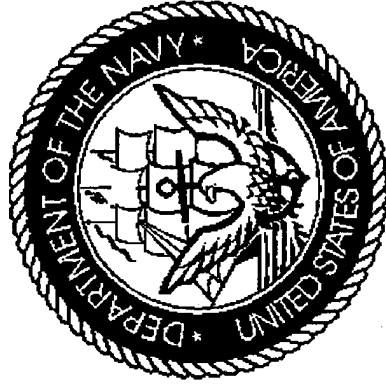


DEPARTMENT OF THE NAVY

FY 1997 BUDGET ESTIMATES



JUSTIFICATION OF ESTIMATES

March 1996

OPERATION & MAINTENANCE,
NAVY

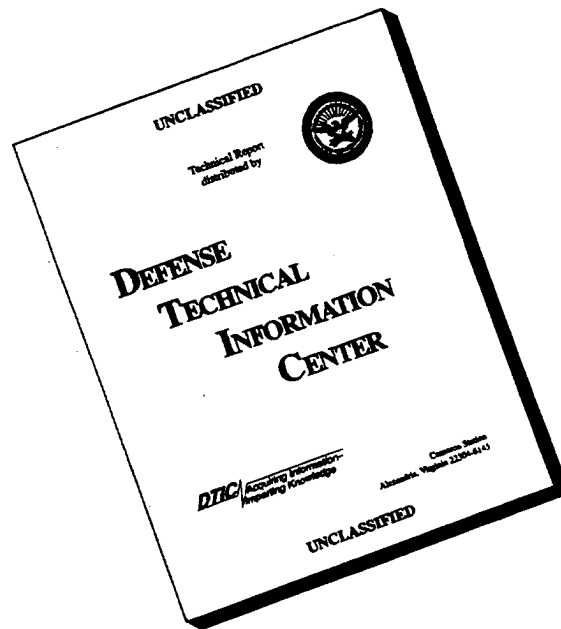
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DEPARTMENT OF THE NAVY
OPERATION AND MAINTENANCE, NAVY

TABLE OF CONTENTS

Justification of Estimates for the FY 1997 President's Budget

	Page Number
Introduction.....	4
O&M,N Funding by Budget Activity/Activity Group (Exhibit 0-1).....	5
Direct Hire Personnel Summary (Exhibit PB-31C).....	6
Budget Activity 1 - Operating Forces	
Summary	9
Air Operations	16
Ship Operations	35
Combat Operations/Support	50
Weapons Support	74
Budget Activity 2 - Mobilization	
Summary	95
Ready Reserve and Prepositioning Forces	100
Activations/Inactivations	105
Mobilization Preparedness	110
Budget Activity 3 - Training and Recruiting	
Summary	115
Accession Training	121
Basic Skills and Advanced Training	129
Recruiting and Other Training & Education	143
Budget Activity 4 - Administration and Servicewide Activities	
Summary	159
Servicewide Support	165
Logistics Operations and Technical Support	190
Investigations and Security Programs	202
Support of Other Nations	207

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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 1997 estimate of \$20,196.2 million includes price growth of \$654.2 million which is partially offset by the one-time FY 1996 DBOF passthrough of \$595.1 million provided to closing DBOF activities. Price increases primarily result from Defense Business Operations Fund (DBOF) materials and supplies price changes, Shipyard and Aviation depot rate increases, Defense Finance and Accounting Service (DFAS) rate increases, and other purchases inflation. Program growth declines by \$1,221.8 million which includes program reductions of \$1,172.2 million and net transfers of \$-49.6 million. Significant transfers include the transfer of the Subsistence in Kind (SIK) program to the MPN appropriation, the transfer of funding for the Navy's share of Pentagon Renovation into the O&M,N appropriation and the transfer of Defense Finance and Accounting Service (DFAS) support funding for the Bureau of Medicine and Surgery to the Defense Health Program. Major program decreases include reduced ship maintenance due to availability and mix, OPTEMPO decreases consistent with reduced force structure and contingency operations requirements. Other program decreases include management initiatives to restructure and streamline maintenance infrastructure and decreases resulting from Base Closure savings.

Readiness continues to be our primary focus with flying hour and ship operations programs funded to meet Primary Mission Readiness (PMR) and Operating Tempo (OPTEMPO) goals, while maintaining manageable levels of airframe, aircraft engine and ship maintenance backlogs. Congressional funding for incremental flying hours and deployed operating tempo in support of contingency operations are included. Full funding of all known Class I and Class II environmental projects is also included.

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

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>BUDGET ACTIVITY 1 - OPERATING FORCES</u>	<u>15,193,320</u>	<u>15,087,097</u>	<u>13,877,210</u>
AIR OPERATIONS	4,856,502	4,474,400	4,385,939
SHIP OPERATIONS	7,214,257	6,971,833	6,482,485
COMBAT OPERATIONS/SUPPORT	1,665,045	1,667,381	1,636,958
WEAPONS SUPPORT	1,457,516	1,378,383	1,371,828
DBOF Support	-	595,100	-
<u>BUDGET ACTIVITY 2 - MOBILIZATION</u>	<u>1,258,462</u>	<u>1,007,831</u>	<u>1,110,936</u>
READY RESERVE AND PREPOSITIONING FORCES	451,607	508,560	497,905
ACTIVATIONS/INACTIVATIONS	721,605	463,137	571,006
MOBILIZATION PREPAREDNESS	85,250	36,134	42,025
<u>BUDGET ACTIVITY 3 - TRAINING AND RECRUITING</u>	<u>1,639,278</u>	<u>1,594,266</u>	<u>1,630,778</u>
ACCESSION TRAINING	239,534	248,107	258,380
BASIC SKILLS AND ADVANCED TRAINING	1,170,321	1,113,950	1,126,663
RECRUITING, AND OTHER TRAINING AND EDUCATION	229,423	232,209	245,735
<u>BUDGET ACTIVITY 4 - ADMIN & SERVICEWIDE ACTIVITIES</u>	<u>4,003,565</u>	<u>3,669,846</u>	<u>3,577,273</u>
SERVICEWIDE SUPPORT	1,616,546	1,699,592	1,504,637
LOGISTICS OPERATIONS AND TECHNICAL SUPPORT	1,841,532	1,426,304	1,496,944
SECURITY PROGRAMS	537,049	535,794	568,148
SUPPORT OF OTHER NATIONS	8,438	8,156	7,544
TOTAL OPERATION AND MAINTENANCE, NAVY	22,094,625	21,359,040	20,196,197

Direct Hire Personnel Summary
Operation and Maintenance, Navy

	FY 1995 Estimate	FY1996 Estimate	FY 1997 Estimate
Total number of full-time permanent positions (End Strength)	75,868	78,894	75,865
Total compensable workyears:			
Full-time equivalent employment			
U.S. Direct Hires	79,200	82,635	79,786
Foreign National	2,984	2,860	2,864
Total Full-time equivalent employment	82,184	85,495	82,650
Full-time equivalent of overtime and holiday (Workyears)	1,460	1,490	1,530
Average ES salary	112,197	116,248	119,536
Average GS grade	9.57	9.57	9.57
Average GS salary	38,248	39,676	40,814
Average salary of ungraded positions	32,463	34,770	35,180

Direct Hire Civilian Employment
Operation and Maintenance, Navy

	FY 1995		FY 1996		FY 1997			
	End Strength	Work Years	End Strength	Work Years	End Strength	Work Years		
Direct Hire Civilians								
Full-Time Permanent								
						\$ (000)		
Other	75,868	76,083	3,831,686	78,894	80,613	4,229,904	77,848	4,287,085
	6,263	6,101	179,172	4,768	4,882	162,631	4,802	166,450
Total Direct Hire	82,131	82,184	4,010,858	83,662	85,495	4,392,535	82,650	4,453,535
Foreign National Separation Liability			2,405			3,115		3,481
Severance Pay/Unemployment Compensation			81,329			194,275		74,685
Total	82,131	82,184	4,094,592	83,662	85,495	4,589,925	82,650	4,531,701
Detail by Budget Activity								
Operating Forces	36,584	37,221	1,727,863	37,537	39,037	2,087,371	37,899	1,955,961
Mobilization	143	152	10,152	140	143	10,578	143	9,922
Training and Recruiting	10,859	10,582	494,394	10,441	10,572	499,765	10,151	491,556
Administration and Servicewide Support	34,545	34,529	1,862,183	35,544	35,743	1,992,211	34,457	2,074,262
Total	82,131	82,334	4,094,592	83,662	85,495	4,589,925	82,650	4,531,701
(Reimbursable Data included above)	22,561	22,340	1,034,419	23,684	25,379	1,432,591	24,032	1,352,120

Indirect Hire Civilian Employment
Operation and Maintenance, Navy

	FY 1995		FY 1996		FY 1997	
	End Strength	Work Years	End Strength	Work Years	End Strength	Work Years
		\$(000)			\$(000)	\$(000)
Indirect Hire Civilians						
Foreign National Separation Liability		1,365			1,464	1,615
Total	5,555	61,734	6,048	6,014	42,631	44,588
Detail by Budget Activity						
Operating Forces	4,984	56,398	5,096	5,067	37,152	38,938
Administration and Servicewide Support	571	6,701	952	947	6,943	7,265
Total	5,555	63,099	6,048	6,014	44,095	46,203
(Reimbursable Data included above)	977	8,347	1,226	1,221	6,538	6,507

SUMMARY OF REQUIREMENTS BY ACTIVITY GROUP

	<u>FY 1995</u>			<u>FY 1996</u>			<u>FY 1997</u>		
	<u>E/S</u>	<u>E/S</u>	<u>O&M, N</u>	<u>E/S</u>	<u>E/S</u>	<u>O&M, N</u>	<u>E/S</u>	<u>E/S</u>	<u>O&M, N</u>
	<u>MIL</u>	<u>CIV</u>	<u>FUNDING</u>	<u>MIL</u>	<u>CIV</u>	<u>FUNDING</u>	<u>MIL</u>	<u>CIV</u>	<u>FUNDING</u>
Air Operations	62,601	10,162	\$4,856,502	62,052	10,233	\$4,474,400	58,688	9,565	\$4,385,939
Ship Operations	172,909	16,814	\$7,214,257	165,115	16,392	\$6,971,833	162,961	16,534	\$6,482,485
Combat Operations/Support	24,983	7,643	\$1,665,045	25,006	8,605	\$1,667,381	24,218	8,527	\$1,636,958
Weapons Support	1,285	846	\$1,457,516	1,152	977	\$1,378,383	1,150	977	\$1,371,828
DBOF Support						\$595,100			
Total	261,778	35,465	\$15,193,320	253,325	36,207	\$15,087,097	247,017	35,603	\$13,877,210

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 - 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 (TACAIR)/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. Fleet Readiness Squadrons 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.

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.

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 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.

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

A. Activity Group

B. Reconciliation Summary:

B. Reconciliation Summary:

BA 01 Summary

Budget Activity: 01 - Operating Forces

C. Reconciliation of Increases and Decreases

	(\$ in 000)
1. FY 1996 President's Budget Request	\$14,846,657
2. Congressional Adjustments (Distributed):	102,295
A. P-3 Force Structure	8,000
B. Aircraft Depot Maintenance	25,000
C. Pacific Missile Range Facility	14,295
D. Ship Depot Maintenance Availabilities	150,000
E. Other Weapon Systems Maintenance	5,000
F. DBOF Support	-100,000
3. FY 1996 Appropriated Amount (Distributed adjustments only):	\$14,948,952
4. Congressional Adjustments (Undistributed):	-58,796
A. Administrative Travel Savings	-20,437
B. Bulk Fuel Requirements	-100,000
C. Civilian Understrength	-10,545
D. Provide Comfort/Southern Watch	73,217
E. Tomahawk Missile Recertification	-9,000
F. Supply Management Reforms	-28,231
G. Real Property Maintenance	109,560
H. Printing Efficiencies	-2,708
I. Reduced Audits	-7,085
J. Transportation Improvements	-5,438
K. Sec. 8125: Revised Economic Assumptions	-58,129
5. Reprogrammings/Transfers:	123,346
A. Increases:	(174,794)
1) Contingencies - Bosnia	69,531
2) Contingencies - Other (issue 28694)	76,166
3) DBOF refund	29,097
B. Decreases:	(-51,448)
1) Inflation offset for contingencies	-51,448
6. Technical Adjustments Required to Comply with Congressional Intent:	533
A. Acquisition Reform	-2,467
B. Security Programs	-7,000
C. AN-UYK-70	10,000
7. Price Growth:	3,261
8. Functional Transfers	58
A. Transfers In	(9,068)
1) Intra-Appropriation	58
a. Air Operations	30
b. Ship Operations	8,980
c. Combat Operations/Support	

Budget Activity: 01 - Operating Forces

C. Reconciliation of Increases and Decreases: (continued)

(\$ in 000)

B. Transfers out	
1) Intra-Appropriation	(-9,010)
a. Air Operations	-8,917
b. Ship Operations	-63
c. Combat Operations/Support	-30
	634,821
9. Program Increases:	
A. Program Growth in FY 1996	
1) Air Operations	228,531
2) Ship Operations	305,948
3) Combat Operations/Support	80,959
4) Weapons Support	19,383
	-565,078
10. Program Decreases	
A. Program Decreases in FY 1996	
1) Air Operations	-143,601
2) Ship Operations	-330,283
3) Combat Operations/Support	-26,153
4) Weapons Support	-65,041
	\$15,087,097
11. FY 1996 Current Estimate:	
12. Price Growth:	-139,805
13. Functional Transfers:	29,687
A. Transfers In	(35,431)
1) Intra-Appropriation	1,608
a. Air Operations	(127)
b. Ship Operations	(230)
c. Combat Operations/Support	(220)
d. Weapons Support	(1,031)
2) Inter-Appropriation	33,823
a. Air Operations	(349)
b. Ship Operations	(4,487)
c. Combat Operations/Support	(28,987)

Budget Activity: 01 - Operating Forces

C. Reconciliation of Increases and Decreases: (continued)

B. Transfers out		
1) Intra-Appropriation		
a. Air Operations		
b. Ship Operations		
c. Combat Operations/Support		
2) Inter-Appropriation		
a. Air Operations		
b. Ship Operations		
14. Program Increases:		666,949
A. Annualization of New FY 1996 Program		
1) Air Operations	(72,182)	
2) Ship Operations	2,855	
3) Combat Operations/Support	62,332	
4) Weapons Support	6,981	
	14	
B. One-Time FY 1997 Cost		
1) Ship Operations	(45,612)	
2) Combat Operations/Support	30,201	
	15,411	
C. Program Growth in FY 1997		
1) Air Operations	(549,155)	
2) Ship Operations	100,639	
3) Combat Operations/Support	283,735	
4) Weapons Support	56,294	
	108,487	
15. Program Decreases:		-1,766,718
A. Annualization FY 1996 Program Decreases		
1) Air Operations	(-83,871)	
2) Ship Operations	-394	
3) Combat Operations/Support	-71,641	
	-11,836	
B. One-Time FY 1996 Cost		
1) Air Operations	(-113,387)	
2) Ship Operations	-37,462	
3) Combat Operations/Support	-34,942	
4) Weapons Support	-26,983	
	-14,000	
C. Program Decreases in FY 1997		
1) Air Operations	(-1,569,460)	
2) Ship Operations	-329,307	
3) Combat Operations/Support	-1,033,985	
4) Weapons Support	-103,567	
	-102,602	
16. FY 1997 Current Estimate		\$13,877,210

Budget Activity: 01 - Operating Forces

IV. Performance Criteria and Evaluation Summary:

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

V. <u>Personnel Summary:</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>Change</u> <u>FY 1996/FY 1997</u>
Active Military End Strength (Total)				
Officer	261,778	253,325	247,017	-6,308
Enlisted	24,535	24,218	23,753	-465
	237,243	229,107	223,264	-5,843
Civilian End Strength (Total)				
U.S. Direct Hire	35,465	36,207	35,603	-604
Foreign National Direct Hire	28,601	29,347	28,721	-626
Total Direct Hire	2,395	2,256	2,250	-6
Foreign National Indirect Hire	30,996	31,603	29,971	-632
	4,469	4,604	4,632	28
Military Workyears (Total)				
Officer	273,132	257,340	250,073	-7,267
Enlisted	25,240	24,283	23,937	-346
	247,892	233,057	226,136	-6,921
Civilian Workyears (Total)				
U.S. Direct Hire	36,147	35,917	35,525	-392
Foreign National Direct Hire	29,333	29,028	28,602	-426
Total Direct Hire	2,399	2,313	2,320	7
Foreign National Indirect Hire	31,732	31,341	30,922	-419
	4,415	4,576	4,603	27

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 (TACAIR)/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. Fleet Readiness Squadrons 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 TACAIR and ASW forces, shore based 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. The active tactical goal is to provide 83 percent PMR plus a two percent simulator contribution totaling 85 percent PMR. This TACAIR/ASW average is considered the minimum acceptable level. This budget reflects additional PMR in support of contingency operations. 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.

Fleet Air Training - Includes Fleet Readiness Squadrons (FRS) 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 FRS are located throughout the country. Student levels are established by authorizing TACAIR/ASW force level requirements, aircrew/maintenance personnel rotation rates, and the student output from Undergraduate Pilot/NFO Training Program. Schools include Test Pilot School, Naval Strike Warfare Center, and the Naval Fighter Weapons School (TOPGUN). 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

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

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.

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, disability compensation, and environmental and hazardous waste management.

Real Property Maintenance - Includes maintenance and repair of real property and minor construction for facilities that predominantly support aviation operating forces.

II. Force Structure Summary:

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, 2,457 crews and 1,810 primary authorized aircraft.
In FY 1997 there are 10 active carrier airwings, 2,406 crews and 1,762 primary authorized aircraft.

III. Financial Summary (\$ in Thousands):

A. Sub-Activity Group	FY 1995 Actuals	Budget Request	FY 1996 Approp- riated	Current Estimate	FY 1997 Estimate
1A1A Mission and Other Flight Ops	2,174,829	1,788,301	1,796,301	1,977,736	1,867,999
1A2A Fleet Air Training	716,678	627,871	642,166	628,500	606,264
1A3A Intermediate Maintenance	65,582	68,070	68,070	66,756	64,855
1A4A Air Ops and Safety	79,667	59,060	59,060	55,828	65,742
1A5A Aircraft Depot Maintenance	672,375	489,443	514,443	505,951	602,679
1A6A Aircraft Depot Operations	30,419	28,232	28,232	24,724	24,613
1A7A Base Support	838,863	817,572	817,572	865,761	807,680
1A8A Real Property Maintenance	320,176	388,079	388,079	349,144	346,107
Subtotal	4,898,589	4,266,628	4,313,923	4,474,400	4,385,939
DERF	-41,934				
DLA Supply Credits	-153				
TOTAL	4,856,502	4,266,628	4,313,923	4,474,400	4,385,939

B. Reconciliation Summary:

	Congressional Adjustments (Distributed)	Congressional Adjustments (Undistributed)
1990	1.00	1.00
1991	1.00	1.00
1992	1.00	1.00
1993	1.00	1.00
1994	1.00	1.00
1995	1.00	1.00
1996	1.00	1.00
1997	1.00	1.00
1998	1.00	1.00
1999	1.00	1.00
2000	1.00	1.00
2001	1.00	1.00
2002	1.00	1.00
2003	1.00	1.00
2004	1.00	1.00
2005	1.00	1.00
2006	1.00	1.00
2007	1.00	1.00
2008	1.00	1.00
2009	1.00	1.00
2010	1.00	1.00
2011	1.00	1.00
2012	1.00	1.00
2013	1.00	1.00
2014	1.00	1.00
2015	1.00	1.00
2016	1.00	1.00
2017	1.00	1.00
2018	1.00	1.00
2019	1.00	1.00
2020	1.00	1.00
2021	1.00	1.00
2022	1.00	1.00
2023	1.00	1.00
2024	1.00	1.00
2025	1.00	1.00
2026	1.00	1.00
2027	1.00	1.00
2028	1.00	1.00
2029	1.00	1.00
2030	1.00	1.00
2031	1.00	1.00
2032	1.00	1.00
2033	1.00	1.00
2034	1.00	1.00
2035	1.00	1.00
2036	1.00	1.00
2037	1.00	1.00
2038	1.00	1.00
2039	1.00	1.00
2040	1.00	1.00
2041	1.00	1.00
2042	1.00	1.00
2043	1.00	1.00
2044	1.00	1.00
2045	1.00	1.00
2046	1.00	1.00
2047	1.00	1.00
2048	1.00	1.00
2049	1.00	1.00
2050	1.00	1.00
2051	1.00	1.00
2052	1.00	1.00
2053	1.00	1.00
2054	1.00	1.00
2055	1.00	1.00
2056	1.00	1.00
2057	1.00	1.00
2058	1.00	1.00
2059	1.00	1.00
2060	1.00	1.00
2061	1.00	1.00
2062	1.00	1.00
2063	1.00	1.00
2064	1.00	1.00
2065	1.00	1.00
2066	1.00	1.00
2067	1.00	1.00
2068	1.00	1.00
2069	1.00	1.00
2070	1.00	1.00
2071	1.00	1.00
2072	1.00	1.00
2073	1.00	1.00
2074	1.00	1.00
2075	1.00	1.00
2076	1.00	1.00
2077	1.00	1.00
2078	1.00	1.00
2079	1.00	1.00
2080	1.00	1.00
2081	1.00	1.00
2082	1.00	1.00
2083	1.00	1.00
2084	1.00	1.00
2085	1.00	1.00
2086	1.00	1.00
2087	1.00	1.00
2088	1.00	1.00
2089	1.00	1.00
2090	1.00	1.00
2091	1.00	1.00
2092	1.00	1.00
2093	1.00	1.00
2094	1.00	1.00
2095	1.00	1.00
2096	1.00	1.00
2097	1.00	1.00
2098	1.00	1.00
20		

