat

of Force Level Platforms
 # of Unit Level Platforms
 # of Shore Sites

Navy Tactical Command Systems Afloat	16	21	27	27
# of Force Level Platforms	177	180	183	186
# of Unit Level Platforms	6	7	8	9

Operations Baseline Upgrade (OBU) # of actions completed

Operations Baseline Upgrade (OBU) # of actions completed	10	10	10	10

Operation Support Systems (OSS) # of systems supported

Operation Support Systems (OSS) # of systems supported	6	18	18	18

Over the Horizon (OTH) # of workyears

Over the Horizon (OTH) # of workyears	2.9	3.8	3.8	4.5

Advanced Tactical Data Link System (ATDLS) # of systems

Advanced Tactical Data Link System (ATDLS) # of systems	4	4	4	4

Tactical Support Centers

of activities
 # of systems supported
 # of Mobile Operation Command Centers

Tactical Support Centers	14	14	14	14
# of activities	16	16	16	16
# of systems supported	6	6	6	6

Electronic Warfare Reprogrammable Library

of systems supported/# of programs

Electronic Warfare Reprogrammable Library	1/1	1/1	1/1	1/1

Meteorological Support

of systems supported/# actions completed

Meteorological Support	4/48	5/110	6/115	6/115

Electronic Test & Repair

of workyears

Electronic Test & Repair	3.2	3.1	.5	1.5

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)
IV. Performance Criteria and Evaluation

	FY 1994	FY 1995	FY 1996	FY 1997
Maintenance Engineering				
# of actions completed	0	2,425	1,036	1,022
Space and Electronic Warfare Technical Publications				
# of Actions completed				
printing/reprinting	1,987	1,187	1,164	1,143
TMDERS processed	157	99	95	94
engineering workyears	11.2	8.1	8	7.2
Shipboard Cover and Deception				
# of type/model Vans supported	3	3	3	3
Electronic Warfare # of workyears	37.0	23.8	24.4	23.5
Naval Information Programs (NIPS)				
Hardware Systems (Units)				
NIPS Phase II Shipboard	27	30	0	0
NIPS Phase II Shore	5	4	0	0
NIPS Phase III Shipboard	16	20	0	0
NIPS Phase III Shore	<u>3</u>	<u>4</u>	<u>0</u>	<u>0</u>
Total NIPS Systems	51	58	0	0
Other Engineering Services				
# of systems supported/# of actions completed	24/234	0	0	0
Tactical Electromagnetic Program (TEMP) # of systems supported	8	8	0	0
EMC/EMI Control # of units	189	177	151	156
Shipboard Non-tactical Automated Data Processing (SNAP) Program				
# of ADP Programs	210	279	279	279
# of Automated Info Systems	25	27	27	27
Integrated Comm Systems # of workyears	22	21	33	48
Inspection & Survey (INSURV) # of systems supported	63	46	0	0

Budget Activity: 04 - Administration & Servicewide Activities
Activity Group: Logistics Operations & Technical Support (continued)
IV. Performance Criteria and Evaluation

Safety	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
# of actions completed	19	15	17	20
Marine Air Traffic Control Squadron (MATCS)				
Maintenance Support # of workyears	12.8	10.8	12.7	14.8
Precise Time and Time Interval (PTTI)				
Equipment Maintenance Spt				
# of workyears	6.7	5.9	2.0	2.8
Navy Occup Safety & Health (NAVOSH) # of actions	13	10	11	14
Airborne ASW Support # of exercises supported	16	14	14	14
ASW Surface Ship Technical Support # of exercises supported	6	6	6	5
Battle Group Passive Horizon Extension System # of workyears	0	0	0	8.1
Common High Bandwidth Data Link # of work years	0	0	0	13.2