Current Estimate

BA 01 AG 1A

page 18

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

C. Reconciliation of Increases and Decreases:

1. FY 1996 President's Budget Request		(\$ in 000)
2. Congressional Adjustments (Distributed):		
a. P-3 Force Structure	8,000	
b. Pacific Missile Range Facility	14,295	
c. Aircraft Depot Maintenance	25,000	47,295
3. FY 1996 Appropriated Amount (Distributed adjustments only):		\$4,313,923
4. Congressional Adjustments (Undistributed):		48,998
a. Administrative Travel Savings	-4,371	
b. Bulk Fuel Requirements	-13,719	
c. Provide Comfort/Southern Watch	58,125	
d. Supply Management Reforms	-6,246	
e. Real Property Maintenance	38,400	
f. Printing Efficiencies	-511	
g. Reduced Audits	-1,538	
h. Transportation Improvements	-1,443	
i. Revised Economic Assumptions	-17,541	
j. Civilian Understrength	-2,158	
5. Reprogrammings/Transfers:		47,477
a. Increases:		
1) Contingencies - Bosnia	(63,006)	
2) Contingencies - Other	41,456	
3) DBOF refund	14,871	
b. Decreases:		
1) Inflation offset for contingencies	6,679	
	(-15,529)	
	-15,529	
6. Technical Adjustments Required to Comply with Congressional Intent		-14,295
a. Pacific Missile Test Facility to Combat Support		
7. Price Growth:		2,226
8. Functional Transfers:		-8,859
a. Transfers In		
1) Intra-Appropriation	(58)	
a) Transfer one billet from Weapons Support (1D) to Naval Air Warfare Center (+1ES,+1WY).	58	
b. Transfers out		
1) Intra-Appropriation	(-8,917)	
a) Transfer of funding base operations for P-3 detachment at Misarah Oman as well as funding responsibility for Navy share of DoD agreement with Oman for access to Oman land, air and sea spaces to Combat Operations (1C). (Baseline: \$566,728)	-8,917	

C. Reconciliation of Increases and Decreases: (continued)

9. Program Increases:

(\$ in 000)

228,531

a.	One-Time FY 1996 Cost (New or changed since the President's Budget)	(36,207)
(1)	Increase to cover Local Area Network (LAN) costs, furnishings, and environmental costs associated with BRAC consolidations at Naval Air Stations and Warfare Centers. (Baseline: \$817,572)	36,207
b.	Program Growth in FY 1996	(192,324)
	<u>Execution/Fact Of Life</u>	
(1)	Increased disability compensation reflecting Dept. of Labor (DOL) estimates. (Baseline: \$8,429)	1,935
(2)	Increased costs for severance pay and temporary storage of goods associated with closure of NAS Bermuda. (Baseline: \$566,728)	436
(3)	Increase at NAS Miramar to reflect actual operating costs. NAS Miramar transfer date to the Marine Corps is now September 1997 vice April 1997. Operational costs do not experience the anticipated downturn due to the host tenant relationship. Air Operations Base Support continues to fund all common support costs for tenants. Increase provides for FY 1996 funding removed by the last President's Budget. (+296ES, +92WY). (RPM: +\$758 BOS: +4823 AMD: +507) (Baseline: \$817,572)	6,088
(4)	Increase in funding for NAS Barbers Point to reflect actual operating costs. NAS Barbers Point closure date changed from September 1997 to July 1999. P-3 squadrons will remain at Barbers Point until new closure date. Increase provides for FY 1996 funding removed by the last President's Budget. (+78ES, +24WY). (RPM: +\$926 BOS: +\$6,012) (Baseline: \$817,592)	6,938
(5)	Increase to other aircraft support for Second Destination Transportation associated with Marine training and exercises.	1,509
(6)	Increased costs associated with range fees which are required for training aircrews in electronic warfare, close air support, and other specialized air warfare skills.	1,253
(7)	Increased supplies and service contracts for the TAC-3 computer, the Shipboard Uniform Automated Data Processing System/Naval Air Logistics Command Management Information System (SUDAPS/NALCOMIS) automated real time supply/maintenance management system for inventory and financial accountability.	675
(8)	Contract air support increase for contracted pipeline training for E-2C airborne early warning squadrons.	769
(9)	Simulator contract costs required to support two percent Primary Mission Readiness goals.	3,366
(10)	Increased flying hours for the E-2, C-2, F-14, H-53, H-46 associated with tactical and support missions.	23,499
(11)	Increased civilian personnel and associated support costs to support aviation type wing commanders. (14 E/S, 20 W/Y)	740
(12)	Increase in Temporary Active Duty in order to support squadron deployments and detachments and to reflect FY 1995 execution.	20,713
(13)	Increase support for Individual Material Readiness List (IMRL) and Support Equipment Resources Management Information System (SERMIS) contract.	12,491
(14)	Increased contractual service support for Fleet Area Control and Surveillance Facility and Commercial Air Services.	2,668

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

(15) Increase in Fleet Air Training cost per hour for Aviation Depot Level Repairables and fuel to reflect actual execution and maintain aircraft at readiness levels necessary to ensure airframe availability to meet pilot training and operational schedules.	22,276
(16) Increase in TACAIR/Fleet Air Support cost per hour for maintenance to reflect actual execution and maintain aircraft at readiness levels necessary to ensure airframe availability to meet pilot training and operational schedules.	49,192
(17) Increased civilian personnel support associated with non-flying hour elements of the Flying Hour Program to provide additional air operations. (8 E/S, 19 W/Y)	722
Quality of Life Initiatives	
(1) Increase to support Improved Quality of Life for sailors. Improved Bachelor Quarters Operations including furnishings, fixtures and equipment (FFE) replacement. (Baseline: \$73,102)	1,474
(2) Conversion of non-appropriated Morale Welfare and Recreation (MWR) billets to appropriated (+38ES,+38WY). (Baseline: \$73,102)	1,216
(3) Increase in funding for Bachelor Quarters maintenance. This improves living spaces for the Sailor and Marine on Naval Air Stations. (Baseline: \$92,402)	2,135
Management Initiatives/Changes	
(1) Realignment of Airborne Mine Countermeasures equipment purchases and repairs from Combat Operations (1C).	1,523
(2) Base support funding to pay for must pay bills including utility bills, transportation expenses, security costs and other base operating expenses to maintain base support services at an acceptable level. Includes additional personnel to support security, environmental and facility support functions. (+211ES, +190WY). (Baseline: \$817,572)	27,550
(3) Realignment of funding from Combat Operations/Support (1C) for the Range Electronic Warfare Systems (REWS) Range at San Clemente Island. (Baseline: \$566,728)	205
(4) Realign funding to NAS Jacksonville for base operations support of the Surface Rescue Swimmer School and the Centralization of swimmers gear purchasing from Ship Operations (1B). (Baseline: \$566,728)	110
(5) Additional personnel within Real Property Maintenance program to support facilities repair projects (+8ES,+4WY). (Baseline: \$388,079)	200
(6) Increase as a result of Naval Air Warfare Center Training Systems Division new requirement to direct mission support the Seawolf program (9 E/S, 4 W/Y).	181
(7) Increase in civilian personnel support associated with Strike Fighter Tactical Instruction curriculum expansion at Navy Fighter Weapons School (1 E/S, 1 W/Y).	55
Force Structure Changes	
(1) Increase of Fleet Readiness Squadron training flying hours in support of SH-60B/F due to a change in the number of aircraft per squadron from five to six.	1,766
(2) Increase of Fleet Readiness Squadron training flying hours in support of increased EA-6B electronic countermeasures formerly provided by Air Force.	639

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

10. Program Decreases:

-143,601

a. Program Decreases in FY 1996

(-143,601)

Execution/Fact of Life

- (1) Decrease costs associated with selected commercially maintained aviation components. (Baseline: \$29,457)
 - (2) Decreased Aircraft Depot Maintenance based on execution experience. (Baseline: \$311,391)
 - (3) Reduction in Real Property Maintenance to fund base support deficiencies and must pay bills. (Baseline: \$349,144)
 - (4) Reduced maintenance of tactical training range instrumentation.
 - (5) Decreased Fleet Readiness Squadron flying hours for S-3, C-2, FA-18, and F-14 associated with pilot categorization and FY 1995 execution.
 - (6) Decrease in tactical flying hours for the EA-6B, Marine H-53, Navy F-14, SH3H and ES-3A
- Management Initiatives/Changes**
- (1) Realign program management of Navy commercially maintained aircraft to BA 4. (-45E/S, -45W/Y)
 - (2) Disestablish Search and Rescue SAR functions at NAS Jacksonville (-6ES, -6WY). (Baseline: \$586,159)
 - (3) Realign Construction Battalion Units (CBUs) BOS funding to 3rd Naval Construction Brigade, Combat Operations/Support. (1C) (Baseline: \$865,761)
 - (4) Test Pilot School reduction of 879 flight hours as a result of revised syllabus and proficiency flight reductions
 - (5) Decrease in training software maintenance of A-6E and P-3C disposition support, and reduced training and manual updates.
 - (6) Realignment of civilian personnel and contractor costs supporting Commands and Staff to Combat Operations (1C). (-1 e/s, -1 w/y)
 - (7) Realignment of civilian personnel and contractor support to Combat Operations (1C). (-26 E/S, -26 W/Y)

Infrastructure Changes

- (1) Decrease in Engineering Support overhead costs associated with BRAC IV consolidations.
- (2) Reduction in overall base support requirements as the operating forces are realigned and reduced. (Baseline: \$865,761)
- (3) BRAC reductions at the following bases:
NAS Alameda (closure in FY 1997).

- NAS Whidbey (no single siting of P-3s at Whidbey).
- NAS Lemore (redirect of F-14 squadrons from NAS Miramar to NAS Oceana) (-14ES, -14WY)
- NAS Adak (moving to closure in FY 1998) (RPM: -\$1,645, BOS -\$8,309) (Baseline: \$865,761)
- (4) Realign firefighter function from NAS Agana to NAVACTS Guam (1B). This maintains firefighter function on Guam after closure of NAS Agana. (-114ES, -80WY) (Baseline: \$586,159)

Force Structure Changes

- (1) Reduced in service engineering, fleet technical assists, refurbishment of expeditionary matting and support of Aviation Mobile Facilities due to reduced force structure and increased reliability and maintainability of equipment.
- (2) Decrease in tactical flying hours associated with the decommissioning of 2 A-6 squadron and 1 Marine F/A-18 squadron. -10,600

-3,751

-10,600

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

Environmental Compliance

(1) One-time FY 1996 increase for environmental costs associated with BRAC consolidations (see above para. 9a) requires realignment of environmental funding from non-BRAC related bases. (Baseline: \$145,689)

Legislative Change

(1) Reduction associated with Congressional action to maintain an expense/investment threshold of under \$100,000 for noncentrally managed equipment purchases from O&MN.

11. FY 1996 Current Estimate:

\$4,474,400

12. Price Growth:

178,201

13. Functional Transfers:

a. Transfers In

(476)

1) Intra-Appropriation

a) Transfer of human resources management support for the Naval Training Research and Development Center (NTRDC) from Logistics Operations and Technical Support (4B). (+2ES,+2WY)

95

b) Transfer of COMSEC billet from Servicewide Support (4A). (+1ES,+1WY)

32

2) Inter-Appropriation

a) In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer from OPN reflects the purchase of all noncentrally managed equipment in the O&MN appropriation regardless of the unit cost of the item.

349

b. Transfers out

(-3,469)

1) Intra-Appropriation

a) Transfer of Fleet Readiness Aviation Maintenance Personnel/Aviation Training Support Systems to Basic Skills and Advanced Training (3B).

-164

b) Transfer of Base Support and Real Property Maintenance responsibility for Solomon Islands recreational center to Administration and Servicewide Support (4A)

-2,800

c) Transfer personnel for European Service Center to Administration and Servicewide Support (4A). (-6ES,-6WY)

-224

2) Inter-Appropriation

-281

a) Transfer of management of overseas transportation contracting to DODDS. (-3ES,-3WY)

15. Program Increases:

103,494

a. Annualization of New FY 1996 Program

(2,855)

Quality of Life Initiatives

(1) Full year costs of new Child Development Centers in Rota, Spain and Sigonella Sicily (+36ES,+45WY).

1,594

Execution/Fact of Life

(1) Realignment of personnel with in the Base Support program to meet minimum staffing standards (+29WY).

1,103

Management Initiatives/Changes

(1) Increase in personnel to support Real Property Maintenance. (+4WY)

158

b. Program Growth in FY 1997

(100,639)

Execution/Fact of Life

(1) Increased operational support and maintenance for Marine

169

Air Traffic Control Squadrons to draw down increases in equipment backlog. (Baseline: \$3,396)

(2) Increase associated with reestablishing Naval Air Warfare Center

8,803

(NAWC) customer funds to required levels. FY 1996 NAWC customer funding was reduced in order to decrease the value of funded carryover. Funding is provided in the following areas: Aviation facilities and shore based landing aids; survival equipment; aircraft launch and recovery equipment; and expeditionary airfields. (Baseline: \$52,432)

(3) Increase to Aircraft Depot Maintenance to achieve backlog level of 100 airframes and 250 engines. (Baseline: \$505,951)

(4) Increased disability compensation costs for closing aviation Depots. (Baseline: \$10,364)

(5) Increased Contingency Operations support for Southwest Asia for airlift transportation of things 789

(6) Increase in civilian personnel and associated support costs to support the Office of Training Technology to enable management of training advances and resources through a database of training technologies. (10 E/S, 10 W/Y) 394

Management Initiatives/Changes

(1) Increased Base Support to support critical safety, security, personnel, administrative and supply functions at Naval Air Stations. (+36ES,+35WY) 2,147 (Baseline: \$586,159)

(2) Increased civilian personnel due to conversion of Family Service Center (FSC) director billets currently filled by military personnel. Includes some outsourcing of the same billets. (+9ES,+8WY) (Baseline: \$73,840) 528

(3) Outsourcing of guard services previously performed by military personnel. (Baseline: \$586,159) 4,230

(4) Increase in civilian personnel and associated support costs to provide increased technical support and improved focus on integration of legacy systems with distributed synthetic environments associated with the Battle Force Tactical Training trainers. (6 E/S, 6 W/Y) 525

Infrastructure Changes

(1) Increase for Air Traffic Control equipment removals from base closings. Removals will avoid the replacement costs of these Navy assets. (Baseline: \$17,238) 798

(2) Collateral equipment and facilities support for new MILCON facilities coming online in FY 1997. Includes collateral equipment for rehabed facilities (MRP Repairs). (Baseline: \$586,159) 7,559

(3) Increased base support costs at NAS North Island as NAS Miramar squadron relocation is completed. (+14ES,+14WY) (RPM: +\$759, BOS: +4,612) (Baseline: \$865,761) 5,371

(4) Real Property maintenance support for new facilities coming on line in FY 1997. (Baseline: \$349,144) 1,684

Force Structure Changes

(1) Increase for 24 additional EA-6B Standard Depot Level Maintenance actions due to assumption of Air Force EF-111 Electronic Combat mission. (Baseline: \$505,951) 38,000

(2) Increase of Fleet Readiness Squadron and tactical flying hours as a result of the addition of two tactical EA-6B squadrons. 13,204

Quality of Life Initiatives

(1) Increased support for Morale, Welfare, and Recreation (MWR) to improve quality of life for the sailor living ashore. Includes additional civilian personnel in support functions. (+42ES,+42WY). (Baseline: \$73,840) 3,456

(2) Enhanced Quality of Life for military personnel living ashore. Increased Bachelor Quarters Fixtures, Furnishings and Equipment (FEE) support. Includes some outsourcing of BQ front desk operations due to reduction of military billets. (Baseline \$29,362) 1,432

16. Program Decreases:

- a. One-Time FY 1996 Cost
 - (1) LAN, furnishings, and environmental costs associated with BRAC consolidations at Naval Air Stations and Warfare Centers. (Baseline: \$865,761)
- b. Annualization FY 1996 Program Decreases
 - (1) Costs for severance pay and temporary storage of goods associated with closure of NAS Bermuda. (Baseline: \$586,159)
- c. Program Decreases in FY 1997

Execution/Fact of Life

 - (1) Reduction in Real Property Maintenance funding to draw down facilities backlog of maintenance and repair due to increased funding in FY 1996 to reduce backlog in readiness related facilities. (Baseline: \$349,144)
 - (2) Reduction to Temporary Active Duty including travel to training schools.
 - (3) Decrease in the maintenance of the Instructional Systems Design (ISD) contract and support that provides revised training materials for fleet readiness squadrons.
 - (4) Decrease of Fleet Readiness Squadron flying hours for F-14, FA-18, F-5, KC130, MH-53 and CH-53 aircraft.
 - (5) Decrease in flying hours due to reduced operational requirement for the following: C-12, SH-3H, SH-60F, E-2C, Navy and Marine station aircraft, C-2, UC-12B, AV-8B, CH-46, CH-53, UH-1N, KC-130 and EP-3E.
 - (6) Anticipated maintenance savings associated with life limit reductions on several components.
As reengineered components become available, less frequent replacement will be experienced.
 - (7) Decreased tactical and support flying hours and Temporary Active Duty associated with Contingency Operations in Bosnia.
 - (8) Reduced civilian personnel air wing support. (-10 E/S, -3 W/Y)

Force Structure Changes

 - (1) Decrease Engineering Technical Services associated with reduced force structure and elimination of certain T/M/S from the active inventory. (-11 E/S)
Baseline: \$57,062
 - (2) Decrease associated with decommissioning of 1 Marine F/A-18 squadron, 1 P-3 squadron and the final 3 A-6 squadrons and associated non-flying support costs.
 - (3) Decrease of F-14 flying hours associated with the decommissioning of 3 squadrons offset by an increase of 10 to 14 planes per squadron.

Infrastructure Changes

 - (1) Decreased ALMD support associated with downsizing of force structure and BRAC closure of NAS Alameda. (-28 ES, -14 WY) (Baseline: \$8,234)
 - (2) Decreased Aircraft Depot Operations Support due to reduced number of Depots and declining force structure. (Baseline: \$24,724)
 - (3) Reductions in base support services from force structure downsizing. (-12ES, -8WY) (Baseline: \$865,761)

-367,163

(-37,462)
-37,462

(-394)
-394

(-329,307)

-4,425

-311

-3,176

-25,978

-20,123

-41,546

-24,636

-114

-2,629

-62,099

-9,754

-632

-1,145

-4,235

(4) Reductions in base support due to the following BRAC realignments, closures and redirects:	-23,427
- NAS Alameda closure in FY 1997.	
- NAS Miramar transfer to the Marine Corps in FY 1997.	
- NAS Barbers Point closure in FY 1999.	
- NAF Adak closure in FY 1998.	
- NAS Cecil Field closure in FY 1998.	
- NAS Iemoore (BRAC IV redirect of squadrons from NAS Miramar. (-680ES, -322WY) (RPM: -\$3,090, BOS: -\$20,337) (Baseline: \$865,761)	
(5) Reduction in Real Property Maintenance due to force structure downsizing. (-8ES, -4WY) (Baseline: \$349,144)	-1,194
(6) Reduced contracted simulator support costs associated with consolidation of F14 simulator assets	-4,852
(7) Decrease of civilian personnel and associated support costs at Attack Wing Pacific which is disestablishing. (-2 E/S, -1W/Y)	-39
Management Initiatives	
(1) Savings associated with implementation of Gold Disk Program which enables repair of electronic circuit cards at Intermediate Maintenance Activities.	-34,772
(2) Outsourcing of guard services. (-63ES, -63WY) (Baseline: \$253,061)	-2,213
(3) Savings from increased energy conservation. (Baseline: \$586,159)	-4,570
(4) Realignment of Activity Providing Telephone Service (APTS) support to Administration and Servicewide Support (4A). (-3ES, -3WY) (Baseline: \$349,144)	-76
(5) Reduction in life cycle costs of waterfront facilities.	-900
(6) Reduction in Real Property maintenance due to the restoral of the 8th Naval Construction Battalion and concurrent increase in RPM performed by battalion personnel. (Baseline: \$349,144)	-4,165
(7) Realignment of funding to Combat Operations/Support (1C) to support training of Construction Battalion Units (CBUs). (Baseline: \$349,144)	-201
(8) Reduction due to close out of Aviation Training Support System which mission migrates to the Standard Training Activity Support System.	-189
(9) Savings associated with the Product Deficiency Reporting and Evaluation Program which provides automated contractor performance evaluations to be used in contractor rating and results in reduced contractor costs.	-2,537
(10) Realignment of 4 SH-3H aircraft and 1,000 flying hours from active Navy to Navy Reserve. This is a mission transfer for training responsibility of H-3 aircraft.	-1,300
(11) Savings associated with Naval Aviation Engine Airfoil Repair and Refurbishment Program Naval Audit recommendation that identified cost avoidance associated with blade replacement and aviation depot level repairables purchases.	-9,760
Environmental Compliance	
(1) Reductions to the environmental program due to completion of Environmental level I projects and BRAC closures. (Baseline: \$145,689)	-38,309

17. FY 1997 Current Estimate:

\$4,385,939

IV. Performance Criteria and Evaluation Summary

A. Mission and Other Flight Operations

Average Operating Aircraft	2,236	2,159	2,091
Flying Hours (000'S)	905	881	856
Costs (\$000)	2,106,221	1,880,988	1,789,822
Cost Per Hour	2,327	2,045	2,014
Primary Mission Readiness (%)	86	89	88
Units Receiving IMRL Items	359	357	357
Drones Maintained	1,323	1,323	1,323

1/ Includes 2% PMR from simulator training.

B. Fleet Air Training

Average Operating Aircraft	527	485	478
Flying Hours (000)	192	183	179
Costs (\$000)	475,230	404,604	383,264
\$ Per Hour	2,481	2,213	2,148
Major Training Devices	123	130	127
Training Device Hours (000)	342	367	366
Navy Fighter Weapons School Students 1/	4,360	4,360	4,360
Naval Strike Warfare Center Students 1/	3,947	3,980	3,980
Navy Test Pilot School Students	54	54	54

1/ Number shown represents those scheduled to complete the training syllabus.

C. INTERMEDIATE MAINTENANCE

	FY 1995	FY 1996	FY 1997
	WVR \$000	WVR \$000	WVR \$000
NAVAL AVIATION TECHNICAL SERVICE UNIT (NAESU)	112 6,039	115 5,900	115 6,245
ENGINEERING TECHNICAL SERVICES (ETS)	630 50,583	632 51,162	612 49,667

D. AIR OPERATIONS AND SAFETY SUPPORT

AVIATION MOBILE FACILITIES CONFIGURED			
MATTING RESURFACING (F-71)	208 222	215	
MATTING RESURFACING (F-72)	7,244 2,544	1,631	
	1,673 844	371	
	FY 1995	FY 1996	FY 1997
STRUCTURAL EQUIPMENT DEFICIENCIES			
CORRECTED PRIORITY I	163 130	170	
PRIORITY II	20 18	12	
PRIORITY III	0 0	0	
FLEET INTRODUCTIONS OF NEW SYSTEMS	0 2 OF 4	3 OF 5	
SHOREBASED LIGHTING SYSTEMS	17 11	12	
SHOREBASED LANDING SYSTEMS	20 18	44	
SHOREBASED SIGNS AND MARKERS	9 5	2	
SHOREBASED FACILITY ALT. PROJECTS	33 30	36	
MINOR CONSTRUCTION	8 2	6	
AIR TRAFFIC CONTROL & LANDING SYSTEMS			
DIR FLEET TECH SUPPT ACTIONS	3,588 3,006	3,513	
IN-SERVICE ENG SUPPT ACTIONS	1,707 1,426	1,687	
REMOVE & RESTORE SYSTEM	468 150	463	
FROM DECOMMISSIONED SHIPS			

MARINE AIR TRAFFIC CONTROL SQUADRONS (MATCS)

	FY 1995	FY 1996	FY 1997
	UNITS DOLLARS	UNITS DOLLARS	UNITS DOLLARS
MAINTENANCE SUPPORT INSPECTION	5 250	3.3 200	3.75 225
MAINTENANCE SUPPORT TESTS	3 251	2.4 232	2.8 275
MAINTENANCE SUPPORT SOFTWARE	8 968	9 1,094	6 668
MAINTENANCE MGMT ENGINEERING	3.5 121	2.9 120	1.6 67
INSTRUMENT LANDING SYS RESTORATIONS	1 552	.6 300	2.0 500
C&CS RESTORATIONS	1.0 781	1.0 829	2 920
COMPUTER RESTORATIONS	1.0 79	1.0 80	2 310
DEPOT LEVEL REPAIRABLES	1.0 57	1.0 41	2 184

E. AIRCRAFT DEPOT MAINTENANCE

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>AIRFRAME REWORK</u>			
STANDARD DEPOT LEVEL MAINTENANCE (SDLM)	230 251,501	158 176,532	242 281,544
SDLM/MODIFICATIONS	59 73,249	60 55,687	47 57,526
SDLM/CONVERSION	3 3,988	0 0	0 0
SDLM/CRASH DAMAGE	3 10,164	2 3,834	0 0
AGE EXPLORATION PROGRAM, DEPOT	11 4,672	5 1,070	7 1,873
SUBTOTAL SDLM	306 343,574	225 237,123	296 340,943
MID-TERM INSPECTION	2 6,310	1 3,250	0 0
SPECIAL REWORK	30 6,000	30 6,180	30 6,316
AIR WORTHINESS INSPECTIONS	72 2,656	52 3,542	61 4,482
EMERGENCY REPAIR	77,449	54,553	63,999
AIRCRAFT SERVICE PERIOD ADJUSTMENT INSPECTIONS	<u>9,572</u>	<u>6,743</u>	<u>7,910</u>
SUBTOTAL OTHER	104 101,987	83 74,268	91 82,707
TOTAL AIRFRAME REWORK	306 445,561	225 311,391	296 423,650

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>ENGINE REWORK</u>			
ENGINE OVERHAUL (O/H)	70	66	69
	11,973	9,937	8,734
ENGINE REPAIR	1,210	1,035	941
	<u>173,490</u>	<u>147,100</u>	<u>132,667</u>
SUBTOTAL O/H & REPAIR	1,280	1,101	1,010
	185,463	157,037	141,401
GEAR BOXES/TORQUE METER O/H	146	191	127
	4,946	7,024	4,226
GEAR BOXES/TORQUE METER (REPAIR)	0	0	3
	0	0	128
FIELD TEAM	<u>250</u>	<u>1,042</u>	<u>1,143</u>
SUBTOTAL GEAR BOXES & FIELD TEAM	146	191	130
	5,196	8,066	5,497
TOTAL ENGINE REWORK	1,280	1,101	1,010
	190,659	165,103	146,898

F. AIRCRAFT DEPOT OPERATIONS SUPPORT

A. SUPPORT SERVICES (\$ 000s)

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
DEPOT SUPPORT ACTIONS	3,571	3,212	2,998
FLEET SUPPORT ACTIONS	8,109	7,061	7,233
CUSTOMER SERVICES ACTIONS	997	1,022	838
NAVAL AIR PACIFIC REPAIR ACTIVITY ACTIONS	7,367	6,631	6,651
NUMBER OF FERRY FLIGHTS	888	799	837
MAINTENANCE SUPPT ACTIONS	1,990	2,152	2,075
TOTAL SUPPORT SERVICES:	22,922	20,877	20,632

B. NAVAL AVIATION DEPOT OPERATION CENTER (WORKYEARS)

COMMERCIALY MAINTAINED IN-SERVICE
AIRCRAFT SUPPORT

	90	49	49
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C. MILITARY SUPPORT

NUMBER OF PERSONNEL SERVED

	2,000	1,700	1,400
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G. Base Operations Support
(\$000)

Appropriation

Operation and Maintenance, Navy

Base Support Total

Other Base Operating Support
Base Communications
Environmental Compliance
Bachelor Quarters Operations
Morale, Welfare, and Recreation

Real Property Maintenance

	FY 1995 Actual	FY 1996 Estimate	FY 1997 Estimate
Base Support Total	838,826	865,761	807,680
Other Base Operating Support	595,427	586,159	583,067
Base Communications	21,004	30,711	17,699
Environmental Compliance	120,810	145,689	95,580
Bachelor Quarters Operations	28,203	29,362	31,492
Morale, Welfare, and Recreation	73,382	73,840	79,842
Real Property Maintenance	315,376	349,144	346,107

PROGRAM DATA

FY 1995 FY 1996 FY 1997

Number of Installations CONUS Overseas CONUS Overseas

Active Forces 21

11 20 9 20 9

Bases closing are NAS Bermuda and NAS Agana in 1996.

Other Criteria

FY 1995 FY 1996 FY 1997

Number of BEQ Rooms:

Number of BOQ Room:

Motor Vehicles

Owned:

Leased Long Term:

Leased Short Term:

Child Care Center Spaces:

Supv. Home Care Spaces:

GSA Leased Space (000 SF):

GSA Leased Space Cost (\$000):

Non-GSA Lease Space (000 SF):

Non-GSA Lease Space Cost (\$000):

20,555	20,693	21,556
5,004	5,279	5,2774
4,534	4,494	4,531
1,020	987	926
3,747	3,438	3,050
3,727	3,402	3,736
2,758	2,778	2,782
3	3	3
19	21	23
97	97	97
386	409	418

Maintenance and Repair

Utilities (\$000):			
Floor Space (000 SF):	18,110		21,809
Pavement (SY):	73,356	20,396	73,251
Land (acre):	23,884,826	71,901	22,940,560
RR Trackage (miles):	446,637	22,940,560	443,637
Piers, Wharves (F):	26	443,637	26
Facility Value CPV (\$000):	49,711	47,767	47,767
	16,929,786	16,565,603	16,926,965

V. Personnel Summary:

Active Military End Strength (Total)
 Officer
 Enlisted

Civilian End Strength (Total)
 U.S. Direct Hire
 Foreign National Direct Hire
 Total Direct Hire
 Foreign National Indirect Hire

Military Workyears (Total)
 Officer
 Enlisted

Civilian Workyears (Total)
 U.S. Direct Hire
 Foreign National Direct Hire
 Total Direct Hire
 Foreign National Indirect Hire

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>Change FY 1996/FY 1997</u>
Active Military End Strength (Total)	62,601	62,052	58,688	-3,364
Officer	7,830	8,088	7,812	-276
Enlisted	54,771	53,964	50,876	-3,088
Civilian End Strength (Total)	10,162	10,233	9,565	-668
U.S. Direct Hire	7,506	7,554	6,853	-701
Foreign National Direct Hire	1,063	1,043	1,048	+5
Total Direct Hire	8,569	8,597	7,901	-696
Foreign National Indirect Hire	1,593	1,636	1,664	+28
Military Workyears (Total)	65,002	62,265	60,343	-1,922
Officer	8,093	7,929	7,937	+8
Enlisted	56,909	54,336	52,406	-1,930
Civilian Workyears (Total)	10,518	10,231	10,000	-231
U.S. Direct Hire	7,796	7,495	7,240	-255
Foreign National Direct Hire	1,161	1,112	1,109	-3
Total Direct Hire	8,957	8,607	8,349	-258
Foreign National Indirect Hire	1,561	1,624	1,651	+27

Department of the Navy
Operation & Maintenance, Navy
FY 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.

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.

Real Property Maintenance--Includes maintenance and repair and minor construction to facilities that predominately support ship operating forces.

Activity Group: Ship Operations (continued)

II. Force Structure Summary: In FY 1996 this sub-activity group supports 11 aircraft carriers, 115 surface combatants, 42 amphibious ships, 80 nuclear attack submarines, 17 strategic ballistic missile submarines, 41 combat logistics ships, 11 mine warfare ships, and 24 support forces ships. In FY 1997, funding provides for 11 aircraft carriers, 119 surface combatants, 43 amphibious ships, 73 nuclear attack submarines, 18 strategic ballistic missile submarines, 40 combat logistics ships, 11 mine warfare ships, and 24 support forces ships.

III. Financial Summary (\$ in Thousands):

A. Sub-Activity Group	FY 1995 Actuals	Budget Request	FY 1996 Approp- riated	Current Estimate	FY 1997 Estimate
1B1B Mission and Other Ship Operations	2,046,342	1,885,234	1,885,234	1,954,933	1,919,975
1B2B Ship Operational Support & Training	488,198	462,396	462,396	462,684	457,005
1B3B Intermediate Maintenance	448,520	401,812	401,812	403,895	396,844
1B4B Ship Depot Maintenance	2,249,805	2,261,190	2,411,190	2,245,043	1,803,854
1B5B Ship Depot Operations Support	910,945	758,320	758,320	716,229	787,330
1B6B Base Support	884,619	774,872	774,872	863,884	828,295
1B7B Real Property Maintenance	280,909	335,186	335,186	325,165	289,182
Subtotal	7,309,338	6,879,010	7,029,010	6,971,833	6,482,485

DERF
MSC Rates
DLA Supply Credits

TOTAL 7,214,257 6,879,010 7,029,010 6,971,833 6,482,485

B. Reconciliation Summary:

Baseline Funding	FY 1996 Req/1996 Current	Change	FY 1996/1997
Congressional Adjustments (Distributed)	150,000		
Congressional Adjustments (Undistributed)	-88,014		
Reprogrammings/Transfers	56,002		
Technical Adjustments	-1,742		
Price Change	945		270,997
Functional Transfers	-33		3,955
Program Changes	-24,335		-764,300
Current Estimate	6,971,833		6,482,485

Activity Group: Ship Operations (continued)

		(\$ in 000)
C. <u>Reconciliation of Increases and Decreases:</u>		
1. FY 1996 President's Budget Request		\$6,879,010
2. Congressional Adjustments (Distributed):		
a. Ship Depot Maintenance Availabilities	150,000	150,000
3. FY 1996 Appropriated Amount		\$7,029,010
4. Congressional Adjustments (Undistributed):		-88,014
a. Administrative Travel Savings	-12,280	
b. Bulk Fuel Requirements	-85,905	
c. Civilian Understrength	-5,126	
d. Provide Comfort/Southern Watch	15,092	
e. Supply Management Reforms	-16,217	
f. Real Property Maintenance	53,500	
g. Printing Efficiencies	-1,690	
h. Reduced Audits	-3,985	
i. Transportation Improvements	-3,074	
j. Revised Economic Assumptions	-28,329	
5. Reprogrammings/Transfers:		56,002
a. Increases:		
1) Contingencies - Bosnia	(81,104)	
2) Contingencies - Other	11,224	
3) DBOF refund	53,250	
4) DBOF refund	16,630	
b. Decreases:		
1) Inflation offset for contingencies	(-25,102)	
2) Inflation offset for contingencies	-25,102	
6. Technical Adjustments Required to Comply with Congressional Intent:		
a. Acquisition Reform	(-1,742)	-1,742
7. Price Growth:		945
8. Functional Transfers:		-33
a. Transfers in	(30)	
1) Intra-Appropriation	30	
2) Verdin Integrated Submarine Automated Broadcast Processing System (ISABPS) relocation from Combat Operations Support (1C).		
b. Transfers out	(-63)	
1) Intra-Appropriation		
2) Transfer of funding for World Wide Military Command and Control Systems (WWMCCS) to Combat Operations Support (1C).	-63	

Activity Group: Ship Operations (continued)

Quality of Life Initiatives

- 1) Increased funding for Bachelor Quarters operations. Includes funding for fixtures, furnishings and equipment (FE) (+18E/S, +14W/Y). (Baseline: \$36,289 thousand) 10,027
 - 2) Conversion of morale, welfare and recreation non-appropriated billets to appropriated funded. (+70E/S, +54W/Y). (Baseline: \$76,856 thousand) 1,715
 - 3) Increase in funding to improve bachelor quarters facility condition. Provides for improved living spaces for the Sailor and Marine on Naval Bases and stations. (Baseline: \$47,250 thousand) 2,701
- Infrastructure Changes**
- 1) Realignment of fighter functions from NAS Agana (1A) to NAVACTS Guam. Maintains fire fighting function after NAS Agana closes (+114E/S, +80W/Y). (Baseline: \$588,391 thousand) 5,447
 - 2) Additional funding required at Naval Station Charleston to maintain critical port and telephone base services until base closure. Includes port operations at Boston, Charleston and New York (+5E/S, +5W/Y). (Baseline: \$588,391 thousand) 883
 - 3) Additional base support costs incurred by personnel from BRAC closing bases relocating to receiving bases Naval Station Everett and Submarine Base Bangor (+64E/S, +9W/Y). (Baseline: \$588,391 thousand) 2,371

10. Program Decreases

(-330,283)

a. Annualization of New FY 1995 Program Decreases

- Force Structure Changes**
- 1) Accelerated decommissioning of ATS-1 and cancellation of conversion to MSC. (Baseline: \$546,789 thousand) (-15,578)
 - 2) Reduction in repair parts and other OPTAR associated with the phased retirement of 1 AD in FY 1995. (Baseline: \$713,967 thousand) -8,500
-2,672
- Execution/Fact of Life Changes**
- 1) Canceled TATS-1 per diem costs for 183 days. (Baseline: \$546,789 thousand) -4,406

b. Program Decreases in FY 1996

(-314,705)

Force Structure Changes

- 1) Reduction in the number of configurations to be performed within the Ships' Configuration Logistics Support Information System due to force structure downsizing. (Baseline: \$26,180 thousand) -7,930
- 2) Reduction in several programs, including Supervisor of Shipbuilding and Conversion, and Planning and Engineering for Repair and Alterations (PERA) Surface/CV class ship for general administrative support such as supplies, travel, and training due to force structure reductions and changes in the mix of ships. (Baseline: \$146,814 thousand) -17,734
- 3) Decrease in the Surface Ship Maintenance and Performance Monitoring System Program reflects fewer ship visits and assessments. (Baseline: \$16,107 thousand) -1,477

Execution/Fact of Life Changes

- 1) Decrease in PMA's due to the change in number, mix and the realignment from PMA program to Intermediate Maintenance in support of Intermediate Level critical repairs on ships scheduled for deployment. (Baseline: \$286,809 thousand) -18,325
- 2) Decrease in the number and mix of overhauls (-94 E/S, -95 W/Y). (Baseline: \$493,423 thousand) -116,725
- 3) Decrease in the number and mix of SRA's. (Baseline: \$952,981 thousand) -53,525
- 4) Reduction in the AEGIS program reflects the lower number of tests required on AEGIS computer programs before they arrive at shipyards for their availabilities. (Baseline: \$172,855 thousand) -14,536
- 5) Reduction in intermediate maintenance availabilities and material support for fleet units due to fewer intermediate maintenance availabilities (-40 E/S, -128 W/Y). (Baseline: \$183,956 thousand) -7,143
- 6) Savings from Guantanamo Bay dependents and Spouses returning to the states (-33E/S, -11W/Y). (Baseline: \$588,391 thousand) -429
- 7) Reduction in real property maintenance. Reductions occur primarily in special projects over \$15,000. Funding is realigned primarily within base support operations to fund must pay, non-discretionary bills (-10E/S, -10W/Y). (Baseline: \$287,936 thousand) -47,605

Activity Group: Ship Operations (continued)

8) Reduction in the Berthing and Messing Program to berth fewer sailors due to a change in the depot maintenance schedule as well as a reduction in maintenance support at Ship Repair Facilities (-24 E/S, -92 W/Y). (Baseline: \$76,722 thousand)	-9,389
9) Decrease in the LHA Mid-Life Upgrade Program due to reduced requirements for design upgrade efforts. (Baseline: \$19,000 thousand)	-1,637
10) Decrease in the Surface Ship Technical Support program reflects reduced requirements for Improved Hull Maintenance and Repair Techniques and acoustic and Magnetic Signatures unique to MCM and MHC Class ships. (Baseline: \$15,694 thousand)	-1,440
Infrastructure Changes	
1) Reduction reflects the elimination of the Naval Sea Support Centers support due to force structure reductions (-3 E/S, -1 W/Y). (Baseline: \$126 thousand)	-126
2) Reduction in Base Support due to force structure downsizing (-24E/S, -62W/Y). (Baseline: \$607,806 thousand)	-2,482
3) Decreased real property maintenance at Naval Station Treasure Island and Naval Shipyard Long Beach as they move to closure in FY 1997. (Baseline: \$335,186 thousand)	-829
Legislative Changes	
1) Reduction associated with Congressional action to maintain an expense/investment threshold of under \$100,000 for noncentrally managed equipment purchases funded in O&MN. (Baseline: \$33,401 thousand)	-4,390
Management Initiatives/Changes	
1) Realignment of funding to Combat Support Forces (1C6C) to properly reflect management headquarter commands and staff civilian personnel program actual execution. (Baseline: \$106,226 thousand)	-43
2) Conversion of contracted personnel to federal civilian personnel savings. (Baseline: \$61,055 thousand)	-1,275
3) Realign Nuclear Propulsion Mobile Training Team travel funding to Warfare Tactics (1C4C) to reflect actual execution. (Baseline: \$61,055 thousand)	-42
4) Realign funding to Surface Rescue Swimmer School in Base Support (1A7A) for centralized swimmer's gear purchasing. (Baseline: \$61,055 thousand)	-110
5) Decrease in Submarine Operations and Safety Program reflects a reduction of technical tasks and destructive material condition assessments of critical components and equipment removed from SSN 688 inactivations. (Baseline: \$61,511 thousand)	-2,482
6) Decrease reflects the elimination of non-TRIPER support and repairs/refurbishments within the TRIDENT Mission Support Program. (Baseline: \$61,672 thousand)	-2,837
7) Realignment of funding to Combat Support Forces (1C6C) to properly reflect costs associated with management headquarters commands and staff functions. (Baseline: \$205,743 thousand)	-445
8) Elimination of contract for front desk bachelor quarters operations at Sasebo Japan. (Baseline: \$588,391 thousand)	-472
9) Realign Construction Battalion Support base support to Combat Operations Support (1C) to ensure consistency in funding, staffing, training and equipping. (RPM:-219 thousand, BOS:-268 thousand)	-487
10) Realign resources to Combat Operations Support (1C) for headquarters management and staff. (Baseline: \$510,827 thousand)	-320
11) Realignment of funding to Combat Support Forces (1C6C) to properly reflect purchase of consumables and equipment maintenance. (Baseline: \$183,956 thousand)	-470
11. FY 1996 Current Estimate	\$6,971,833
12. Price Growth	270,997
13. Functional Transfers	3,955
a. Transfers In	(4,717)
1) Intra-Appropriation	230
Transfer civilian personnel and associated support costs from the Office of Civilian Management, Pacific Region of Civilian Management, Pacific Region Representative, Yokosuka, Japan to Ship Operations (2 E/S, 3 W/Y). (Baseline: \$0 thousand)	

Activity Group: Ship Operations (continued)

2) Inter-Appropriation
In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer from OPRN reflects the purchase of all noncentrally managed equipment in the O&MN appropriation regardless of the unit cost of the item. (Baseline: \$33,401) 4,487

b. Transfers Out (-762)

1) Intra-Appropriation -121
Transfer of funding to Basic Skills and Advanced Training (3B) for Naval Justice School support. (Baseline: \$61,879 thousand)

Transfer civilian personnel and associated support costs from the Office of Civilian Management, Europe Region to Servicewide Support (4A) (-6E/S, -6W/Y). (Baseline: \$588,391 thousand) -312

Transfer of supply support operations to Weapons Support (1D) (-3E/S, -3W/Y). (Baseline: \$588,391 thousand) -106

Transfer Activity Providing Telephone Support (APTS) function to Combat Operations/Support (1C). (Baseline: \$588,391 thousand) -54

2) Inter-Appropriation -169
Transfer of DODDs school transportation support to Department of Defense Education Activity (DODEA). (-5E/S, -5W/Y) (Baseline: \$588,391 thousand)

14. Program Increases 376,268

a. Annualization of New FY 1996 Program

Force Structure Changes

1) Phased delivery of TAO 203, TAO 204 and TAE 32 for which a full charter year of support is required in FY 1997. (Baseline: \$520,840 thousand) (62,332)

2) Phased delivery of 12 new construction ships in FY 1996 for which a full year of support is required in FY 1997. Additions to the force include: 1 nuclear powered aircraft carrier, 5 guided missile destroyers, 1 dock landing ship, 1 ballistic submarine and 4 nuclear powered attack submarines. (Baseline: \$2,358,828 thousand) 27,095

31,280

Execution/Fact of Life Changes

1) Naval Undersea Warfare Center (NUWC) Lease Payment. (Baseline: \$588,391 thousand) 2,350

Management Initiatives/Changes

1) Additional work year to Commander Naval Forces Japan to administer the Japanese Facilities Improvement Program (JPIF) to improve the condition of overseas facilities (+1W/Y). (Baseline: \$588,391) 42

2) Realignment of CIVPERS within the base support program to correct for deficiencies in programs and to meet minimum staffing standards (+18W/Y). (Baseline: \$588,391 thousand) 440

3) Additional personnel to support facility maintenance and repair. Provides for minimum staffing standards (+7E/S, +13W/Y). Includes additional facilities support for the Naples Improvement Initiative. (Baseline: \$260,430 thousand) 1,125

b. One-Time FY 1997 Costs (30,201)

Force Structure Changes

1) Deactivation cost for TAO 189 which will be leaving the inventory in FY 1997. (Baseline: \$520,840 thousand) 3,663

Execution/Fact of Life Changes

1) Crew training costs for T-AE 28 and T-AE 33. (Baseline: \$520,840 thousand) 660

2) Conversion cost incurred in support of T-AFS 1, T-AE 27 and T-AFS 6. (Baseline: \$520,840 thousand) 16,864

3) Activation costs for T-AE 34, T-AE 33 and T-AE 35. (Baseline: \$520,840 thousand) 9,014

c. Program Growth in FY 1997 (283,735)