H. BASE OPERATIONS (\$000)

	<u>FY 1994</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Utilities	1,813	1,428	3,132	3,206
Transportation	1,932	1,490	1,543	1,681
Environmental	41,341	41,096	55,484	56,186
Facility Leases	24,072	21,910	17,420	16,428
MWR	296	305	316	325
BQ	1,640	1,740	9,852	13,153
Contracts	1,359	1,583	1,559	1,656
Maintenance and Repair	1,411	1,409	6,035	6,096
Minor Construction	481	368	359	211

Budget Activity: 04 - Administration & Service-wide Activities
Activity Group: Logistics Operations & Technical Support (continued)

V. Personnel Summary

A. End Strength (E/S)	FY 1994	FY 1995	FY 1996	FY 1997	Change	
					FY 1995/FY 1996	FY 1996/FY 1997
Military						
Enlisted	1,869	1,908	1,939	1,900	31	-39
Officer	782	741	819	818	78	-39
	1,087	1,167	1,120	1,082	-47	-38
Civilian						
USDH	9,060	8,862	9,930	9,444	1,068	-486
FNIH	9,033	8,832	9,590	9,104	758	-486
FNDH	0	0	310	310	310	0
	27	30	30	30	0	0
B. Work Years (W/Y)						
Military						
Enlisted	1,907	1,999	1,914	1,915	-85	1
Officer	777	869	776	817	-93	41
	1,130	1,130	1,138	1,098	8	-40
Civilian						
USDH	8,871	8,893	10,116	9,610	1,223	-506
FNIH	8,841	8,863	9,776	9,270	913	-506
FNDH	0	0	310	310	310	0
	30	30	30	30	0	0

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Investigations and Security Program

I. Description of Operations Financed

The Naval Criminal Investigative Service (NCIS) conducts investigations of felony violations of the U.S. Code and the Uniform Code of Military Justice (UCMJ) as they occur throughout the Navy and Marine Corps. Such investigations include fraud, crimes against property, and persons. In addition to the investigative mission, the NCIS manages the DON Law Enforcement and Physical Security Program, DON Security Policy, and operates the DON Central Adjudication Facility.

Funding also supports the National Foreign Intelligence Program (NFIP), which consists of the Consolidated Cryptologic Program (CCP), General Defense Intelligence Program (GDIP), and the Foreign Counterintelligence (FCI). Details of this program are classified and can be provided separately. Base Support includes operation of utilities systems; public works services; base administration; supply operations; and base services such as transportation and security; personnel support functions; bachelor quarters operations; morale, welfare and recreation operations; real property maintenance; and environmental management.

II. Force Structure Summary

This program supports worldwide Navy intelligence and criminal investigative operations both ashore and afloat.

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Investigations and Security Programs (continued)

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Total

	FY 1994 Actuals	Budget Request	FY 1995 Approp- riated	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
Investigations & Security Pgms	537,256	521,532	521,532	513,694	567,479	575,475
Technical Adjustments			-520			
Allocation of Congressional General Adjustments			-3,095			
TOTAL	537,256	521,532	517,917	513,694	567,479	575,475

B. Reconciliation Summary

	Change FY 1995/FY 1995	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	521,532	513,694	567,479
Congressional Adjustments (general)	-3,095	0	0
Technical Adjustments	-520	0	0
Price Change	0	13,232	15,774
Functional Transfer	2,750	63,424	0
Program Changes	-6,973	-22,871	-7,778
Current Estimate	513,694	567,479	575,475

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Investigations and Security Programs (continued)