Force Structure Changes

1) Program increase associated with the phased delivery of 7 new construction ships in FY 1997. Additions to the force include: 5 guided-missile destroyers, 1 helicopter/dock landing ship, and 1 nuclear-powered ballistic missile submarine. Three 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 1998 to the Naval Reserve Force as Mobilization assets. (Baseline: \$2,358,828 thousand) 28,983

Activity Group: Ship Operations (continued)

2) Increased funding for Ship's Fuel and Utilities for LPH-9 to remain active and complete one deployment. (Baseline: \$1,954,933 thousand) 1,664

3) Increase in the SEAWOLF program reflects the first full year of O&M,N support for the first SEAWOLF hull. Efforts include maintaining design products, configuration management, life cycle support functions, software certification, and operability for the life of the ship required to maintain the technical integrity for the SEAWOLF Class design. (Baseline: \$6,288 thousand) 9,436

4) Increase to AEGIS ship support based on an increase in ships entering fleet. Efforts include computer program maintenance, in-service engineering support, and operating cycle integration (+3 E/S +3 W/Y). (Baseline: \$161,948 thousand) 3,391

5) Increase in TRIDENT preventative and corrective maintenance at the TRIDENT Refit Facility due to an increase in the number of hulls needing to be maintained (+176 E/S, +100 W/Y). (Baseline: \$66,377 thousand) 6,460

6) Increase in civilian personnel and support costs as a result of reducing the number of submarine and destroyer tenders and the merger of Shore Intermediate Maintenance Activities (SIMA) and Sub Base Pearl Harbor (+36 W/Y). (Baseline: \$203,257 thousand) 2,024

7) Increase in the Fleet Modernization Program (FMP) for design services and alterations reflects a change in the number and mix of ships in the modernization schedule. (Baseline: \$128,814 thousand) 57,894

Execution/Fact of Life Changes

1) Program increase to support the first partial year of underway operation of T-AE 27 and T-AE 35 following transfer to the Military Sealift Command. (Baseline: \$520,840 thousand) 24,938

2) Program increase to support chartered per diem days for T-AFS 5 as a result of conversion period completion. (Baseline: \$520,840 thousand) 5,018

3) Program increase to support two LKA's in Full Operating Status (FOS) Reduced Operating Status (ROS) in support of Amphibious Enhancement Plan. (Baseline: \$520,840 thousand) 15,528

4) Increase to Ship's Fuel to fund work-ups and six month deployment for USS JOHN F. KENNEDY (CV 67). (Baseline: \$480,768 thousand) 3,767

5) Increased utilities requirement for ships in port due to non-deployed operating tempo reduction to 27 days per quarter from 29 days per quarter. (Baseline: \$168,079 thousand) 2,152

6) Increase in Combat Systems Readiness supports an increased number of submarine torpedo firing tests to certify, improve, and maintain the proficiency of submarine commanding officers and prospective commanding officers. (Baseline: \$10,109 thousand) 275

7) Funding for service craft overhauls. (Baseline: \$588,391 thousand) 8,909

8) Disability Compensation for closing shipyards in accordance with Department of Labor estimates. Disability compensation is now funding by O&M rather than DBOF. (Baseline: \$57,618 thousand) 18,711

9) Base support funding to pay for must pay bills including utility bills, transportation expenses, security costs and other base operating expenses to maintain base support services at an acceptable level. Includes additional personnel to support security, environmental and facility support functions (+132E/S,+78W/Y). (Baseline: \$863,884 thousand) 5,048

10) Increase for LHA class ship Mid-Life Maintenance Program to provide for design and maintenance planning for LHA-3 and LPD-4 Class ships. (Baseline: \$16,882 thousand) 29,744

11) The Surface Ship Technical Maintenance Program is increasing as a result of increasing technical support for MCM class ships and for the Carrier Planned Equipment Replacement (CARPER) Incremental Maintenance Plan availabilities. CARPER is a rotatable pool of equipment used during aircraft carrier overhauls. (Baseline: \$14,094 thousand) 15,271

Management Initiatives/Changes

1) Increase due to the realignment of previously financed DBOF overhead functions to O&M,N funding. Specific efforts realigned include: Central clearing house for Fleet issues with program managers; management of the world-wide shore-based ordnance inventory and promulgation of Navy explosive safety; security and environmental policy; personnel and support costs for Inventory Management and Systems Division (IMSD) associated with inventory and program support for all Navy Tactical Expendable Ordnance; maintenance costs for the Conventional Ammunition Inventory Management Systems (CALMS); and support for Ammunition Offices responsible for providing direct ordnance requisitioning service to the Fleet. (Baseline: \$111,402 thousand) 17,764

Activity Group: Ship Operations (continued)

2) Increase in RISSI reflects a full implementation of Retail Ordnance Logistics Management System (ROLMS). (Baseline: \$107,910 thousand)	1,308
3) Increase in Configuration Maintenance Systems Program for Engineering Operational Sequencing System (EOSS) support reflects the restart of all support of EOSS documentation and contract. (Baseline: \$18,006 thousand)	4,161
4) Outsourcing of guard services previously performed by military personnel. (Baseline: \$588,391 thousand)	3,964
5) The increase reflects a realignment of previously financed DBOF overhead functions to direct O&M,N funding. Specific functions include ordnance handling and sensitive ordnance security requirements such as documentation, assessments, facilities, enforcement, and education. (Baseline: \$14,119 thousand)	800
6) Additional resources to support the Naples Improvement Initiative (NII) to improve facilities and base support at Naples (+53E/S, +56W/Y). (Baseline: \$588,391 thousand)	4,684
Infrastructure Changes	
1) Increase in the Forces Afloat Maintenance Improvement/Shore Intermediate Maintenance Activities reflects the need for additional Shop Qualification Improvement Program efforts due to the increase in base closures. (Baseline: \$13,971 thousand)	775
2) Recurring costs at BRAC receiving bases. Increase provides additional base funding for activities relocating due to BRAC III. Includes waterfront services, BQ Operations, supplies, MWR support, and base communications (RPM: 143 thousand, BOS: 3,800 thousand). (Baseline: \$588,391 thousand)	3,943
Quality of Life Initiatives	
1) Increased civilian personnel due to conversion of Family Service Center director billets currently filled by military personnel. Includes some outsourcing of same billets (+11E/S, +8W/Y). (Baseline: \$76,856 thousand)	672
2) Enhanced Quality of Life (QOL) for military personnel living ashore. Bachelor Quarters increased fixtures, furnishings and equipment support. (Baseline: \$36,289 thousand)	3,894
3) Increased support for Morale Welfare and Recreation to improve the quality of life for the sailor living ashore. Includes additional support personnel (+39E/S, +39W/Y). (Baseline: \$76,856 thousand)	2,557
Program Decreases:	
a. One-Time FY 1996 Costs	-1,140,568
Execution/Fact of Life Changes	
1) Crew training cost incurred in support of T-AE 34 and T-AE 35. (Baseline: \$520,840 thousand)	(-34,942)
2) One less per diem day for MSC ships and reduced Pacific Fleet towing operations. (Baseline: \$520,840 thousand)	-614
3) Activation costs for T-AE 27 and T-AE 32. (Baseline: \$520,840 thousand)	-1,081
4) Decrease in conversion costs for T-AFS 5 and T-AFS 6. (Baseline: \$520,840 thousand)	-8,865
5) Crew training costs for two LKAs to be designated T-LKA in FY 1997. (Baseline: \$520,840 thousand)	-8,711
6) Decrease for heavy lift to support two forward deployed Mine Countermeasure ships. (Baseline: \$2,500 thousand)	-4,088
7) Overhaul of YB-816 service craft. (Baseline: \$588,391 thousand)	-2,555
Force Structure Changes	
1) Deactivation cost for T-AO 188 and T-AO 190 which will be leaving the inventory in FY 1996. (Baseline: \$520,840 thousand)	-1,236
Infrastructure Changes	
1) Telephone service at Charleston ceases at closure. (Baseline: \$19,415 thousand)	-7,495
b. Annualization of FY 1996 Program	-297
Force Structure Changes	
1) Reduction associated with the phased retirement of 25 ships in FY 1996. Decreases to the force are primarily driven by the inactivation of an aircraft carrier and also includes: 4 destroyer tenders, 2 ammunition ships, 2 replenishment oilers, 3 submarine tenders, 2 frigates, 3 salvage ships, 1 nuclear powered cruiser and 7 nuclear-powered attack submarines. In addition, two ocean-going mine sweepers will transfer to the Naval Reserve Force. (Baseline: \$2,358,828 thousand)	(-71,641)
2) Reduction in chartered per diem days as a result of deactivation of T-AO 188 and T-AO 190. (Baseline: \$520,840 thousand)	-41,705
	-12,567

Activity Group: Ship Operations (continued)

Management Initiatives/Changes		-501
1) Decrease properly reflects management headquarters civilian personnel program actual execution. (Baseline: \$203,257 thousand)		
Infrastructure Changes		-15,367
1) BRAC closures of NS Philadelphia and NS Charleston (-4E/S, -220W/Y). (Baseline: \$588,391 thousand)		
Execution/Fact of Life Changes		-1,501
1) Reduction in work years from civilians and dependents returning from Guantanamo Bay (-41W/Y). (Baseline: \$588,391 thousand)		
c. Program Decreases in FY 1997		(-1,033,985)
Force Structure Changes		-16,663
1) Reduction associated with the phased retirement of 13 ships in FY 1997. Decreases to the force include: 2 ammunition ships, 1 nuclear-powered cruiser and 7 nuclear-powered attack submarines. Three coastal mine hunter ships serving in the active force will also transfer to the Naval Reserve Force. (Baseline: \$1,954,933 thousand)		
2) 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: \$98,181 thousand)		-4,476
3) Decrease reflects submarine squadron staff savings from tender decommissionings (-1 E/S, 0 W/Y). (Baseline: \$61,879 thousand)		-65
4) Decreased requirement in travel due to force downsizing. (Baseline: \$61,879 thousand)		-711
5) Reduction to the number of hulls supported under the Submarine Operations and Safety Program and the Engineered Operating Cycles Program. (Baseline: \$151,039 thousand)		-7,895
6) In the DRPM AEGIS Ship Operations Program, decrease reflects forward fit computer program development and upgrades to support in-service ships and pricing adjustment at AEGIS Dahlgren facility and Wallops. Also reflects reduced maintenance support at the Fleet Electronic Support Centers due to fleet downsizing. (Baseline: \$161,948 thousand)		-3,676
7) Reduced maintenance support at the Fleet Electronic Support Centers due to fleet downsizing. (Baseline: \$3,472 thousand)		-1,838
8) Decrease in repair materials is a result of the decommissioning of destroyer and submarine tenders. (Baseline: \$205,613 thousand)		-21,543
Execution/Fact of Life Changes		-18,369
1) Steaming day reduction in fuel for non-deployed ships from 29 to 27 days per quarter. Reduction in non-deployed OPTempo reflects increased efficiencies in the Tactical Training Strategy and Quality of Life initiatives. (Baseline: \$480,768 thousand)		
2) Reduction in charter days cost associated with placing TAO 195 in Reduced Operating Status. (Baseline: \$520,840 thousand)		-11,607
3) Reduction in per dlem charter support associated with the inactivation of TAO 189. (Baseline: \$520,840 thousand)		-17,713
4) Reduction in charter days cost for T-AFS 1 and T-AFS 6 during conversion period. (Baseline: \$520,840 thousand)		-11,818
5) Reduction in charter days for console tanker. (Baseline \$520,840 thousand)		-1,677
6) Anticipated savings from fuel efficiency program utilized by operating forces. (Baseline: \$480,768 thousand)		-4,498
7) Reduced Congressional funding for contingency operations in FY 1997. (Baseline: \$79,566 thousand)		-47,378
8) Decreased ship fuel requirement due to revising the estimate methodology to use three year average fuel burn rates. (Baseline: \$480,768 thousand)		-24,298
9) Decrease due to the change in mix of phased maintenance availabilities. (Baseline: \$257,263 thousand)		-99,390
10) Decrease in the mix of overhaul availabilities. (Baseline: \$379,383 thousand)		-111,244
11) Decrease due to the change in mix of SRA availabilities. (Baseline: \$948,450 thousand)		-170,534
12) Decrease due to change in number and mix of floating dry dock availabilities. (Baseline: \$87,452 thousand)		-63,035
13) Decrease in emergent repairs commensurate with operating months. (Baseline: \$275,895 thousand)		-10,694
14) Decrease in miscellaneous RA/TA due to revised estimates. (Baseline: \$296,600 thousand)		-50,459

Activity Group: Ship Operations (continued)

15) Decrease in the Configuration/Maintenance Systems due to fewer updates to ship configuration systems and documentation. (Baseline: \$18,006 thousand) -3,530

16) Decrease in Receipt, Segregation, Storage, and Inventory (RSS&I) Program reflects 23 fewer ship visits and 11 less tons handled. (Baseline: \$107,910 thousand) -5,440

17) Decrease in the Radiation Detection, Indication and Computation (RADIAC) program due to reduced calibration support. (Baseline: \$9,796 thousand) -2,001

18) Decrease in transportation costs for less permanent change of station moves. (Baseline: \$2,345 thousand) -373

19) Reduction in real property maintenance funding. Readiness funding increases were applied to real property maintenance in FY 1996 at a higher level than in FY 1997. This reduction reflects that difference as well as realignment of funding to base support to fund critical deficiencies. (Baseline: \$325,165 thousand) -26,508

20) Decrease in the Operating Reactor Plant Technology Program reflects reduced requirements as defuelings replace refuelings. (Baseline: \$78,721 thousand) -2,661

21) Reduction in the Berthing and Messing Program to berth fewer personnel as a result of changing ship depot maintenance schedules. (Baseline: \$74,225 thousand) -11,183

Management Initiatives/Changes

1) Decrease reflects initial projected return on investment savings realized through increased investment in the Gold Disk program. Gold Disk capability enables the repair of electronic circuit cards at the organizational/intermediate level rather than at the depot level. FY 1997 savings are based on Gold Disk installation and training during FY 1996. (Baseline: \$389,055 thousand) -15,856

2) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold. (Baseline: \$0 thousand) -23

3) Savings resulting from the use of Electronic Funds Transfer as the standard method of payment. (Baseline: \$0 thousand) -9

4) Program decrease due to implementation of a policy change at Naval Shipyards, wherein all supervision is included in overhead vice direct costs. (Baseline: \$1,304,515 thousand) -123,519

5) Decrease in the TRIDENT Mission Support Program reflects the elimination of various maintenance support efforts. (Baseline: \$151,039 thousand) -8,541

6) Cost savings resulting from Regional Naval Maintenance Plan to restructure and consolidate the Navy's afloat and ashore maintenance capability and capacity. (Baseline: \$184,259 thousand) -8,500

7) Savings resulting from energy conservation. (Baseline: \$588,391 thousand) -3,520

8) Realignment of resources to Combat Operations/Support for staff management initiative. (Baseline: \$588,319 thousand) -320

9) Decreases in Ship Operations/Ship Depot Operations Support Programs reflects implementation of a policy change at Naval Shipyards wherein all supervision is included in overhead vice direct costs. (Baseline: \$144,769 thousand) -10,095

Infrastructure Changes

1) Decrease in Deep Sea Submergence Program reflects reduced PMS updates, documentation updates, drawings, technical manuals and provisioning parts lists. (Baseline: \$5,154 thousand) -1,437

2) Reductions in base support and real property maintenance resulting from force structure downsizing. (RPM: -594 thousand, BOS: -9,339 thousand) (-145E/S, -109W/Y). (Baseline: \$863,884 thousand) -9,933

3) Reductions in base support at Naval Shipyard Long Beach and Naval Station Treasure Island as they approach closure at the end of FY 1997 (RPM: -1,227 thousand, BOS: -2,041 thousand) (-22E/S, -40W/Y). (Baseline: \$863,884 thousand) -3,268

4) Reduction in civilian personnel and associated support costs, supplies, materials and technical services for various programs including Supervisor of Shipbuilding and Conversion, Fleet Technical Support Center, and Planning and Engineering for Repair and Alterations. The reductions are due to force structure downsizing, infrastructure downsizing, and base closures (-93 E/S, -79 W/Y). (Baseline: \$716,229 thousand) -35,830

Environmental Compliance

1) Reductions to the environmental program due to completion of environmental level I projects and BRAC closures. (Baseline: \$123,459 thousand) -61,857

16. FY 1997 Budget Request

\$6,482,485

Activity Group: Ship Operations (continued)

IV. Performance Criteria and Evaluation Summary (\$000)

Submarine Support	FY 1995	FY 1996	FY 1997
Surface Support	163,306	151,039	144,252
Fleet Commands and Staff	186,209	181,232	183,154
Common Operational ADP Support	81	80	82
	23,151	22,558	21,834
Receipt, Segregation, Storage, and Issue			
Dollars (000)	116,050	107,910	109,611
Tons Handled	343	303	292
Number of Onloads/Offloads	252/227	186/173	183/153
Number of Ship Visits	479	359	336

	FY 1995	FY 1996	FY 1997
Ship Years	Intermed	Intermed	Intermed
	Maint	Maint	Maint
	Per Ship	Per Ship	Per Ship
	Year	Year	Year
	Costs	Costs	Costs
	Year	Year	Year
	-----	-----	-----
325.7	250,754	770	301.1
			200,499
			666

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 1995	FY 1996	FY 1997
	#	#	#
	(\$000)	(\$000)	(\$000)
Overhauls	10	7	6
Selected Restricted Availabilities	1	379,383	279,572
Phased Maintenance Availabilities	73	87,452	26,652
Floating Dry Docks	26	948,450	804,133
Emergent Repairs (Op Months)	3,362	257,263	165,518
Miscellaneous RA/TA		275,895	273,193
DERF		296,600	254,786
Total Program		2,245,043	1,803,854

Activity Group: Ship Operations (continued)

Ship Depot Maintenance	FY 1995	FY 1996	FY 1997
Planning and Estimating (\$000)	20,512	22,524	22,871
Nuclear Reactor (\$000)	169,649	158,476	163,493
Nuclear Alterations (\$000)	29,032	34,309	33,679
Berthing and Messing (\$000)	68,163	69,333	61,592
Number of Sailors Requiring Berthing (000)	4,174	4,330	4,098
Number of Availabilities Supported	100	84	68
Maintenance Engineering and Logistics Support (\$000)	10,377	8,498	8,560
Supervisors of Shipbuilding			
Number of Ships Being Built	108	84	62
Dollars (000)	51,722	48,894	49,831
Workyears	1,056	909	897
Number of Ships Being Repaired/Overhauled/Altered/Inactivated	136	172	156
Dollars (000)	94,144	81,480	82,589
Workyears	1,765	1,501	1,490
Fleet Modernization Program			
Dollars (000)	261,243	120,815	177,446
Number of Hulls Supported	364	159	182
Ongoing Advanced Planning	148	69	91

Activity Group: Ship Operations (continued)

Base Operations Support (\$000)

Appropriation

Total Base Support

Other Base Operating Support
Base Communications
Environmental Compliance
Bachelor Quarters Operations
Morale, Welfare, and Recreation

Real Property Maintenance

PROGRAM DATA

Base Support
(Number of Installations)
CONUS
Overseas

Change
96-97
-3
0

<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
31	28	25
9	9	9

In FY 1995 Philadelphia Naval Base, Puget Sound Naval Station and Charleston Naval Shipyard close. In FY 1996 Mare Island Naval Station, Naval Station Charleston and Naval Station Philadelphia close.

Other Criteria

Number of BEQ Rooms:
Number of BOQ Room:
Motor Vehicles
Owned:
Leased Long Term:
Leased Short Term:
Child Care Center Spaces:
Supv. Home Care Spaces:
GSA Leased Space (000 SF):
GSA Leased Space Cost (\$000):
Non-GSA Lease Space (000 SF):
Non-GSA Lease Space Cost (\$000):

<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
19,971	18,515	18,460
4,792	4,495	4,413
3,146	2,840	3,119
1,730	1,729	1,605
351	350	328
4,643	4,493	4,406
3,517	3,827	3,989
12	12	12
96	89	89
942	950	950
7,757	8,787	9,052

Maintenance and Repair

Utilities (\$000):
Floor Space (000 SF):
Pavement (SY):
Land(acre):
RR Trackage (miles):
Piers, Wharves (F):
Facility Value CPV (\$000):

22,467	26,870	27,446
66,284	66,568	57,388
2,159,712	2,159,712	2,158,601
96,985	96,748	96,164
20	19	19
454,647	370,486	341,791
13,585,267	13,704,038	12,147,731

Activity Group: Ship Operations (continued)

V. Personnel Summary:

Active Military End Strength (Total)					
Officer					
Enlisted					
Civilian End Strength (Total)					
U.S. Direct Hire					
Foreign National Direct Hire					
Total Direct Hire					
Foreign National Indirect Hire					
Military Workyears (Total)					
Officer					
Enlisted					
Civilian Workyears (Total)					
U.S. Direct Hire					
Foreign National Direct Hire					
Total Direct Hire					
Foreign National Indirect Hire					

	FY 1995	FY 1996	FY 1997	Change FY 1996/FY 1997
Active Military End Strength (Total)	172,909	165,115	162,961	-2,154
Officer	13,694	12,996	12,919	-77
Enlisted	159,215	152,119	150,042	-2,077
Civilian End Strength (Total)	16,814	16,392	16,534	142
U.S. Direct Hire	13,013	12,646	12,800	154
Foreign National Direct Hire	1,112	976	964	-12
Total Direct Hire	14,125	13,622	13,764	142
Foreign National Indirect Hire	2,689	2,770	2,770	0
Military Workyears (Total)	181,077	168,932	163,998	-4934
Officer	14,098	13,311	12,937	-374
Enlisted	166,979	155,621	151,061	-4560
Civilian Workyears (Total)	17,064	16,295	16,144	-151
U.S. Direct Hire	13,389	12,574	12,418	-156
Foreign National Direct Hire	1,016	963	968	5
Total Direct Hire	14,405	13,537	13,386	-151
Foreign National Indirect Hire	2,659	2,758	2,758	0

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 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 (NAVSPACCOM) 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.

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) 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 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	FY 1995	Budget	FY 1996	FY 1997
	Actuals	Request	Approp- riated	Current Estimate
Combat Communications	217,200	198,415	198,415	214,360
Electronic Warfare	6,667	7,396	7,396	7,005
Space Systems & Surveillance	173,957	153,881	153,881	152,271
Warfare Tactics	148,994	138,256	138,256	157,778
Op'l Meteorology & Oceanography	183,407	198,719	198,719	227,069
Combat Support Forces	367,311	339,888	339,888	355,434
Equipment Maintenance	150,726	145,820	145,820	135,734
Depot Operations Support	1,169	1,127	1,127	1,061
Base Support	373,769	347,851	347,851	351,501
Real Property Maintenance	43,429	50,447	50,447	65,168
Subtotal	1,666,629	1,581,800	1,581,800	1,667,381
DLA Credit	-115			
MSC Rates	-488			
DERF	-981			
TOTAL	1,665,045	1,581,800	1,581,800	1,667,381

B. Reconciliation Summary:

	Change FY 1996 Req/1996	Change FY 1996/1997
Baseline Funding	1,581,800	1,667,381
Congressional Adjustments (Distributed)	0	0
Congressional Adjustments (Undistributed)	-3,943	0
Supplementals	0	0
Reprogrammings/Transfers	18,492	0
Technical Adjustments	7,186	0
Price Change	90	5,583
Functional Transfers	8,950	27,694
Program Changes	54,806	-63,700
Current Estimate	1,667,381	1,636,958

		(\$ in 000)
D. Reconciliation of Increases and Decreases:		
1. FY 1996 President's Budget Request		
		\$1,581,800
2. FY 1996 Appropriated Amount (Distributed adjustments only):		
		\$1,581,800
3. Congressional Adjustments (Undistributed):		
a.	Administrative Travel Savings	-1,986
b.	Bulk Fuel Requirements	-376
c.	Civilian Understrength	-2,047
d.	Supply Management Reforms	-3,114
e.	Real Property Maintenance	11,660
f.	Printing Efficiencies	-264
g.	Reduced Audits	-687
h.	Transportation Improvements	-479
i.	Sec 8125: Revised Economic Assumptions	-6,650
		(\$3,943)
		\$18,492
4. Reprogrammings/Transfers:		
a.	Increases	24,347
	1) Contingencies - Bosnia	13,324
	2) Contingencies - Other	8,045
	3) DBOF refund	2,978
b.	Decreases	-5,855
	1) Inflation offset for contingencies	-5,855
		\$7,186
5. Technical Adjustments Required to Comply with Congressional Intent		
a.	Security Programs (Arms Control)	-7,000
b.	Acquisition Reform	-109
c.	Pacific Missile Range Facility	14,295
		\$90
6. Price Growth		
		\$8,950
7. Functional Transfers:		
a.	Transfers In	8,980
1) Intra-Appropriation		8,980
(a)	Increase reflects transfer of lease payment costs and contractual support for COMUSNAVCENT P-3 detachment operations in Oman from Air Operations (Base Support).	8,917
(b)	Transfer funding for operations of World Wide Military Command and Control System (WWMCCS) in the Eastern Pacific from Ship Operations (Base Support).	63

b. Transfers Out:	-30
(a) Transfer of funding for submarine communications program, VERDIN, to Ship Operations (Base Support).	-30
8. Program Increases:	
a. One-Time FY 1996 Cost	\$80,959
Execution/Fact of Life	
(1) Increase reflects one-time critical communications, antennae, and infrastructure maintenance at various NCTS sites.	4,882
(2) Increase reflects relocation of VERDIN (submarine communications) to NCTS Puget Sound.	3,753
(3) Increase represents anticipated additional severance pay and lump sum annual leave due to civilian personnel reductions. (Baseline \$202 thousand)	458
(4) Increase for the overhaul of the Saint Croix Capri radar.	73
Management Initiative Changes	378
(1) Increase supports development of Navy Mission Essential Task List (METL) by Naval Doctrine Command in order to accomplish operational plans for strategic and operational level tasks for the CINCs.	220
b. Program Growth in FY 1996	76,077
Execution/Fact of Life Changes	
(1) Increase required to provide funding for critical operational communication requirements at Adak, Alaska, NRTF Annapolis, and various other Navy activities. (33 E/S; 33 W/Y) (Baseline \$54,367 Thousand)	10,454
(2) Partial year funding support to hire two hazardous material handlers and one security officer to comply with environmental requirements. (3 E/S; 1 W/Y)	47
(3) Delay of ultra-high frequency communication satellite launches prohibits previous economies of scale for contractor support, and anticipated decrease in support for special anomaly resolution of critical failures for aging FLTSAT satellites (Baseline \$20,577 Thousand)	1,041
(4) Increase provides funding for conference and information meeting attendance of Naval Doctrine Command technical writing/publication personnel to accomplish publications for the fleet commensurate with FY95 execution experience. (Baseline \$406 Thousand)	109
(5) Increase to support contract for operation and maintenance of training ranges to assure combat readiness of fleet forces. (Baseline \$38,101 Thousand)	695
(6) Increase to support the Pacific Missile Range Facility at historical execution levels. (Baseline \$15,527 Thousand)	1,410
(7) Realignment of resources to properly align program requirements for range support services: (a) Nanose Anti-Submarine Warfare (ASW) Range to meet minimum P-3 aircrew pre-deployment qualifications; (b) Range Electronic Warfare Simulators (REWS) operations to provide availability of EW services; (c) Southern California (SOCAL) range and the tactical training ranges to operate ranges for the full fiscal year. (Baseline \$35,803 Thousand)	4,638
(8) The increase reflects additional Airborne Mine Countermeasure (AMCM) squadron support in the Mine Warfare program. (Baseline \$10,656 Thousand)	333
(9) Increased joint operations requirements and exercise participation funding for simulation database at USCINCPAC to achieve required readiness levels and enhance strategic planning efforts. (Baseline \$870 Thousand)	449

- (10) Increase in transportation of things to support operational commitments of deployed Marine Expeditionary Units in support of Sixth Fleet requirements, aviation related training requirements, and LANTFLT exercises. (Baseline \$2,427 Thousand) 2,073
- (11) Increase reflects additional personnel and support to staff financial management functions at USNAVCENT. 1 E/S; 1 W/Y) (Baseline \$797 Thousand) 166
- (12) Increase reflects staffing and operational requirements of the Asia-Pacific Center for defense studies at USCINCPAC (20 E/S; 20 W/Y) (Baseline \$3,100 Thousand) 900
- (13) Increase to the Test Equipment Maintenance program reflects additional work on the Metrology Automated System for Uniform Recall and Reporting (MEASURE) operations. (Baseline \$1,576 Thousand) 186
- (14) For MCAC equipment maintenance the increase reflects additional repairs on GT-431-41F engines. (Baseline \$3,290 Thousand) 970
- (15) Increase in personnel in MWR program at JMF St. Mawgan. (9 E/S; 9 W/Y) (Baseline \$2,801 Thousand) 315
- (16) Increase in the Personnel/Pay Administrative Support System (PASS) to staff PSD Memphis, PSD NTC Orlando, PSD NTC San Diego, and PSD NWS Charleston at FY 1995 levels. (141 E/S; 70 W/Y) (Baseline \$168,980 Thousand) 4,122
- (17) Increase for environmental compliance to meet EPA class I and II requirements. (Baseline \$8,165 thousand) 3,430
- (18) Increase reflects realignment of personnel at NCTS Cutler from Administration and Servicewide Activities. (50 E/S; 50 W/Y) (Baseline \$311,739 Thousand) 1,500
- (19) Increase to support firefighters and other support at Naval Air Station (NAS) Miramar. (Baseline \$86,497 Thousand) 2,576
- (20) Increase to fund a Personnel Detachment servicing the North Bay in California resulting from BRACIII decisions. (21 E/S; 21 W/Y) (Baseline \$86,497 Thousand) 820
- (21) Increase for operational costs of two Take Chare and Move Out (TACAMO) squadrons stationed at Tinker AFB; change reflects historical cost of operations. (Baseline \$86,497 Thousand) 869
- (22) Increase in firefighter billets at NAVBASE San Diego to authorized levels. (12 E/S; 12 W/Y) (Baseline \$86,497 Thousand) 689
- (23) Increase for critical maintenance projects at Navy Space Command field activities, NRS Jim Creek, NCTS Cutler, NRTF Barrigada, NRTF Lualualei and NCTS Diego Garcia. (Baseline \$8,335 Thousand) 5,006
- (24) Increase in the Other Engineering Support (OES) program. This program funds numerous real property maintenance studies such as; cathodic protection, pavement condition index, roof moisture surveys, and utility technical and roof assessment studies. (Baseline \$44,735) 1,775
- Management Initiative
- (1) Increase to support administrative and technical staffs at the Naval Space Command and Navy Tactical Support Activity. (3 E/S; 3 W/Y) (Baseline \$ 14,602 thousand) 316
- (2) Increase provides funding to support the operational phase of the Navy Lessons Learned System (NLLS) to enhance fleet tactical requirements and implement direct and standardized procedures for submission, validation and distribution of maritime specific lessons derived from fleet operations and exercises promoting interoperability with other shipboard systems. (Baseline \$0) 750
- (3) As a result of renewed emphasis on joint integration and training, additional funding is required to adequately staff USCINCPAC efforts to maintain readiness in theater. (Baseline \$15,504 Thousand) 1,631
- (4) Realignment of funding for management of the Open Skies Treaty, the Chemical Weapons convention and the Intermediate Nuclear Forces Treaties in order to consolidate all Navy O&M arms control programs in one activity group. Realigned from Acquisition and Program Management. (Baseline \$0) 9,015
- (5) Realign travel from Ship Operations for the Nuclear Propulsion Mobile Training Team. (Baseline \$0) 42
- (6) Increase reflects realignment of Construction Battalion Units from Air Operations and Ship Operations to ensure consistency in funding, staffing, training, equipage and administrative oversight. (Baseline \$40,512 Thousand) 4,498

(7) Realignment from Ship Operations to Surface Warfare Development Group for increased consumables and equipment in support of tactical doctrine analysis and publications. (Baseline \$20,764 Thousand)	470
(8) Realignment of resources between activity groups (from Air Operations and Ship Operations) to properly reflect management headquarters commands and staff civilian personnel program and operational support in correct activity group. This realignment includes the conversion of contracted personnel to FTEs. (153 E/S; 52 W/Y) (Baseline \$25,807 Thousand)	5,379
Modernization	
(1) Increase associated with additional personnel, travel and contractual support required to support the advance operational phase of the Joint Tactical Information Distribution System at the Navy Center for Tactical Systems Interoperability. funding will support certification and test of system's joint operational capability prior to deployment. (2 E/S; 2 W/Y). (Baseline \$9,328 Thousand)	103
(2) Increase reflects costs to replace older oceanographic ship, USNS WYMAN, with the USNS WATERS. Funding supports preparing the ship for operational readiness, including costs for reactivation and outfitting with oceanographic survey equipment. (Baseline \$57,743 Thousand)	9,300
9. Program Decreases:	
a. Annualization FY 1995 Program Decreases	
Execution/Fact of Life	-49
(1) LANTFLT Weapons Training Facility decreased workyears in FY 1995. (-1 W/Y) (Baseline \$38,010 Thousand)	-49
b. Program Decreases in FY 1996	
Execution/Fact of Life	-26,104
(1) Decrease in costs for UFO on-orbit support due to delay in launch schedule. (Baseline \$20,577 Thousand)	-576
(2) Berthing Costs for Ready Reserve Force vessels to be funded through the National Defense Sealift Fund (NDSF). (Baseline \$7,000 Thousand)	-5,000
(3) Decrease for training crews in mine hunting and sweeping and to maintain AMCM equipment for the Multi-Mission Craft Air Cushion. (Baseline \$1,500 Thousand)	-1,500
(4) Decrease reflects reduced repair/overhaul of cameras, printers and processors. (Baseline: \$6,379 Thousand)	-425
(5) Decrease to the 2S COG Material program reflects support for two fewer Marine Gas Turbines. (Baseline \$28,839 Thousand)	-1,969
(6) Decrease to the SSBN Unique/Related Sonars program reflects reduced repairs on the BQR-15, BQR-19, BQR-21, and BQQ-9 systems. (Baseline \$1,756 Thousand)	-341
(7) Realign Fleet Introduction Teams and Mine Countermeasure squadrons to Ship Operations caused by restructure of Mine Warfare Command administrative chain of command within the Fleet. (Baseline \$20,764 Thousand)	-1,123
(8) Realignment of Airborne Mine Counter Measures program (including materials, supplies, and equipment purchases and maintenance) to Air Operations.	-1,523
Infrastructure Changes	
(1) The decrease reflects fewer Intermediate Phase Battle group exercises supported. The decrease also reflects less reconstruction and analysis support. (Baseline \$3,296 Thousand)	-685
(2) Decrease reflects the net result of realignment and closure savings at facilities located in Bermuda (-2 E/S; -2 W/Y) and Agana, costs associated with establishment of a DET in Bahrain, and upgrade of DET Pensacola to a facility. (Baseline \$44,377 Thousand)	-251
Legislative Change/Intent	
(1) Reduction associated with Congressional action to maintain an expense/investment threshold of under \$100,000 for non-centrally managed equipment purchases funded in O&M,N.	-12,711

(\$26,153)

10. FY 1996 Current Estimate		\$1,667,381
11. Price Growth:		\$5,583
12. Functional Transfers:		
A. Transfers In		
1) Intra-Appropriation		29,207
(a) Operational Management of the Satellite Communications System transferred from Administration and Servicewide Activities. (1 E/S; 1 W/Y)		220
(b) Increase reflects the transfer of the Deputy Program Manager of JTASC from DBOF to USACOM's mission funding. (1 E/S; 1 W/Y)		103
2) Inter-Appropriation		117
(a) Resources for NAVAIR/HRO NADEP Norva realigned from DBOF to LANTFLT mission funding (7 E/S; 7 W/Y)		28,987
(b) Increase reflects realignment of Joint Deployable Intelligence Support System (JDISS) and Linked Operations Communications Europe (LOCE) from various accounts. (5 E/S; 5 W/Y) (Baseline \$2,625 Thousand)		3,671
(c) In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer from OPN reflects the purchase of all non-centrally managed equipment in the O&M,N appropriation regardless of the unit cost of the item.		11,800
3) Transfer of the European Service Center to Administration and Servicewide Activities. (-4 E/S; -4 W/Y)		13,516
B. Transfers out		
1) Intra-Appropriation		-1,513
(a) Functional transfer of Activities Providing Telephone Service (APTS) from CBC Gulport to NAVCOMTELCOM. (-1 E/S; -1 W/Y)		-1,513
(b) Functional transfer to DoD Dependents (DoDDS) Schools for School Bus program. (-20 E/S; -20 W/Y)		-198
(c) Transfer of the European Service Center to Administration and Servicewide Activities. (-4 E/S; -4 W/Y)		-1,107
2) Program Increases:		-208
a. Annualization of New FY 1996 Program Execution/Fact of Life		6,981
(1) Personnel funding for hazardous material handlers and security officer (1 W/Y).		97
(2) Annualization of FY 1996 realignment of resources between sub-activity groups to properly reflect management headquarters commands and staff civilian personnel program. Additional work-years reflect annualization of contractor to FTE converted personnel. (62 W/Y) (Baseline \$33,632 Thousand)		2,185
b. Modernization Change		
(1) Annualization to reflect full-year costs for on-orbit support for two UHF Follow-On satellites placed in service in FY 1996. (Baseline \$21,042 Thousand)		588
(2) Increase reflects full year operation support for Unmanned Underwater Vehicles to support increased coastal water charting requirements. (Baseline \$78,783 Thousand)		2,000
c. Force Structure		
(1) Program increase to support full-year operation of LFA CORY CHOUEST. (Baseline \$3,955 thousand)		2,111
13. Program Increases:		\$78,686

b. One-Time FY 1997 Cost	15,411
Execution/Fact of Life	
(1) Increase reflects purchase of new Global Command and Control System support equipment to support the transition from World Wide Military Command and Control System. (Baseline \$152 Thousand)	224
(2) Increase reflects realignment of one-time purchase of HUMVEE support for USMACOM from Acquisition and Program Management to reflect in proper Activity Group.	6,591
(3) One-time increase reflects funding required to support Special Projects costs at the NAVSPACOM field activity in Hawkinsville, GA. (Baseline \$1,445 Thousand)	121
(4) Increase for the renovation of BEQ-Building 141, at the LANTRFLT Headquarters Support Activity. (Baseline \$13,809 Thousand)	3,075
Infrastructure	
(1) Payment of lump sum annual leave to recipients of Separation Incentive Pay (SIP)/Voluntary Early Retirement Authorization. (Baseline \$250 Thousand)	300
(2) Increase for one-time improvements at the Pacific Missile Range Facility (PMRF).	5,100
c. Program Growth in FY 1997	56,294
Execution/Fact of Life Changes	
(1) The increase is to provide for additional ARIA aircraft support for telemetry monitoring during flight tests to meet START Treaty requirements and increased travel necessary to support the Navy's START program. (Baseline \$22,033 Thousand)	1,692
(2) Increase reflects additional engineering services required by the Fleet for Tactical Support Center software/hardware technical assistance. (Baseline: \$7,190 Thousand)	572
(3) Resumption of IUSS station downsizing will result in increased leased lines cost for remote operations. (Baseline \$5,037 Thousand)	1,194
(4) Contract increase to support E-6A TACAMO Airborne Command Post Training System Support and classroom instruction for computer based training.	281
(5) Funding increase supports planning for and executing harbor defense including costs for travel and material/equipment requirements.	369
(6) Increase reflects incremental funding to purchase the initial phase of required EHF terminal spares. (Baseline \$21,042 Thousand)	1,138
(7) Increase supports additional In-Service Engineering Support for the Outlaw Bandit program. This program provides critical support for the increasing number of ships carrying passive countermeasure systems. (Baseline \$5,257 Thousand)	925
(8) Increase reflects additional engineering costs associated with preparation of technical documentation and final reports for the fixed surveillance 6300 expansion system. (Baseline \$9,413 thousand)	380
(9) Increase to support additional operations at the Atlantic Fleet Weapons Test Facility (AFWTF) and the Tactical Training Ranges (TTR). (Baseline \$126,119 Thousand)	1,503
(10) Increase supports hardware and software engineering and integrated Logistics support for new meteorological equipment being introduced into the fleet. (Baseline \$4,062 Thousand)	453
(11) Increase for Surface Warfare Development group to develop tactical doctrines. (6 E/S; 4 W/Y) (Baseline \$944 Thousand)	214
(12) Increase in software, engineering, and life cycle maintenance to support the afloat and ashore Joint Deployable Intelligence Support System (JDISS). (Baseline \$0)	400

(13) Increase reflects one additional craft maintenance availabilities in the Special Combat Support Forces Program and operating hours for additional LCACs. (Baseline \$24,038 Thousand)	1,124
(14) Increase maintenance/logistics element support in target presentations (AQM-37C, MQM-8/OPS SPT, NSTTS, QLT-IC, TA/AS, BQM-34S; 74C/E. (Baseline:\$8,877 Thousand)	632
(15) Increase in funding to support additional mine countermeasure equipment and 2s COG material, and additional operational support for the SPALT 9080 array. (Baseline \$135,734 Thousand)	15,048
(16) Increase reflects funding for BQ furniture, additional supplies, materials, and personnel at Child Development Centers and Family Service Centers. (8 E/S; 8 W/Y) (Baseline \$11,225 Thousand)	1,814
(17) Increase for pollution prevention and environmental compliance as required by Executive Order and to meet EPA Class I and II requirements. (Baseline \$14,094 Thousand)	613
(18) Increase in operations and facility maintenance in connection with the stand-up of the new JMF, St. Mawgan overseas site. (Baseline \$1,936 Thousand)	343
Modernization Change	
(1) Increase for on-orbit support for one UHF Follow-On satellite to be placed in service in FY 1997. (Baseline \$21,042 Thousand)	294
(2) Increase reflects emphasis on GCCS contractor efforts to support equipment/transition from WWMCCS. (Baseline \$20,825 Thousand)	2,776
(3) Increase supports costs including additional ship days associated with the change from new oceanographic ships replacing older ships. (Baseline \$65,697 Thousand)	3,448
Management Initiative	
(1) Increase provides analysis and software maintenance support for the Primary Oceanographic Prediction System (POPS) supercomputer to improve modeling of the world oceans and atmospheric environmental parameters which affect the success of naval weapons and sensor systems including missiles, sonars, radar, torpedoes and surveillance systems. (Baseline \$9,161 Thousand)	337
(2) Funding to address transition to new atmospheric sensors to collect littoral Electro Magnetic/Electro Optical (EM/EO) data to support the employment of platform sensors and weapons. Provides high resolution atmospheric forecasts needed for critical ship self-defense, periscope detection, and other warfare support. (Baseline \$43,887 Thousand)	1,738
(3) As a result of renewed emphasis on joint integration and training, additional funding is required to adequately staff strategic planning and contingency support efforts of the Unified CINC's to maintain in-theater readiness. (Baseline \$116,165 Thousand)	1,384
Force Structure Changes	
(1) Increase in mine warfare oversight/TAD as a result of move to Ingleside TX and increased emphasis on mine countermeasure operations overseas (Baseline \$3,653 Thousand)	215
Strategy and Policy Changes	
(1) Increase supports Navy participation in national convergence of environmental space requirements and assets. (Baseline \$79 thousand)	176
(2) Increase for staffing and operation of the Asia-Pacific Center College of Security Studies and Regional Conference Center and an automation package, language training and a policy oversight board. (32 E/S; 32 W/Y) (Baseline \$4,000 Thousand)	4,212
(3) Increase reflects additional funding for continued Navy operation of JTASC. (Baseline \$46,087 Thousand)	13,019
14. Program Decreases:	
a. One-Time FY 1996 Costs	(\$142,386)
	-26,983