	<u>\$ in 000s</u>
C. Reconciliation of Increases and Decreases	
1. FY 1995 President's Budget Request	521,532
2. FY 1995 Appropriated Amount (Program Specified)	521,532
3. Technical adjustment required to comply with Congressional intent	-520
4. Congressional Adjustments (General)	
A. Classified Programs	-3,200
B. Civilian Personnel Pay Raise and Locality Pay Raise	301
C. Contractor and Consulting Services	-124
D. Information Technology (General Reduction)	-56
E. FY 1995 Budget Amendment	-16
5. FY 1995 Appropriated Amount	517,917
6. Functional Transfers	
Transfers In	2,750
1) Inter-Appropriation	
A) Realignment from OPN Appropriation to reflect the Congressionally mandated increase in the unit cost of investment items that may be purchased with O&M from \$25 to \$50 thousand, (Baseline: \$0).	(2,750)
A) Realignment from OPN Appropriation to reflect the Congressionally mandated increase in the unit cost of investment items that may be purchased with O&M from \$25 to \$50 thousand, (Baseline: \$0).	2,750
7. Program Increases	
A. Other Program Increases in FY 1995	1,301
1. Additional funding required for NCIS to support Pentagon Reservation and GSA leased office spaces to reflect actual costs, (Baseline: \$23,560).	(1,301)
2. Civil Service Retirement and Disability Fund payment representing \$80 per employee as of March 31 in accordance with the Federal Workforce Restructuring Act of 1994, and other classified programs civilian personnel costs, (Baseline: \$235,248).	1,066
	235

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Investigations and Security Programs (continued)
C. Reconciliation of Increases and Decreases (continued)

8. Program Decreases		
A. Other Program Decreases in FY 1995		
1. Decreased funding for the Navy Criminal Investigative Service including travel, communications, and other support costs to reflect FY94 execution, (Baseline: \$23,560).	(-8,274)	-8,274
2. Classified program decrease including civilian personnel.	-153	
9. FY 1995 Current Estimate		513,694
10. Pricing Adjustments		13,232
A. Annualization of FY 1995 Pay Raise	(1,431)	
1) Classified	1,431	
B. FY 1996 Pay Raise	(4,513)	
1) Classified	4,501	
2) Wage Board	6	
3) Foreign National Direct Hire	6	
C. Defense Business Operating Fund (DBOF)	(603)	
1) Supplies, Materials and Equipment	516	
2) Fuel	87	
D. Other Defense Business Operating Fund	(317)	
E. Foreign National Indirect Hire	(11)	
F. Foreign Currency	(665)	
G. Other Pricing	(5,692)	
11. Functional Transfers		63,424
A. Transfers In		
Intra-Appropriation	64,896	
1) Transfer of telecommunications functions into the classified National Foreign Intelligence Program (NFIP), (-20 E/S, -20 W/Y), (Baseline: \$0).	(2,096)	
2) Decentralization of Naval Facilities Engineering Command funding for maintenance, repair, minor construction, environmental, and facilities service contracts, (Baseline: \$0).	1,886	
	210	

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Investigations and Security Programs (continued)

C. Reconciliation of Increases and Decreases (continued)

Inter-Appropriation		
1) Realignment of non-centrally managed equipment purchases from the procurement accounts into the NFIP, (Baseline: \$0).	(62,800)	
 B. Transfers Out		
Intra-Appropriation		
1) Transfer Activities Providing Telephone Service to reflect consolidation of this function within Servicewide Support, (Baseline: \$348).	-1,472	
	(-1,472)	
	-348	
2) Transfer of functions formerly within the NFIP to Combat Operations/Support, (Baseline: \$969).	-969	
3) Transfer of functions also previously within the NFIP to Ship Operations, (Baseline: \$155).	-155	
 12. Program Increases		4,177
A. Other Program Increases in FY 1996		
Execution/Fact of Life Changes	(4,177)	
1. One additional workday.	1,035	
2. Increase reflects additional NCIS support for Pentagon Renovation costs, (Baseline: \$18,313).	693	
3. Reflects rate changes for Federal Employee Health Benefit plans effective January 1994 and employee participation charges, (Baseline: \$658).	19	
4. Increase to Real Property Maintenance for reduction in BMAR for facilities supporting utilities, training, maintenance, and operations, (Baseline: \$2,359).	13	
 Legislative Changes		
1. Increased funding for environmental conservation to support requirements mandated by legislation such as the Resource Conservation Recovery Act, (Baseline: \$0).	400	
 Quality of Life Initiatives		
1. Increased funding to improve morale, welfare, and recreation programs at security stations located in remote and isolated areas, (Baseline: \$1,123).	439	