Execution/Fact of Life	
(1) Decrease associated with critical communications, antennae, and infrastructure maintenance completed in FY 1996. (Baseline \$3,753 Thousand)	-3,866
(2) Relocation of Verdin in FY 1996. (Baseline \$47,188 Thousand)	-472
(3) One less per diem day for TAGOS ships. (Baseline \$40,996 Thousand)	-96
(4) Overhaul of the Saint Croix Capri radar. (Baseline \$378 Thousand)	-389
(5) Congressional approved improvements at PMRF (Baseline \$14,295 Thousand)	-14,609
(6) One-time costs related to the closure of Naval Support Facility Antigua. (Baseline \$2,000 Thousand)	-2,059
(7) Decrease for collateral equipment in support of MILCON project P-106 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 3,440 Thousand)	-3,544
(8) Decrease reflects funding required to support Special Projects cost at NAVSPACECOM field activities in Elephant Butte, NM and Kickapoo, TX. (Baseline \$348 Thousand)	-357
Modernization	
(1) Decrease for one-time FY 1996 equipment purchase for Global Command and Control System (GCCS) implementation. (Baseline \$100 Thousand)	-102
Force Structure	
(1) Decrease for one-time severance pay and lump sum annual leave payments required due to FY 1995 civilian personnel reductions (SIP/VERA). (Baseline \$273 thousand)	-274
(2) Deactivation cost for TAGOS 11 which will be leaving the inventory in FY 1996. (Baseline \$990 thousand)	-990
Management Initiative	
(1) Reflects FY 1996 development costs of Navy Mission Essential Tasks List (METL) at Naval Doctrine Command. (Baseline \$220 Thousand)	-225
b. Annualization of FY 1996 Program Decreases	
Execution/Fact of Life Changes	
(1) Reduction in chartered per diem days as a result of deactivation of TAGOS 11. (Baseline \$995 Thousand)	-11,836
(2) Decrease reflects conversion of contracted personnel to FTEs in the Commands and Staffs program.	-995
(3) Savings associated with the closure of Naval Support Facility Antigua.	-2,185
(4) Savings associated with the closure of Personnel Support Detachment (PSD) Charleston (-22 W/Y)	-700
Management Initiative Changes	
(1) Decrease reflects full-year savings due to discontinuation of lease for LEASAT L-5 satellite communication support. (Baseline \$21,042 Thousand)	-919
(2) Reduction reflects anticipated contracted tactical development cost savings as a result of on-going conversion to CD-ROM efforts at Navy Tactical Support Activity. (Baseline \$3,007 Thousand)	-6,920
	-117
c. Program Decreases in FY 1997	
Execution/Fact of Life Changes	
(1) Decrease reflects a reduction to maintenance and engineering/ILS Support for the newly deployed NAVSSI System. (Baseline \$637 Thousand)	-103,567
(2) Decrease reflects anticipated contract cost decrease at Naval Communications Station (NCS) Holt due to negotiations with Australian government. (Baseline \$12,637 Thousand)	-107
	-1,889

- (3) Decrease reflects replacement of the Shore Targeting Terminal's aging equipment with capabilities provided in the Operations Support System. (Baseline \$350 Thousand) -371
- (4) Decrease reflects NRTF Annapolis Closure. (Baseline \$47, 188 Thousand) -1,350
- (5) Decrease reflects a reduction in operational support to sites 7800 and 4500, and a reduction in cable ship support in anticipation of a competitive ship contract. (Baseline \$34,619 Thousand) -4,594
- (6) Reduction in software and maintenance, engineering support, technician training, and maintaining depot level repairs and spares in support of the SURTASS program. These costs do not vary directly with the number of ship months of operation. These costs are incurred in advance of ship deployment and costs increase in a step function as new ships are deployed. (Baseline \$28,537) -736
- (7) Decrease reflects reduction in equipment maintenance and engineering support in the ENWGS program due to replacement of obsolete workstations and workstation conversion efforts. (Baseline \$2,465 Thousand) -332
- (8) Reduced Fleet Exercise Logistics Support (FELS) requirements in odd numbered fiscal years. (Baseline \$3,600 Thousand) -531
- (9) Decrease reflects reduced reconstruction and analysis support and other support due to fewer Intermediate Phase Battle group exercises. (Baseline \$2,570) -125
- (10) Decrease in MAC SAAM travel, maintenance, and other costs associated with the construction battalion deployment rotation schedule. -11,837
- (11) The decrease reflects less engineering support for hyperbaric operations at Navy Experimental Diving Unit and less support for the overhaul of the Ocean Simulation Facility at the Navy Experimental Diving Unit. (-1 E/S; -1 W/Y) (Baseline \$4,093 Thousand) -475
- (12) Decrease reflects reduced Emergency Ship Salvage Material maintenance support. (Baseline \$3,283 Thousand) -340
- (13) Decrease reflects less salvage equipment maintenance in the Underwater Ship Husbandry and Salvage program. The decrease also defers initiating design of a closed cycle hull cleaning system as well as deferral of maintenance on one UWSH equipment set. (Baseline: \$8,230 Thousand) -2,856
- (14) Decrease reflects fewer overhauls of Tactical Aerial Recon Pod Systems (TARPS). (Baseline \$6,379 Thousand) -1,245
- (15) Decrease Ground Support Equipment (GSE) inductions at contractor field teams and organic depot activities. (Baseline \$43,964 Thousand) -1,629
- (16) Decrease Life of Type, Contractor Logistics Support (CLS) and Integrated Program Team (IPT) support for E-6A aircraft (Baseline \$23,118). -752
- (17) Decrease reflects reduced communications and meteorological equipment overhauls. (Baseline \$2,160 Thousand) -306
- (18) Decrease is a result of continued improvements in economies and efficiencies within overhead areas and as a result of outsourcing initiatives in the supply operations and recurring maintenance areas. (Baseline \$34,518 Thousand) -1,540
- (19) Reduction reflects completion of environmental projects related to conservation, pollution prevention, and environmental compliance. (Baseline \$21,401 Thousand) -4,266
- (20) Reduces funds provided to support restoration of risk assessment and remediation projects at NCS Harold E. Holt. (Baseline \$21,401 Thousand) -2,525
- (21) Decrease in collateral equipment requirements due to fewer MILCON and Government of Japan (GOJ) Facility Improvement Projects. (Baseline \$296,919 Thousand) -2,385
- (22) Completion of critical backlog of water distribution, structural, mechanical, electrical and roof repairs at NRTF Dixon, NRS Jim Creek, NCTS Cutler, NRTF Barrigada, NRTF Iaulualael and NCTS Diego Garcia. (Baseline \$8,134 Thousand) -4,826
- (23) Decrease reflects reduced operations associated with Bosnia. (Baseline \$13,324 Thousand) -10,243
- Modernization
- (1) Decrease in tracking, telemetry, and control (TT&C) and on-orbit support costs for Navy-owned LEASAT satellites. (Baseline \$21,042 Thousand) -8,136

(2) Reduced contractor support for interoperability efforts staffed by civilian personnel to enhance the advanced operational phase of Joint Tactical Information Distribution System (JTIDS). (Baseline \$4,525 Thousand)	-704
(3) Reduction reflects termination of leased Laser Airborne Bathymetry System (LABS) after government owned system is delivered. (Baseline \$77,794 Thousand)	-576
Strategy and Policy Change	
(1) Decrease reflects decision to fund only EPA Class I & II environmental requirements. (Baseline \$21,401 Thousand)	-1,100
Infrastructure	
(1) Decrease reflects reduced FDCS equipment improvement and one less workyear in the Electronic Communication and Control program. (Baseline \$575 Thousand)	-98
(2) Decrease reflects savings due to termination of TRANSIT satellite operations at Naval Satellite Operation Center. (-20 E/S; -11 W/Y) (Baseline \$14,239 thousand)	-730
(3) Decrease reflects reduction in travel, supplies, materials, utilities, overseas purchases, and support contracts associated with removing SOSUS sites and reduced equipment purchases supporting the Space Surveillance Network and Space Control System. (Baseline \$13,005 Thousand)	-1,239
(4) Decrease reflects decreases in personnel, utilities, maintenance, and other costs associated with base closure and other downsizing initiatives. (-90 E/S; -70 W/Y) (Baseline \$1,667,381 Thousand)	-30,932
Management Initiative	
(1) Signal Security (SIGSEC) training, program reductions consisting of training visits, briefings, film presentations, and classroom instruction. (Baseline \$4,301 Thousand)	-310
(2) Savings resulting from increased usage of the IMPAC Bank card for purchases below the micro-purchase threshold.	-135
(3) Anticipated contract savings from colocation of NAVTACSUPPACT and NAVDOCCOM. (Baseline \$2,976)	-85
(4) Decrease delays technology upgrades and enhancements, including the conversion of hard copy data to digital interactive CD-ROM media. (Baseline \$43,887 Thousand)	-843
(5) Decrease reduces funding for contract engineer support for survey equipment integration and installation afloat, and METOC equipment installation ashore. (Baseline \$129,508 Thousand)	-990
(6) Decrease resulting from the use of Electronic Funds Transfer as the standard method for paying travel vouchers.	-22
(7) Decrease reflects increased command attention and significant management initiatives in safety and health programs to reduce employee injury and associated compensation claims. (Baseline \$2,658 Thousand)	-843
(8) Decrease in the funding to RPM for reduction in BMAR for maintenance and operations facilities. (Baseline \$5,855 Thousand)	-1,564

15. FY 1997 Budget Request

\$1,636,958

IV. Performance Criteria and Evaluation

COMBAT COMMUNICATIONS:

<u>TACAMO Aircraft Operations</u>			
Average Operating Aircraft			
Flying Hours	16	17	18
Costs (\$000)	15,281	15,947	16,197
Hours A/C	23,027	27,437	28,147
Cost per hour	955	938	900
Per Diem Days	1,507	1,721	1,738
	59,021	60,574	61,078
<u>Operating Support System (OSS)</u>			
Number of Systems	18	18	18
Number of Sites	21	21	21
<u>NTCS-A/TFCC/JOTS</u>			
(Navy Tactical Command Systems-Afloat; Tactical Flag Command and Control; Joint Operational Tactical System)			
Force Level Platforms	21	27	27
Unit Level Platforms	180	183	186
Shore Sites	7	8	9
<u>Tactical Support Centers</u>			
Number of Systems	14	14	14
Number of Sites	12	12	12

Budget Activity: 01 - Operating Forces
 Activity Group: Combat Operations/Support (continued)
 IV. Performance Criteria and Evaluation (continued)

	FY 1995	FY 1996	FY 1997
Advanced Tactical Data Link Systems			
Number of Link 11 Systems Supported	784	784	784
Leased Satellite System (LEASAT) Program			
LEASAT Satellites on Orbit-UHF (Navy owned or leased)			
L-2	Navy Owned	Navy Owned	Navy Owned*
L-3	Navy Owned	Navy Owned	Navy Owned*
L-5	Leased	Leased	No Service
Gapfiller (CONUS)	Leased	No Service	No Service
Gapfiller (PAC)	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)			
ELECTRONIC WARFARE:			
(Number of Units Supported)			
Offboard Deception Devices (ODDs)	130	130	130
Radar and Anti-Ship Missile (ASM)	961	961	961
Warning and Defense Systems			

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

IV. Performance Criteria and Evaluation (continued)

FY 1995

FY 1996

FY 1997

SPACE SYSTEMS AND SURVEILLANCE:

Space Systems Operation

A. Navy Navigation Satellite System

1. Monitoring Sites

Prospect Harbor, ME

Rosemont, MN

Laguna Peak, CA

Guam

2. Satellite Configuration

3. Injection Success

(Navigation)

B. Surveillance

1. Transmitter Sites

Lake Kickapoo, TX

Gila Lake, AZ

Jordon Lake, AL

Receiver Sites

Tattnall, GA

Silver Lake, MS

Red River, AK

Elephant Butte, NM

San Diego, CA

Hawkinsville, GA

3. Catalog Items

SURTASS

TAGOS Operations (Fleet)

Number of ships

Per diem days

ROS

FOS

TAGOS Support Ship Months

LFA Charter (\$000)

4

4

4

9

9

8

100%

100%

100%

3

3

3

6

6

6

8,517

8,190

7,875

7

7

8

0

0

763

2,555

2,652

2,326

84

84

99

6,263

3,955

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

IV. Performance Criteria and Evaluation (continued)

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
<u>SOSUS</u>			
Number of Ships Supported	1	1	1
Ship Days	365	366	365
<u>WARFARE TACTICS:</u>			
Warfare Gaming System (ENWGS)			
Number of Systems Supported	1	1	1
Operational Readiness Assessments			
Number of Battle Group Exercises Supported	9	5	4
Reconstruction and Analysis	17	12	10
Equipment Support	0	0	0
NAVY TACTICAL INFORMATION COMPENDIUM (NTIC)			
Tactical Information			
Compendium Disks			
# of Library Disks	30	35	37
# of Disks Distributed	39,308	55,450	61,350
PUBLICATIONS REVIEWED/MANAGED			
NWPS Reviewed/Managed	62	73	79
(NWPS: Naval Warfare Publications)			
Allied Pubs Reviewed/Managed	41	41	40
FXPs Reviewed/Managed	6	6	6
NATOPS/AIRTACMAN CONFERENCES SUPPORTED			
(NATOPS: Naval Air Training and Operations Procedures Standardization)			
(TACMAN: Tactical Manuals)			
NATOPS	20	26	26
TACMAN	10	15	15
PUBLICATION REVISED/CHANGED			
Revisions	152	152	150
Changes	82	82	84
Reprints	59	59	61
Printing	293	287	285

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

IV. Performance Criteria and Evaluation (continued)

COMTAC MICROFICHE/NAVAL WARFARE PUBLICATIONS LIBRARY (COMTAC: Communications Tactical Publications Distribution)			
COMTAC microfiche Request	100	90	70
COMTAC microfiche Shipped	2,000	1,850	1,100
INFORMATION AUTOMATION SUPPORT			
Automation Databases:	30	30	30
Development, Operations, and Maintenance			
Fleet Exercise Support			
Per Diem Days	10,665	13,526	11,866
Number of Exercises Supported	92	92	89
Number of Airlifts	155	678	652
Fleet Ship Training/Training Ranges			
Number of Courses Scheduled	286	318	286
Number of Classes Scheduled	1,630	2,002	1,963
Student Throughput	28,485	32,525	31,441

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

IV. Performance Criteria and Evaluation (continued)

FY 1995 FY 1996 FY 1997

OPERATIONAL METEOROLOGY AND OCEANOGRAPHY:

Number of Units

Oceanographic Ship Days	2,500	2,839	2,920
Oceanographic Survey Nautical Miles	238,900	350,000	360,000
Oceanographic Aircraft Hours	500	600	600
Buoy Deployments	198	238	248
Oceanographic Charts/Reports/Products	17,109	18,614	18,986
Deployable Meteorology and Oceanography (METOC) Systems	1,282	1,387	1,496
Observations	341,800	337,784	337,760
METOC Analyses and Forecasts	20,565,347	18,095,669	21,896,147
Joint Operations/Exercises Supported	165	166	172
Naval Observatory Publications Produced	260	264	267
Visual and Radio Telescope Observations	258,650	287,560	297,356

OMBAT SUPPORT FORCES:

Navy Mobile Construction Battalions

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

Combat Support Forces

Combat Support Forces Units	34	33
Service Craft Boats	409	417
Explosive Ord. Disposal Team		
(Annual Dep/Exercises)	54/61	54/59

54/60

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

IV. Performance Criteria and Evaluation (continued)

	FY 1995	FY 1996	FY 1997
<u>Landing Craft Air Cushion</u>			
(LCAC) Units	80	83	87
<u>Combatant Craft Repair</u>			
Number of Overhauls	14	16	16
<u>Diving and Salvage</u>			
Salvage Depot Maintenance:			
Emergency Ship Salvage			
Material (ESSM) Bases	7	7	2
Underwater Ship Husbandry			
# of equipment mods/techniques/ procedures developed	3	2	1
Equipment Sets			
Maintained/repaired	4	5	4
Logistics			
Diving			
Navy Experimental Diving			
Unit (NEDU), support costs	3,439	4,093	3,705

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

IV. Performance Criteria and Evaluation (continued)

	FY 1995	FY 1996	FY 1997
Diver Worn Equipment	11	9	9
Diving Systems	80	170	179
Ocean Simulation Facility	1	1	1
Navy Salvage Operations;			
Number of salvage operations	1	1	1
EQUIPMENT MAINTENANCE:			
Calibration			
(\$000)			
DBOF Calibration Lab	11,656	10,454	10,099
Non-DBOF Calibration Lab	11,868	11,630	11,809
DBOF Calibration Support	706	710	658
Comm Calibration Maint Support	265	273	279
Target Maintenance			
(Units)			
AQM-37		355	
370 420			
NSITTS	279	0	0
BQM-34		409	439
MQM-8	4,212	2,701	3,000
TA/AS	300	400	440
Logistics Support (\$000)	4,845	3,573	3,875
Aircraft Camera			
(s)			
Major Systems O/H	7,995	6,834	5,545
Other Maintenance Actions	51	50	50

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

IV. Performance Criteria and Evaluation (continued)

	FY 1995	FY 1996	FY 1997
Overhaul of support Equipment (SE) (\$000)			
Level of Effort Organic (In House)	4,847	3,837	4,729
Level of Effort Organic (Field Team)	9,697	5,439	5,459
Fixed Price (Commercial)	7,168	7,159	7,255
Contractor Field Team	19,240	18,950	16,068
SE Maintenance Support	2,000	1,089	1,339
Life of Type Services (\$000)			
E-6A	25,419	23,551	23,201
Meteorological Support (\$000)			
Equipment System Overhaul	180	177	69
2Z COG Electronic Equipments (\$000)			
General Communications	1,073	1,234	1,010
OUTBOARD	275	283	290
Satellite Communication	439	360	419
Submarine	100	103	100
Maintenance Actions (Units)			
General Communication	70	66	52
OUTBOARD	1	1	1
Satellite Communication	27	22	28
Submarine	2	2	2
Equipment Maintenance (\$000)			
Test Equipment Maintenance	2,856	1,961	1,889
2S COG Material	24,894	26,596	39,939
SSN Unique/Related Sonars	1,363	1,403	1,586
Airborne Mine Countermeasures	0	3,034	17,904

DEPOT OPERATIONS SUPPORT:

MEASURE* (WY)	4	4	4
Joint Service Metrology/Calibration (WY)	1	1	2
General Purpose Electronic Test Eqt (#Sys)	566	611	694
Hi-Tech GPETE (# Sys)	223	136	136
GPETE Acquisition and Stds (#Sys)	40	39	39

* Metrology Automated System for Uniform recall and Reporting (MEASURE)

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:

Other Base Operating Support
Real Property Maintenance
Base Communications
Environmental Compliance
Bachelor Quarters Operations
Morale, Welfare, and Recreation

PROGRAM DATA

Number of Installations
Active Forces

	FY 1995		FY 1996		FY 1997	
	CONUS	Overseas	CONUS	Overseas	CONUS	Overseas
	7	6	6	6	6	5

Other Criteria

Number of BEQ Rooms:
Number of BOQ Rooms:
Motor Vehicles Owned:
Leased Long Term:
Leased Short Term:
Child Care Center Spaces:
Supv. Home Care Spaces:
GSA Leased Space (KSF):
GSA Leased Space Cost (\$000):
Non-GSA Lease Space (KSF):
Non-GSA Lease Space Cost (\$000):

	FY 1995	FY 1996	FY 1997
	1,948	1,788	1,904
	411	411	411
	981	980	999
	262	288	288
	391	394	395
	1,537	1,803	1,803
	261	316	331
	70	269	70
	327	4,887	348
	8,193	2,462	2,454
	15,579	13,874	14,286

Maintenance and Repair

Utilities(\$000):
Floor Space (000 KSF):
Pavement (SY):
Land (acre):
RR Trackage (miles):
Piers, Wharves (FB):
Facility Value CPV (\$000):

	7,994	7,491	8,350
	67,933	68,254	68,197
	304,453	304,453	304,453
	10,889	10,889	10,889
	20	20	20
	8,527	8,527	8,090
	1,982,535	2,042,512	2,082,829

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

V. Personnel Summary	FY 1995	FY 1996	FY 1997	Change FY 1996/FY 1997
Active Military End Strength (Total)	24,983	25,006	24,218	-788
Officer	2,853	2,931	2,821	-110
Enlisted	22,130	22,075	21,397	-678
Civilian End Strength (Total)	7,643	8,605	8,527	-79
U.S. Direct Hire	7,236	8,170	8,091	1
Foreign National Direct Hire	220	237	238	-78
Total Direct Hire	7,456	8,407	8,329	0
Foreign National Indirect Hire	187	198	198	-349
Military Workyears (Total)	25,510	24,931	24,582	-4
Officer	2,896	2,866	2,862	-345
Enlisted	22,614	22,065	21,720	-10
Civilian Workyears (Total)	7,676	8,447	8,437	-15
U.S. Direct Hire	7,259	8,015	8,000	5
Foreign National Direct Hire	222	238	243	-10
Total Direct Hire	7,481	8,253	8,243	0
Foreign National Indirect Hire	195	194	194	

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.

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; and target 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.

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, and environmental and hazardous waste management.

Real Property Maintenance - Includes maintenance and repair of real property and minor construction for facilities that predominantly support weapons support facilities.

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.

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

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

Fleet Ballistic Missile System - supports the force structure as shown in the table below:	
SUBMARINES	FY 1995
C-4 BACKFIT	0
	FY 1996
	0
	FY 1997
	0
SUBMARINES	FY 1995
TRIDENT C-4	8
TRIDENT D-5	7
Support Ships	1
	FY 1996
	8
	8
	1
	FY 1997
	8
	9
	1

In-Service Weapons Systems Support - supports the following force structure: EHCIV: supports three Encapsulated HARPOON Certification Training Vehicle (EHCIV) 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 (bombs, 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 support for the LAMPS MK III Integrated Aircraft/Shipboard Weapons Systems including the SH-60B Helicopter and AN/SQ-89(V) sonar 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 torpedos; MK-117 Fire Control Systems

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

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

(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/BOQ-5 Sonar Systems and associated handlers and trainers, AN/SQ-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; SWFLANT Detachment, 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.

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Breakout

Weapons Support

Cruise Missile	FY 1995 Actuals	Budget Request	FY 1996 Appropriated	Current Estimate	FY 1997 Estimate
Fleet Ballistic Missile	109,153	96,656	96,656	80,176	79,828
In-service Weapons Systems Support	779,413	788,463	788,463	779,486	756,722
Weapons Maintenance	29,081	25,945	25,945	39,404	50,875
Base Support	454,278	401,879	406,879	370,134	389,406
Maintenance of Real Property	55,958	67,717	67,717	69,934	63,750
Subtotal	33,952	43,459	43,459	39,249	31,247
	1,461,835	1,424,119	1,429,119	1,378,383	1,371,828
MSC Rates	-136				
DERF	-4,183				
TOTAL	1,457,516	1,424,119	1,429,119	1,378,383	1,371,828

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

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

B. Reconciliation Summary

Change
FY 1996/FY 1997

Change
FY 1996 Reg/FY 1996 Current

Baseline Funding
Congressional Adjustments (Distributed)
Congressional Adjustments (Undistributed)
Reprogrammings/Transfers
Technical Adjustments
Price Change
Functional Transfers
Program Changes
Current Estimate

1,424,119
5,000
-15,837
1,375
9,384
0
0
-45,658
1,378,383

1,378,383
0
0
0
0
515
1,031
-8,101
1,371,828

C. Reconciliation of Increases and Decreases:

(\$ in 000)

- 1 FY 1996 President's Budget Request
- 2 Congressional Adjustments (Distributed):
 - a. Other Weapons Systems Maintenance
- 3 FY 1996 Appropriated Amount
- 4 Congressional Adjustments (Undistributed):
 - a. Administrative Travel Savings
 - b. Tomahawk Missile Recertification
 - c. Supply Management Reforms
 - d. Real Property Maintenance
 - e. Printing Efficiencies
 - f. Reduced Audits
 - g. Transportation Improvements
 - h. Civilian Understrength
 - i. Sec 8125: Revised Economic Assumptions
- 5 Reprogrammings/Transfers:
 - a. Increases
 - 1) Contingencies-Bosnia
 - 2) DBOF Refund
 - b. Decreases

1424119

5000

1429119

-15837

-1800
-9000
-2654
6000
-243
-875
-442
-1214
-5609

1375

3527
2810

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

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

	1) Inflation Offset for Contingencies	-4962	
6	Technical Adjustments Required to Comply with Congressional Intent		9384
	a. Acquisition Reform	-616	
	b. AN-UYK-70	10000	
7	Program Increases:		19383
	a. Program Growth in FY 1996		
	Infrastructure Changes		
	Increases for In Service Engineering include the following:		
	1) Increased Automatic Test Equipment (ATE) and engineering support (Baseline \$1,354).	321	
	2) Development of 775 Gold Disks to facilitate failed circuit card assembly repair (Baseline \$1,354).	4650	
	3) Electrically suspended Gyro Navigator (EGN) technical support and navigation certification and Transit/Omega for 29 additional submarines (Baseline \$3,697).	1380	
	4) Additional engineering support for MK 86 Gun Fire Control System; night vision devices and MK 160 Gun System and MK 46 Optical Sight (Baseline \$3,114).	569	
	5) Additional test, maintenance and logistics support for PHALANX/CIWS (Baseline \$4,405).	378	
	6) Increase reflects increased ordnance and routine maintenance for the MK 48 torpedo; increased maintenance for the refurbishment of 3 submarine countermeasure systems; 3 additional AN/WLR-9 system refurbishments; and an increase to submarin	5419	
	7) Increase reflects performance of additional software trouble reports for the ASW Module Software support facility (Baseline \$24,739).	2061	
	8) Increase results in additional support and work efforts for mine maintenance (Baseline \$8,265).	1237	
	9) Increase results in additional production and acquisition support for ammunition depot maintenance (Baseline \$21,771).	122	
	Fact of Life		
	10) Increase reflects civilian pay issues including SIP/VERA, lump sum pay and repricing of civilian personnel compensation (Baseline \$102,535),	160	
	Quality of Life Initiative		
	11) Increase reflects support for Bachelors Quarters maintenance (Baseline \$21,747).	3086	
8	Program Decreases:		-65041
	a. Program Decreases in FY 1996		

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

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

	Execution/Fact of Life	
1)	Reductions for missile engineering support to fund aircraft depot maintenance goals (Baseline \$31,949).	-6732
2)	Decrease in SSP personnel support and administrative efforts, and lease space costs.	-1261
3)	Decrease in material support for the Encapsulated HARPOON Certification Training Vehicle program (Baseline \$2,598).	-191
	Infrastructure Changes	
4)	Reduction reflects the termination of the Auxiliary Tug Equipment and Test Program Set Coordinate Center (Baseline \$1,354).	-358
5)	Decrease in support of Standard Computer AN/UYK-43/44 support; less support for Navigation and Directional Systems for 29 fewer surface ships; less Test Program Set maintenance; decreased AN/KSQ-1 Life Cycle Support	-252
6)	Decrease reflects reduction for spare parts, training and engineering support of Armored Personnel Carriers (APCs) required to protect Navy Nuclear Weapons Storage Facilities (NNWSF) at 4 activities (Baseline \$2,526).	-1260
7)	Decrease reflects 65 fewer EOD swimmer actions requiring in service engineering; decreased care of non-fleet marine mammal inventory (Baseline \$7,175).	-341
8)	For Navy Tactical Data Systems support, the reduction allows for caretaker efforts for the FFG-7 and ICC class ships only; and reduction of engineering support efforts for the PHALANX (Baseline \$4,405).	-990
9)	Decrease results in less support for switchboards and explosives (Baseline \$1,076).	-69
10)	Decrease in air launched missile maintenance and logistics element support (Baseline \$43,648).	-3209
11)	Decrease in air launched ordnance maintenance and logistics element support (Baseline \$33,284).	-2446
12)	Decrease in support for PIONEER, Tactical Air Launched Decoy (TALD), Theater Air Mission Planning System (TAMPS), and Special Weapons (Baseline \$20,104).	-1475
13)	Decrease reflects reduced availability of Standard missile and fewer Vertical Launch System technical assistance requests; repaced completion of repair associated with the NATO SEASPARROW components; fewer engineering efforts for the RA	-9853
14)	Decrease reflects a delay in the relocation of napalm assets to the Army ; reduction in the upgrade of approximately 20 thousand rounds of ammunition and 8 thousand submarine signals will be cancelled (Baseline \$21,771).	-5825
15)	Decrease reflects fewer repair of modules required for kit installations for acoustics; reduced software maintenance and quality assurance for submarine ASW programs; fewer Problem Trouble Reports being corrected; fewer towed array and	-9681

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

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

16)	Decrease reflects reduced ordnance maintenance of 1 MK 86 above deck units; 13 2J Cog components associated with MK45 and MK75 reduces ready for issue components; reduced ISEA for engineering support for small arms and termination of design	-1898	
17)	Decrease reflects termination of the Sonar Acoustic Target Source (AN/WQM-6 system); less engineering support for failure analysis and ASW Combat System Consolidated Operational Test; and 1 FORACs range is closing (Baseline \$24,739).	-3148	
18)	Decrease reflects reduced software maintenance and engineering support for the AN/BSY-2 (Baseline \$4,633).	-2293	
19)	Decrease reflects reduced ordnance maintenance for lightweight torpedoes; decreased program trouble report resolution for the AN/SQO-89; decrease in the Vertical Launch ASROC maintenance program; and decreased maintenance actions on Navy	-3130	
20)	Decrease reflects less MK74 interim support being provided; less computer and software support and reduced engineering work for FFG7 Anti-Air Warfare (AAW) Weapon System (Baseline \$12,058).	-930	
21)	Decrease in software support for the 2F Cog Electronics program (Baseline \$1,635).	-286	
22)	Decrease for mine warfare EOD and MCM ship support (Baseline \$8,265).	-2471	
23)	Decrease reflects reduced support directed towards reducing the backlog of maintenance and repair for base operations (Baseline \$20,319).	-6942	
9	FY 1996 Current Estimate		1378383
10	Price Growth:		515
11	Functional Transfers: A. Transfers In 1) Intra-Appropriation Transfers funding for Trident Consolidated Ship Allowance List (COSAL) supply support at Ships Part Control Center (SPCC) to Director, Strategic Systems Program.		1031
12	Program Increases: a. Annualization of New FY 1996 Program 1) Increase reflects realignment of MWR funding formerly through nonappropriated funding. b. Program Growth in FY 1997 Force Structure Change 1) Increase in commercial depot maintenance as a result of performing 99 additional Tomahawk certifications and 5 additional refurbishments (Baseline \$0).		108501

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

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

Fact of Life		
2)	Increase in operational support for TRIDENT II D-5 to provide for continuation of MK-6 Guidance Repair System capability (Baseline \$588,499). Infrastructure Changes For In Service Engineering Support and Logistics Support the following is included:	13793
3)	Increase reflects increased logistics support for the next generation display of AN/UUYQ-70; Contractor Off the Shelf (COTS) item (Baseline \$2,100).	2000
4)	Increase supports the Position Location Reporting System (PLRS) equipment which supports AN/KSQ-1 equipped ships (Baseline \$14,725).	873
5)	The Department of the Navy has determined that certain programs, which had previously been financed as DBOF overhead, should be moved to direct O&M,N funding. This increase reflects that decision for the following programs: explosive safe	21203
6)	Increases for Mine Warfare Weapons systems reflects mine countermeasures for 4 additional Mine Countermeasure Ships; increase for shallow water MCM equipment introduced to the fleet starting in FY 1997; and additional actions for the EOD S	1533
7)	Increase is for additional engineering support for PHALANX (Baseline \$3,735).	127
8)	Increase reflects a change in the mix of Above Deck Components being overhauled at the depot (Baseline \$14,881).	624
9)	Increase reflects additional support for ASW ranges (Baseline \$24,659).	276
10)	Increase reflects additional ASW engineering support; certification events; ILS products; towed array fleet support; and increased support for the submarine combat control/mine countermeasures program (Baseline \$27,276).	3924
11)	Increase reflects additional maintenance for the mine program and additional support for the Mine Countermeasure and Mine Hunter ships (Baseline \$9,483).	8374
12)	Increase reflects increased missile maintenance for Standard Missile; Vertical Launch System Support; NATO Seasparrow launcher and Director which includes 1 additional endstrength and 1 workyear (1ES/1WY); RAM; PHALANX (CIWS) overhaul; 3	22830
13)	Increase reflects additional software support for the AN/BSY-2 Combat System (Baseline \$2,436). Quality of Life Initiatives	3497
14)	Increased administrative costs for base communications and MWR.	187
15)	Increase reflects Quality of Life (QOL) support for Family Service Centers, Child Care Centers and Morale, Welfare and Recreation (Baseline \$46,173). Fact of Life	317
16)	Increase in Logistics Element Support for all missile systems (Baseline \$20,102).	5805

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

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

17)	Increase in organic maintenance for AMRAAM, HARPOON, SLAM, PENGUIN, HARM, HELFIRE, MAVERICK, PHOENIX, WALLEYE and Tactical Supersonic Air Launched Missile (TSSAM) (Baseline \$5,651).	1436
18)	Increase in commercial maintenance for AMRAAM, HARPOON, SLAM, HARM, PENGUIN and SIDEWINDER (Baseline \$3,137).	1446
19)	Increase in organic maintenance for rockets and launchers, aircraft armament equipment (AAE), Cartridge Actuated Devices (CAD) and bombs/components (Baseline \$2,464).	1992
20)	Increase in support for Tactical Air Launched Decoy and Special Weapons (Baseline \$217).	6
21)	Increase in logistics support for aircraft ejection propulsion systems (AEPS), bombs/components, CAD, rockets/launchers, GATOR, SONOBUOYS, Gun Systems, Chaff, AAE and Pyrotechnics (Baseline \$12,427).	739
13	Program Decreases:	-116602
a.	One-Time FY 1996 Costs	
1)	Decrease reflects a reduction of Real Property Maintenance support (Baseline \$20,319).	(-14,000)
2)	Decreased support for the AN/UYN-70.	-4000
b.	Program Decreases in FY 1997	-10000
	Force Structure Changes	
1)	Decrease in platform maintenance as a result of 3 Tomahawk platforms being retired (Baseline \$2,680).	(-102,602)
	Program Change	-60
2)	Decrease in Hunter Unmanned Aerial Vehicle (UAV) due to delay of program operational support (Baseline \$1,100).	-1100
	Fact of Life	
3)	Decrease in Tomahawk technical operations and engineering support, software support and mission planning (Baseline \$55,968).	-15972
4)	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 2004. Reduction includes cessation of the Transit Navigation Satellite system	-44334
5)	Decrease reflects reduced costs for missile processing contractor support and other operating costs. Also reflects reductions as a result of downsizing SSP headquarters (IES/IWY) (Baseline \$45,898).	-2382
6)	Decrease of fleet demand on ECHTV HARPOON firings, recertifications, accuracy trials, and training proficiency (Baseline \$2,387).	-32
7)	Decrease in commercial maintenance for SPARROW and PHOENIX (Baseline \$1,685).	-654
8)	Decrease in organic maintenance for SIDEARM, HARPOON, SIDEWINDER and SPARROW (Baseline \$10,687).	-807

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

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

	Infrastructure Changes	
9)	Decrease in organic maintenance for Ammunition, Countermeasures and Pyrotechnics, AEPs, AAE, bombs/components and gun systems (Baseline \$10,555).	-1472
10)	Decrease in logistics element support for GATOR, Rockets and Launchers, AAE and Ammunition (Baseline \$5,642).	-557
11)	Decrease reflects reduced ordnance and maintenance support for the MK 48 and MK 50 Torpedo, PIONEER, Tactical Air Mission Planning Systems (TAMPS), Special Weapons and war reserve trainers (Baseline \$82,413).	-5299
12)	Decrease reflects reduced ATE Technical Support in the number of units for electronic test repairs; decrease in the number of units for field test and diagnostic capabilities and termination of training and support on module test and repair	-1102
13)	Decrease reflects reduced standard embedded computer logistics support for the AN/UYK-43/44; reduced Navigational and Directional system support for submarines and decrease of all Navigational System In Service Engineering Agent (ISEA) fun	-2269
14)	Decrease reflects reduced engineering, test and maintenance support for the PHALANX (CIWS); reduction of effort for the Advanced Combat Directional System (ACDS); reduction of support effort for the Naval Tactical Data Systems (NTDS) for t	-707
15)	Decrease results in less ISEA support for switchboard and explosives (Baseline \$1,007).	-43
16)	Decrease in Gun Fire Control System Fleet support program reduces engineering support for minor caliber weapons (Baseline \$3,583).	-22
17)	Decrease results in the reduction of spare parts for Armored Personnel Carriers (APCs) used for ordnance support efforts (Baseline \$1,266).	-5
18)	Decrease reflects reduced ordnance and maintenance support for the MK48 and MK50 torpedo (Baseline \$82,413).	-4724
19)	Decrease reflects reduced engineering and technical support for the Consolidated Shore Facility (Baseline \$7508).	-750
20)	Decrease reflects reduced support for updating AN/BQQ-5 and AN/BSY-1 technical manuals; reduced software support for 2F Cog and DBOF charges are included in overhead vice direct costs (Baseline \$90,985).	-456
21)	Decrease reflects reduced maintenance for upgrade of the 20K rounds and 5"/54 ammunition, 8K submarine signals will be canceled, decrease in quantities of napalm relocations to the Army (Baseline \$14,286).	-3653
22)	Decrease reflects reduced ASW test; cancellation of surface ship acoustic silencing; and termination of the LAMPS program (Baseline \$24,982).	-1274
23)	Decrease reflects reduced engineering support for small arms repair; and reduced support for 38 major 2J Cog components associated with gun systems overhauled at the depot (Baseline \$14,881).	-1380

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

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

24)	Decrease in the FFG 7 AAW weapons system results in a reduction in tactical guidance supporting fleet exercises, reduction in performing workload engineering solutions for Engagement Weapons Support Maintenance; decrease in ISEA support	-773
	Environmental Compliance	
25)	Reductions reflect savings for environmental compliance costs and administrative efforts for Trident facilities.	-1069
	Infrastructure Changes	
26)	Decrease reflects a reduction in base service which includes galley service, chaplain services, security, and fire protection (Baseline \$46,173).	-2500
27)	Decrease of facility maintenance efforts at Trident I facilities and Naval Ordnance Test Facility.	-3430
28)	Decrease reflects reduced support for Bachelor Quarters maintenance (Baseline \$20,319).	-5776

14 FY 1997 Budget Request

1371828

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

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

IV. Performance Criteria and Evaluation Summary:

Tomahawk Platform Maintenance	FY 1995	FY 1996	FY 1997
Platform Maintenance (Surface Harpoon)	154	134	131
Nuclear Weapons Support	149	129	129
Operational Test Launch Flights	356	356	356
Missile Refurbishment	10	8	8
Missile Recertifications	5	5	5
Theater Mission Planning Centers	201	0	99
	3	3	3
TRIDENT C-4/D-5 (# of systems)	1/1	1/1	1/1
TRIDENT C-4/D-5 (# of SSBNs)	8/7	8/8	8/9
OPERATIONAL SUPPORT (SHIP MONTHS)			
SSBN (C-4 Backfit)	3	0	0
SSBN (TRIDENT C-4)	80	81	89
SSBN (TRIDENT D-5)	77	89	101
TENDER	3	0	0
MISSILE PROCESSING*			
C-4 Backfit (C-4) (POMFLANT)	7	0	0
TRIDENT (C-4) (SWFPAC)	144	144	144
TRIDENT (D-5) (SWFLANT)			
WEAPON SYSTEM OFFLINE SUPPORT (MONTHS)			
TRIDENT I (C-4) Overhauls	16	15	7
OVERHAUL STARTS			
TRIDENT I (C-4)	1	1	1
SSBN RETIREMENTS/INACTIVATIONS/DISMANTLEMENTS	1	0	0

* Missile processing numbers represent the O&M,N funded fleet return missiles processed.

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

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

	FY 1995	FY 1996	FY 1997
HARPOON			
No. of Units Funded	33	33	33
No. of Submarines	52	52	52
Workyears	17.6	17.6	17.6
Nuclear Weapons Safety Workyears	1.8	0	0
(\$000)			
Gold Disk Development	0	4650	4650
Micro/Miniature Electronic Test & Repair (WY)1/	679	679	1892
Circuit Card Assemblies w/Field Test 2/	925	317	0
Auxiliary Tug Equipment Test	525	0	0
Test Program Set (TPS) Coordinate Center			
ATP/TPS ISEA Training Support (WY)	420	321	0
Tactical Embedded Computer Resources (TECR) (\$000)			
Field Managed TECR	1646	1512	1010
Standard Displays	92	79	85
Standard Peripherals	85	82	88
AN/UYQ-70 ADS	0	10000	2000
Navigation/Direction Systems (\$000)			
Submarine Support	135	724	108
Surface Support	700	374	248
Carrier Support	245	406	0
AN/KSQ-1 (\$000)	340	474	1361

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

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

Ordnance Safety Support (\$000)	FY 1995	FY 1996	FY 1997
Nuclear Security	2300	1951	1178
Explosive Safety	3048	0	8784
Nuclear Safety	0	0	900
Sensitive Ordnance Security	0	0	1708
Environmental	0	0	8575
Ordnance Handling	144	0	1236
Gun Weapons Support (\$000)			
MK86 Gun Fire Control System	960	1230	1191
Night Vision Devices	162	208	202
MK160 GCS/MK 46 OS	355	454	440
Gun Weapon System Fleet Support	2200	1691	1638
Mine Warfare (\$000)			
Mine Countermeasures	2089	995	1903
Shallow Water MCM	0	0	96
Explosive Ord Disposal Swimmer	3784	2982	3292
Explosive Ord Disposal Marine Mammal	0	2757	3118
Theater Air Defense (\$000)			
CIWS Engineering/Software Support	2314	1719	1835
ACDS Support	885	1479	981
NTDS Support (DD963/Pre ACDS Blk 0)	350	425	248
NTDS Support (FFG7)	100	112	0
Communication System Engineering Support (\$000)			
Weapon Control Switchboard	93	95	93
Voice IC	388	389	384
STC-2	68	72	68
Data Multiplex System	277	280	277
DC WIFCOM	119	121	119

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

Budget Activity: 01 - Operating Forces			
Activity Group: Weapons Support			
Air Launched Missile Rework & Maintenance (\$000)			
Maintenance (Commercial)			
Units/(\$000)			
Maintenance (DBOF/Non-DBOF)			
Logistics Element Support (WY/Costs)			
Air Launched Ordnance Rework (\$000)			
Maintenance (Commercial)			
Units/(\$000)			
Maintenance (DBOF & Non-DBOF)			
Logistics Element Support (WY/Costs)			
Special Weapons Rework			
Units/(\$000)			
Tactical Air Launched Decoy (TALD)			
(\$000)			
Tactical Aircraft Mission Planning System (TAMPS)			
PIONEER (Flight Hrs/(\$000)			
War Reserve Trainers			
Logistics Element Support (WY/Costs)			
Engagement Systems Maintenance (\$000)			
Computer Program Maint			
Engagement Maint Support			
FFG-7 AAW Weapon System Support (\$000)			
Mk92 MOD 6/MK13			

FY 1995	FY 1996	FY 1997
4283	4822	5720
6767/2260	4449/16338	7257/16203
201.6/27414	120.3/20102	155.3/24890
1215	2123	2176
229170/11015	462849/10899	395241/11216
126.1/17144	108.3/18069	109.2/18010
941/273	790/217	1016/225
1005	989	844
1405/13332	1099/14775	676/10410
2122	1070	617
42.9/5271	33.5/4481	34.7/4640
901	1036	1000
2968	3020	2403
5974	6689	6406

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

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

Gun Weapons Maintenance (\$000)	FY 1995	FY 1996	FY 1997
Gun Weapon Systems Replacement	16186	16381	15496
Ordnance Maintenance	7897	5683	7397
Depot Level Repairable	2659	3467	2186
Mk86	550	904	868
2J Cog	182	373	389
Small Arms Repair (\$000)			
Small Arms Repair	1266	970	966
Small Arms Management	935	1183	543
Allowance Management	521	521	543
Navy Registry	414	521	0
Surface ASW System Maint (\$000)			
Surface ASW Program	24464	24659	22641
ASW Targets	8810	7550	7220
Surface ASW Combatants	9206	8424	7720
ASW Test Progra	6448	8685	7701
Ammo Depot Maintenance			
Other End Item Maintenance	2550	1051	127
Demilitarization	8092	8036	6774
ISEA	8413	7252	5383
Ammo Reworked	2218	1700	1200
Submarine ASW System Maint (AN/BSY-1/AN/BQQ-5)			
DLR Maintenance	3288	1736	2664
Fleet Support	2405	2243	1991
ASW Eng Support	3823	3176	3785
IIS Products	3132	2800	2884

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

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

MK-117/CCS MK-1/2	FY 1995	FY 1996	FY 1997
Fleet Support	1755	1520	1469
ASW Test/Cert	683	507	896
ASW Engineering Spt	616	679	1085
Material Support	1256	1297	1327
ILS Products	1594	1725	1777
Towed Arrays			
Depot Level Repairable	1383	1600	1648
Fleet Support	5404	4299	5194
ASW Testing/Certification	729	750	772
ASW Engineering Support	219	170	188
Sub Combat Control/Mine Countermeasure			
Depot Level Repairable	5122	2277	2646
Support Systems	1885	943	1092
Weapons Systems	969	544	569
Mine Warfare			
End Item Maintenance	2945	1518	2777
Depot Level Repairable	662	570	538
Mine Countermeasure Equipment Overhaul	3997	1138	5581
Mines (Repaired)	7787	3760	6380
Theater Air Defense			
NATO SEASPARROW	18503	16243	16954
End Item Maintenance	7495	6215	7128
Electronic and Communications	1386	1458	1915
Target Acquisition Systems	8172	6808	6017
RAM/STINGER Maintenance	4111	3321	3873
CIWS Overhaul	19188	15093	18229
NTDS 2F Cog Electronics	3705	2552	3641

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

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

Surface Electro Optics Maintenance	FY 1995 1465	FY 1996 1387	FY 1997 2206
Surface Ship Radars			
End Item Maintenance	9439	8199	8720
Engineering Support	1636	705	623
Software Maintenance	902	328	334
RAIDS	4112	3331	3275
SSDCSEF	0	0	2565
ASM Maintenance			
Depot Level Repairable	1316	1131	1632
AN/SLQ-32 (V)	6908	5523	6094
Standard Missile/Vertical Launch Systems	46824	28272	27307
Cooperative Engagement Capability	0	2320	13562
Electronic and Communications			
AN/BSY-1/AN/BQQ-5 Combat Systems	0	764	316
MMC Engineering Technical Support	1505	666	4658
Software Maintenance/Support		750	
Consolidate Shore Facility			
Submarine ASW Maintenance	840/15617	808/13601	852/12459
Torpedo MK 48 1/	744	751	490
Submarine Countermeasures	926	684	489
Desktop Computer/maintenance actions	26839	22788	24494
Ordnance Maintenance	220	132	236
Depot Level Repairable	350	210	286
General Purpose Maintenance			

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

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

Surface ASW (Units/\$000)	FY 1995	FY 1996	FY 1997
Depot Maintenance Program	26479	28435	18961
Lightweight Torpedoes 2/	388/3093	300/2599	555/4999
AN/SQQ-89 3/	3/6820	2/5719	2/4620
ICAPS/OP Guidelined 4/	3/377	0	0
Vertical Launch ASROC (VLA) 5/	10/2029	80/1788	80/1803
NIXIE (countermeasure) 6/	25/933	24/278	25/316
Navy Signal Processor (NSP)	4481	3338	2670
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; and trainers.
- 4/Units represent hardware/software maintenance actions; updates/new operational guidelines.
- 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; AN/UYS-2/2A.