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Investigations and Security Programs (continued)

C. Reconciliation of Increases and Decreases (continued)

2. Increased funding supports replacement of furniture, fixtures, and equipment to revitalize existing bachelor quarters to retain skilled enlisted personnel, (Baseline: \$2,177)	1,578	
13. Program Decreases		-27,048
A. Annualization of FY 1995 Decreases		
1. Annualization of prior year personnel reductions due to downsizing, base closure savings, and classified programs, (-49 W/Y).	(-745) -745	
B. Other Program Decreases in FY 1996		
Force Structure Changes		
1. Decrease reflects NCIS civilian personnel reductions due to downsizing (-33 E/S, -17 W/Y) and base closures at Philadelphia Shipyard, Moffett Field, and Long Beach (-8 E/S, -9 W/Y), (Baseline: \$77,937).	(-26,303) -3,780	
2. Reduction reflects the closure of the Navy Anti-Terrorist Alert Center, (Baseline: \$1,000).	-1,000	
3. Decreased funding for base support to reflect defense downsizing, (Baseline: \$302).	-113	
Strategy and Policy Changes		
1. Net of classified program increase and decrease including civilian personnel, (-144 E/S, -113W/Y).	-16,346	
2. Savings resulting from increased usage of the IMPAC Bank card for purchases below the micro-purchase threshold, (Baseline: \$9,950).	-9	
3. Savings resulting from the use of Electronic Funds Transfer as the standard method for paying travel vouchers, (Baseline: \$770).	-1	
Legislative Changes		
1. Decreased funding for environmental compliance, cleanup, and pollution prevention. Decrease reflects reduction from aggressive FY95 funding as environmental evaluations/studies are completed and	-1,163	

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Investigations and Security Programs (continued)

C. Reconciliation of Increases and Decreases (continued)

initial project implementation associated with the evaluations begin to be completed, (Baseline: \$4,344).

Modernization/Infrastructure Changes

1. Decreased funding for real property and bachelor quarter maintenance. Decrease reflects completion of priority projects started under the FY95 property maintenance backlog program, (Baseline: \$7,036).

-3,891

14. FY 1996 President's Budget Request

567,479

15. Pricing Adjustments

15,774

A. Annualization of FY 1996 Pay Raise

- 1) Classified

(1,293)

- 2) Wage Board

1,275

B. FY 1997 Pay Raise

18

- 1) Classified

(5,297)

- 2) Wage Board

5,240

C. Defense Business Operating Fund (DBOF)

- 1) Supplies, Materials, and Equipment

(516)

- 2) Fuel

501

D. Other Defense Business Operating Fund

15

E. Foreign National Indirect Hire

(845)

F. Other Pricing

(9)

(7,814)

16. Program Increases

1,880

A. Annualization of FY 1996 Increases

(26)

1. Reflects full year cost of decentralization of NAVFAC funding for repair, maintenance, minor construction, and environmental compliance.

26

B. Other Program Increases in FY 1997

(1,854)

Execution/Fact of Life Changes

1. Funding supports increased personnel benefits, (Baseline: \$698).

36

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Investigations and Security Programs (continued)

C. Reconciliation of Increases and Decreases (continued)

Quality of Life Initiatives

1. Increased base operations including funding targeted to maintain minimal essential support of aging base facilities such as bachelor quarters, (Baseline: \$260).

1,818

17. Program Decreases

-9,658

A. Other Program Decreases in FY 1997

(-9,658)

Strategy and Policy Changes

1. Net of classified programs increase and decrease including civilian personnel, (-124 E/S, -61 W/Y).

-4,576

Force Structure Downsizing

1. Decrease reflects NCIS civilian personnel reductions (-39 E/S; -34 W/Y) due to downsizing, and base closure savings at Philadelphia Naval Shipyard and Moffett Field (-5 W/Y), (Baseline: \$74,762).
2. Decrease reflects reduced NCIS utility, travel, and support costs commensurate with civilian personnel reductions and defense downsizing, (Baseline: \$17,592).
3. Decreased reflects funding for morale, welfare, and recreation programs due to FY96 closure of one remote security installation, (Baseline: \$1,614K)

-2,918

-709

-97

Legislative Changes

1. Decreased funding for environmental compliance, conservation, cleanup, and pollution prevention. Reduction reflects continued completion of environmental projects associated with legislation including Safe Drinking Water Act, Underground Storage Tank Program and the Clean Water Act, (Baseline: \$3,707).

-1,358

18. FY 1997 President's Budget Request

575,475

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Investigations and Security Programs (continued)

IV. Performance Criteria and Evaluation

	FY 1994	FY 1995	FY 1996	FY 1997
Other Base Operating Support	140	260	188	248
Real Property Maintenance	2,551	6,995	3,529	5,143
Environmental Compliance	627	4,344	3,707	2,460
Bachelor Quarters Operations	0	0	1,578	1,905
Morale, Welfare, and Recreation	1,269	1,278	1,672	1,661

Program Data

Number of Installations No Installations in any year.
 Active Forces

Other Criteria

Number of BEQ Rooms: 1070 1070 1070
 Number of BOQ Rooms: 33 33 33

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Investigations and Security Programs (continued)

V. Personnel Summary

<u>End Strength (E/S)</u>	<u>FY94</u>	<u>FY95</u>	<u>FY96</u>	<u>FY97</u>	<u>Change FY95/96</u>	<u>Change FY96/97</u>
<u>Military</u>						
Officer	7,693	7,893	7,597	7,373	-296	-224
Enlisted	864	921	828	829	-93	+1
	6,829	6,972	6,769	6,544	-203	-225
<u>Civilian</u>						
USDH	3,884	3,876	3,711	3,548	-165	-163
FNDH	3,793	3,796	3,648	3,487	-148	-161
FNIH	41	28	5	3	-23	-2
	50	52	58	58	+6	0
<u>Workyears (W/Y)</u>						
<u>Military</u>						
Officer	7,811	7,776	7,739	7,483	-37	-256
Enlisted	880	884	871	827	-13	-44
	6,931	6,892	6,868	6,656	-24	-212
<u>Civilian</u>						
USDH	3,978	3,811	3,643	3,543	-168	-100
FNDH	3,884	3,736	3,580	3,482	-156	-98
FNIH	44	23	5	3	-18	-2
	50	52	58	58	+6	0

Department of the Navy
Operation & Maintenance, Navy
FY 1996/1997 Budget Estimates
Exhibit OP-05

Budget Activity: 04 - Administration and Servicewide Activities
Activity Group: Support of Other Nations

I. Description of Operations Financed

This program provides support for the Latin American Cooperation Program; Title 10 legislative initiatives; emergency medical travel for Navy personnel and their families at Military Assistance Advisory Groups (MAAGS), Missions and Defense Attache Offices worldwide; the Technology Transfer Program; and payment of the three percent administrative fee waiver on Foreign Military Sales (FMS) Training Cases.

II. Force Structure Summary

This activity group supports 2 Unified Commanders, 26 Security Assistance Offices, and 62 Defense Attache offices.

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Breakout

	FY 1994 Actual	Budget Request	FY 1995 Approp- riated	Current Estimate	FY 1996 Budget Estimate	FY 1997 Budget Estimate
International Headquarters and Agencies	8,237	7,433	7,433	7,368	7,395	7,495
Technical Adjustments			-48			
Allocation of Congressional General Adjustments			-17			
Total	8,237	7,433	7,368	7,368	7,395	7,495

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Support of Other Nations (cont'd)

B. Reconciliation Summary

	FY 1995 Reg/1995 Curr	Change FY 1995/FY 1996	Change FY 1996/FY 1997
Baseline Funding	7,433	7,368	7,395
Congressional Adjustments (General)	-17	0	0
Technical Adjustments	-48	0	0
Price Change	0	211	205
Program Changes	0	-184	-105
Current Estimate	7,368	7,395	7,495

C. Reconciliation of Increases and Decreases

\$ in 000

1. FY 1995 President's Budget Request \$7,433
2. FY 1995 Appropriated Amount (Program Specified) \$7,433
3. Technical Adjustments required to comply with Congressional intent -48
4. Congressional Adjustments -17
 - A. Contractor and Consulting Services (-17)
5. FY 1995 Appropriated Amount \$7,368
6. Program Increases 40
 - A) Other Program Increases in FY 1995 (40)
 - Execution/Fact of Life
 1. Increase reflects additional Medical Travel costs, (Baseline: \$123). 40
7. Program Decreases -40
 - A) Other Program Decreases in FY 1995 (-40)
 - Management Initiatives
 1. Decrease in Title 10 Program efforts due to efficiencies and cost savings, (Baseline: \$4,906). -40

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Support of Other Nations (cont'd)

C. Reconciliation of Increases and Decreases (cont'd)

8. FY 1995 Current Estimate		\$7,368
9. Pricing Adjustments		211
A. Defense Business Operating Fund (DBOF)		
1) Supplies, Materials, and Equipment	(12)	
2) Fuel	3	
B. Other Pricing	9	
	(199)	
10. Program Increases		2
A. Other Program Increases in FY 1996	(2)	
Execution/Fact of Life		
1. Increase in technology transfer program support, (Baseline \$1,441).	2	
11. Program Decreases		-186
A. Program Decreases in FY 1996	(-186)	
Management Initiatives		
1. Reduced supplies and materials in support of Title 10 Programs, (Baseline: \$4,866).	-154	
2. Decrease in payments for the 3% Administrative Fee for Foreign Military Sales (FMS) sales cases, (Baseline: \$526).	-19	
3. Savings resulting from the increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold (\$2,500), (Baseline: \$2,198).	-13	
12. FY 1996 President's Budget Request		\$7,395
13. Pricing Adjustments		205
A. Defense Business Operating Fund (DBOF)	(5)	
1) Supplies, Materials, and Equipment	3	
2) Fuel	2	
B. Other Pricing	(200)	

Budget Activity: 04 - Administration and Service-wide Activities
 Activity Group: Support of Other Nations (cont'd)

		\$ in 000
C. Reconciliation of Increases and Decreases (cont'd)		
14. Program Increases		
A. Other Program Increases in FY 1997		37
<u>Execution/Fact of Life</u>	(37)	
1. Increase in payments for the 3% Administrative Fee for Foreign Military Sales (FMS) cases, (Baseline: \$522).	37	
15. Program Decreases		
A. Other Program Decreases in FY 1997		-142
<u>Management Initiatives</u>	(-142)	
1. Reduced supplies and materials in support of Title 10 Program efforts, (Baseline: \$4,842).	-115	
2. Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold (\$2,500), (Baseline: \$2,234).	-27	
16. FY 1997 President's Budget Request		\$7,495

Budget Activity: 04 - Administration and Service-wide Activities
Activity Group: Support of Other Nations (cont'd)

IV. Performance Criteria and Evaluation

	<u>FY 1994</u>	(In Thousands of Dollars) <u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Latin American Cooperation Program	356	378	388	398
Navy Medical Travel	178	157	160	163
Technology Transfer Program	1,612	1,441	1,483	1,520
Title 10 Initiatives:				
Joint/Combined Exercises	1,950	2,205	2,238	2,234
Payment of Foreign Defense				
Personnel, Personal Expenses	1,017	583	531	531
Humanitarian/Civic Assistance	<u>1,833</u>	<u>2,078</u>	<u>2,073</u>	<u>2,077</u>
Total Title 10	4,800	4,866	4,842	4,842
FMS Administrative Waiver Fee	1,291	526	522	572
Total (\$000)	8,237	7,368	7,395	7,495
FMS Cases	48	26	26	26

V. Personnel Summary

No military or civilian personnel are assigned to this activity group.