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

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

Base Operations	FY 1995	FY 1996	FY 1997
Number of Installations (Active Forces CONUS/Overseas)	15/0	15/0	15/0
Number of BEQ Rooms	1610	1611	1651
Motor Vehicles			
Owned	852	684	704
Leased Long Term	46	46	46
Leased Short Term	42	65	65
Child Care Center Spaces	510	630	660
Supv Home Care Spaces	320	300	290
GSA Leased Space (000 SF)	87	87	87
GSA Leased Space Cost (\$000)	2491	2568	2658
Non-GSA Lease Space (000SF)	800	800	800
Non-GSA Lease Space Cost (\$000)	100	100	100
Maintenance and Repair			
Utilities (\$000)	1824	2748	2472
Floor Space (000 SF)	12880	13261	13283
Pavement (SY)	2627564	2646564	2646564
Land (acre)	2754	2936	2926
RR Trackage (miles)	448	448	448
Piers, Wharves (FB)	17202	17202	17202
Facility Value CPV (\$000)	2918668	3163736	3232817

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

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

V. Personnel Summary:

Active Military End Strength (Total)			
Officer			
Enlisted			
Civilian End Strength (Total)			
U.S. Direct Hire			
Military Workyears (Total)			
Officer			
Enlisted			
Civilian Workyears (Total)			
U.S. Direct Hire			
	FY 1995	FY 1996	FY 1997
	1285	1152	1152
	158	203	203
	1127	949	949
	846	977	977
	846	977	977
	1543	1212	1150
	1390	1035	949
	153	177	201
	889	944	944
	889	944	944

SUMMARY OF REQUIREMENTS BY ACTIVITY GROUP

Budget Activity 2: Mobilization

	FY 1995			FY 1996			FY 1997		
	E/S Mil	E/S Civ	O&M,N Funding	E/S Mil	E/S Civ	O&M,N Funding	E/S Mil	E/S Civ	O&M,N Funding
2A - Ready Reserve and Prepo	85	49	451,607	110	47	508,560	110	47	497,905
2B - Activations/Inactivations	2	47	721,605	2	48	463,137	2	48	571,006
2C - Mobilization Preparedness	<u>28</u>	<u>47</u>	<u>85,250</u>	<u>33</u>	<u>45</u>	<u>36,134</u>	<u>33</u>	<u>45</u>	<u>42,025</u>
Total	115	143	1,258,462	145	140	1,007,831	145	140	1,110,936

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

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 USTRANSCOM 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.

Funds are also provided for the activation and inactivation of existing naval assets including ships, aircraft, and weapons. This includes 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 divided 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).

III. Financial Summary (\$ in Thousands) :

A. Activity Group Total

2A Ready Reserve and Ship Prep	453,748	511,034	511,034	508,560	497,905
2B Activations/Inactivations	722,064	479,601	479,601	463,137	571,006
2C Mobilization Preparedness	85,346	39,593	39,593	36,134	42,025
	-----	-----	-----	-----	-----
Subtotal	1,261,158	1,030,228	1,030,228	1,007,831	1,110,936
Defense Emergency Response Fund (DERF)	-523	0	0	0	0
MSC Credits	-2,141	0	0	0	0
DLA Supply Credits	-32	0	0	0	0
	-----	-----	-----	-----	-----
Total	1,258,462	1,030,228	1,030,228	1,007,831	1,110,936

B. Reconciliation Summary

	<u>FY 96 Request/FY 96 Current</u>	<u>FY 96 Current/FY 97 Request</u>
Baseline Funding	1,030,228	1,007,831
Congressional Adjustments (Distributed)	0	0
Congressional Adjustments (Undistributed)	-5,171	0
Supplementals	0	0
Reprogrammings/Transfers	-2,328	0
Technical Adjustments	-892	0
Price Change	0	61,555
Functional Transfers	0	5,593
Program Changes	-14,006	35,957
	-----	-----
Current Estimate	1,007,831	1,110,936

		<u>(\$ in 000)</u>
C. Reconciliation of Increases and Decreases		
1.	FY 1996 President's Budget Request	\$1,030,228
2.	Congressional Adjustments (Distributed)	0
3.	FY 1996 Appropriated Amount	\$1,030,228
4.	Congressional Adjustments (Undistributed):	-5,171
	a. Administrative Travel Savings	-928
	b. Civilian Understrength	-353
	c. Supply Management Reform	-1,209
	d. Printing Efficiencies	-128
	e. Reduced Audits	-309
	f. Transportation Improvements	-229
	g. Revised Economic Assumptions	-4,098
	h. Provide Comfort/Southern Watch	2,083
5.	Reprogrammings/Transfers:	-2,328
	a. Increases:	
	1) DBOF refund	1,303
	b. Decreases:	
	1) Inflation offset for contingencies	-3,631
6.	Technical Adjustments required to comply with Congressional Intent	-892
	a. Acquisition Reform	
7.	Program Increases:	14,316
	a. 2A - Ready Reserve and Prepositioning Forces	20
	b. 2B - Activations/Inactivations	14,296
	c. 2C - Mobilization Preparedness	0
8.	Program Decreases:	-28,322
	a. 2A - Ready Reserve and Prepositioning Forces	-487
	b. 2B - Activations/Inactivations	-24,771
	c. 2C - Mobilization Preparedness	-3,064
9.	FY 1996 Current Estimate	\$1,007,831
10.	Price Growth	61,555
11.	Functional Transfers	5,593
	a. 2A - Ready Reserve and Prepositioning Forces	1,904
	b. 2B - Activations/Inactivations	0
	c. 2C - Mobilization Preparedness	3,689

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

12. Program Increases:		110,247
a. 2A - Ready Reserve and Prepositioning Forces	0	
b. 2B - Activations/Inactivations	108,061	
c. 2C - Mobilization Preparedness	2,186	
13. Program Decreases:		-74,290
a. 2A - Ready Reserve and Prepositioning Forces	-12,725	
b. 2B - Activations/Inactivations	-60,749	
c. 2C - Mobilization Preparedness	-816	
14. FY 1997 Current Estimate		\$1,110,936

IV. Performance Criteria

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

V. Personnel Summary

	FY 1995	FY 1996	FY 1997	Change FY 1996 / 1997
Active Military End Strength (Total)				
Officer	115	145	145	0
Enlisted	21	26	26	0
	94	119	119	0
Civilian End Strength (Total)				
U.S. Direct Hire	143	140	140	0
Foreign National Direct Hire	143	140	140	0
Total Direct Hire	0	0	0	0
Foreign National Indirect Hire	143	140	140	0
	0	0	0	0
Military Workyears (Total)				
Officer	114	129	145	+16
Enlisted	22	23	26	+3
	92	106	119	+13
Civilian Workyears (Total)				
U.S. Direct Hire	152	143	143	0
Foreign National Direct Hire	152	143	143	0
Total Direct Hire	0	0	0	0
Foreign National Indirect Hire	152	143	143	0
	0	0	0	0

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

Budget Activity: 02 - Mobilization
Activity Group: Ready Reserve and Prepositioning Force

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 Expeditionary Brigades (MEB) in forward areas for 30 days of combat operations.

Sealift Surge Program

Includes several efforts which collectively provide the sealift capability to onload/transport/move ashore equipment, troops, POL, and cargo from the U.S. to any location necessary to support of combat operations. The eight Fast Sealift Ships (FSS) are container ships partially converted to roll-on/roll-off capability for transport of combat equipment. All eight 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 the need for a developed port facility.

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, some funding remains to cover the costs of mobility planning operations and exercises, and the maintenance of Sealift Enhancement Features equipment.

II. Force Structure Summary :

The operation and maintenance of 26 ships is funded in this Activity Group. These ships can be divided 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).

III. Financial Summary (\$ in Thousands) :

A. Sub-Activity Group Breakout

2A1F Ship Prepositioning and Surge

Subtotal

MSC Credits

Total

	FY 1995 Actuals	FY 1996 Budget Request	FY 1996 Appropriated	Current Estimate	FY1997 Request
	453,748	511,034	511,034	508,560	497,905
	453,748	511,034	511,034	508,560	497,905
	-2,141	0	0	0	0
	451,607	511,034	511,034	508,560	497,905

B. Reconciliation Summary

	FY 96 Request/FY 96 Current	FY 96 Current/FY 97 Request
Baseline Funding	511,034	508,560
Congressional Adjustments (Distributed)	0	0
Congressional Adjustments (Undistributed)	-370	0
Supplementals	0	0
Reprogrammings/Transfers	-1,632	0
Technical Adjustments	-5	0
Price Change	0	166
Functional Transfers	0	1,904
Program Changes	-467	-12,725
Current Estimate	508,560	497,905

C. Reconciliation of Increases and Decreases

1. FY 1996 President's Budget Request
2. Congressional Adjustments (Distributed)
3. FY 1996 Appropriated Amount

	(\$ in 000)
	\$511,034
	0
	\$511,034

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

4.	Congressional Adjustments (Undistributed):		
a.	Administrative Travel Savings	-121	-370
b.	Civilian Understrength	-44	
c.	Supply Management Reform	-153	
d.	Printing Efficiencies	-16	
e.	Reduced Audits	-43	
f.	Transportation Improvements	-28	
g.	Revised Economic Assumptions	-2,048	
h.	Provide Comfort/Southern Watch	2,083	
5.	Reprogrammings/Transfers:		-1,632
a.	Increases:	(183)	
1)	DBOF refund	183	
b.	Decreases:		
1)	Inflation offset for contingencies	(-1,815)	
		-1,815	
6.	Technical Adjustments required to comply with Congressional Intent		-5
a.	Acquisition Reform	-5	
7.	Program Increases:		20
a.	One-Time FY 1996 Costs	(20)	
	[Execution/Fact of Life Changes]		
1)	Increase reflects additional level of effort associated with the Elevated Causeway technical evaluation.	20	
8.	Program Decreases:		-487
a.	Program Decreases in FY 1996	(-487)	
	[Execution/Fact of Life Changes]		
1)	Decrease reflects reduction in funding for Offshore Petroleum Discharge System (OPDS) training system development and documentation support, and reductions to Marine Architecture Engineering support for Sealift Enhancement Features (SEF) installation.	-157	
	[Legislative Changes]		
1)	Reduction associated with Congressional action to maintain an expense/investment threshold of under \$100,000 for noncentrally managed equipment purchases funded in O&MN.	-330	
9.	FY 1996 Current Estimate		\$508,560
10.	Price Growth		166

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

11. Functional Transfers:			
a. Transfers In		(1,904)	1,904
1) Inter-Appropriation - In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer from OPN reflects the purchase of all non-centrally managed equipment in the O&MN appropriation regardless of the unit cost of the item.		1,904	
12. Program Decreases:			-12,725
a. One-Time FY 1996 Costs		(-3,443)	
[Execution/Fact of Life Changes]			
1) Decrease reflects one less per diem day for MPS, PREPO, FSS, and T-AH.		-1,276	
2) Completion of Elevated Causeway Technical Evaluation in FY96.		-1,145	
3) Completion of medical storage upgrade for USNS MERCY.		-1,022	
b. Program Decreases in FY 1997		(-9,282)	
[Execution/Fact of Life Changes]			
1) Decrease reflects deferral of surveys and maintenance for T-AVBs.		-2,765	
2) Deferral/reductions in Naval Support Equipment (NSE) maintenance program.		-4,641	
3) Reduced funding for NSE exercise/operations/travel program.		-309	
4) Reduction reflects the transfer of funding for Diego Garcia tug services to TRANSCOM beginning in FY 1997.		-3	
5) Anticipated cost avoidance achieved as a result of renegotiating the operating contracts for Maritime Prepositioning Ships.		-1,564	
13. FY 1997 Current Estimate			\$497,905

IV. Performance Criteria

<u>Sealift Prepositioning:</u>			
Prepositioning Ships (# ships/# months operating)			
Maritime PREPO Ships (# ships/# months operating)			
MPS NSE Maintenance (# ships supported)			
APF Services/Exercises (# ships participating)			
	FY 1995	FY 1996	FY 1997
	1/12	1/12	1/12
	13/156	13/156	13/156
	6	5	7
	6	6	6

IV. Performance Criteria (continued)

Surge Program:

Fast Sealift Ships (# ships/# months in ROS status)	8/96	8/96	8/96
T-AVB Aviation Maint Ships (# ships/# months in ROS status)	2/24	2/24	2/24
T-AVB Training/Exercises (# ships participating)	1	1	1
Hospital Ships (TAH) (# ships/# months in ROS status)	2/24	2/24	2/24
Sealift Enhancement Features Maint (# equipment supported)	1,062	1,062	1,062
- sea sheds	2,360	2,360	2,360
- flatracks	359	359	359
- container/ship cargo storage adapters			
Merchant Ship Naval Augmentation Program (MSNAP)	1	1	1
- training/exercises (# ships participating)	3	3	3
- storage/maintenance (# ships supported)			
Amphibious Equipment Management (# equipment supported)	432	453	453
MPS Lighter/LARC/ELCAS SLEP (# support craft overhauled)	13	6	14

V. Personnel Summary

	FY 1995	FY 1996	FY 1997	Change FY 1996 / 1997
Active Military End Strength (Total)	85	110	110	0
Officer	11	12	12	0
Enlisted	74	98	98	0
Civilian End Strength (Total)	49	47	47	0
U.S. Direct Hire	49	47	47	0
Foreign National Direct Hire	0	0	0	0
Total Direct Hire	49	47	47	0
Foreign National Indirect Hire	0	0	0	0
Military Workyears (Total)	83	97	110	+13
Officer	12	11	12	+1
Enlisted	71	86	98	+12
Civilian Workyears (Total)	57	46	46	0
U.S. Direct Hire	57	46	46	0
Foreign National Direct Hire	0	0	0	0
Total Direct Hire	57	46	46	0
Foreign National Indirect Hire	0	0	0	0

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

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 either prepare/maintain for mobilization purpose or dispose through scrapping/sales. Although none of the following programs are currently funded, it would also include resources to re-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 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 following function is not currently funded, this program would also manage the resources to re-activate aircraft if that was ever deemed necessary.

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) including the salaries of civilian personnel at those facilities; (2) the repairs and regular maintenance of inactive ships berthed at these facilities, as well as 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.

II. Force Structure Summary : Not applicable.

III. Financial Summary (\$ in Thousands) :

A. Sub-Activity Group Breakout

	FY 1995 Actuals	FY 1996 Budget Request	FY 1996 Appro- priated	Current Estimate	FY1997 Request
2B1G Aircraft Act/Inactivations	6,552	7,215	7,215	4,929	2,699
2B2G Ship Act/Inactivations	715,512	472,386	472,386	458,208	568,307
	-----	-----	-----	-----	-----
Subtotal	722,064	479,601	479,601	463,137	571,006
Defense Emergency Response Fund (DERF)	-427	0	0	0	0
DIA Supply Credits	-32	0	0	0	0
	-----	-----	-----	-----	-----
Total	721,605	479,601	479,601	463,137	571,006

B. Reconciliation Summary

	FY 96 Request/FY 96 Current	FY 96 Current/FY 97 Request
Baseline Funding	479,601	463,137
Congressional Adjustments (Distributed)	0	0
Congressional Adjustments (Undistributed)	-4,488	0
Supplementals	0	0
Reprogrammings/Transfers	-639	0
Technical Adjustments	-862	0
Price Change	0	60,557
Functional Transfers	0	0
Program Changes	-10,475	47,312
	-----	-----
Current Estimate	463,137	571,006

C. Reconciliation of Increases and Decreases

1. FY 1996 President's Budget Request	\$479,601	
2. Congressional Adjustments (Distributed)	0	
3. FY 1996 Appropriated Amount	\$479,601	
4. Congressional Adjustments (Undistributed):		
a. Administrative Travel Savings		-759
b. Civilian Understrength		-291
c. Supply Management Reform		-986
d. Printing Efficiencies		-106
e. Reduced Audits		-251
f. Transportation Improvements		-191
g. Revised Economic Assumptions		-1,904
		-4,488

(\$ in 000)

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

5.	Reprogrammings/Transfers:		
a.	Increases:	(1,050)	-639
	1) DBOF refund	1,050	
b.	Decreases:		
	1) Inflation offset for contingencies	(-1,689)	
		-1,689	
6.	Technical Adjustments required to comply with Congressional Intent		-862
a.	Acquisition Reform	-862	
7.	Program Increases:		14,296
a.	Program Growth in FY 1996	(14,296)	
	[Environmental Compliance]		
	1) Surface Inacts: Additional testing imposed by the EPA.	21	
	[Execution/Fact of Life Changes]		
	1) Additional costs of workman's compensation at Inactive Ship Maintenance Facilities.	764	
	2) Nuclear Inacts: One additional Recycling and an increase in Non-Availability Related Workload.	13,511	
8.	Program Decreases:		-24,771
a.	Program Decreases in FY 1996	(-24,771)	
	[Execution/Fact of Life Changes]		
	1) Aircraft Inacts: Decrease reflects fewer storage inputs, fewer withdrawals, and fewer preservation efforts. Also includes a reduction in aircraft induction pricing based on 1995 execution experience.	-2,243	
	2) Reduced Base Operating Support costs for Inactive Ship Maintenance Facility Philadelphia, reduced MARAD charges, and reduced service craft drydockings at ISMF.	-4,885	
	3) Reduced cost of inactivating SSN-637 class submarines based on 1995 execution experience at Pearl Harbor Naval Shipyard.	-2,253	
	4) Nuclear Inacts: Decrease in Inactivation/Recycling/Disposal program and reduced advance planning expenses.	-15,390	
9.	FY 1996 Current Estimate		\$463,137
10.	Price Growth		60,557
11.	Program Increases:		108,061
a.	Program Growth in FY 1997	(108,061)	
	[Execution/Fact of Life Changes]		
	1) Aircraft Inacts: Increase in storage inputs and preservation efforts.	631	
	2) Increase reflects the inactivation of USS AMERICA (CV-66) in FY97 and the additional PCB testing required by the EPA.	39,711	
	3) Nuclear Inacts: Two additional Reactor Compartment Disposals/Recyclings and two additional (stand-alone) Recyclings.	67,719	

C. Reconciliation of Increases and Decreases (continued)

\$ 12 000

		-60,749
16.	Program Decreases:	
a.	Program Decreases in FY 1997	(-60,749)
	[Execution/Fact of Life Changes]	
	1) Aircraft Inacts: Decrease reflects fewer aircraft withdrawals and reduced demilitarization/disposal costs. Also includes the reduced requirement to store specialized tool and test equipments.	-2,978
	2) Decrease in surface ship activations.	-12,469
	3) Reduced costs of inactivating CGNs based on 1995 execution experience.	-2,092
	4) Reduced costs for vessels stored at MARAD facilities.	-1,036
	[Management Initiatives/Changes]	
	1) Naval Shipyard policy change which includes all supervision in overhead vice direct costs.	-42,174
17.	FY 1997 Current Estimate	\$571,006

IV. Performance Criteria

Inactive Aircraft Storage and Disposal:

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Inactive Aircraft Storage and Disposal:			
Storage Inputs, Reserve (# units)	136	60	77
Aircraft Withdrawals (# units)	3	2	0
Represervation (# units)	32	22	45

Inactivation of Ships

<u>Inactivation of Ships</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Submarines Inacts (# submarines)	(11)	(7)	(7)
- Inacts with Reactor Compartment Disposals (# submarines)	7	5	4
- Inacts w/out Reactor Compartment Disposals (# submarines)	4	2	3
Nuclear Surface Inacts (# ships)	(1)	(1)	(1)
Inacts with Reactor Compartment Disposals (# ships)	0	0	0
Inacts w/out Reactor Compartment Disposals (# ships)	1	1	1
Reactor Compartment Disposals and Recyclings (# units)	5	1	4
Recyclings (Stand-Alone) (# units)	2	2	4
AS (Tender) Decontamination (# ships)	1	1	1
AD (Tender) Decontamination (# ships)	0	0	0
Radcon Work Barge Decontamination (# barges)	0	1	0
Surface Ship Inacts (# ships)	21	16	2
Surface Ship Disposals (# ships)	19	15	15

IV. Performance Criteria (continued)

Inactive Ship Maintenance:

GOCO Contracts (work years funded)
 Dry-docking (# vessels)
 Other Maintenance and Vessel Support (# vessels)
 - # ships at MARAD

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
	261	293	293
	2	0	0
	128	130	130
	57	43	32

V. Personnel Summary

Active Military End Strength (Total)

Officer
 Enlisted

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>Change</u> <u>FY 1996 / 1997</u>
	2	2	2	0
	0	0	0	0
	2	2	2	0

Civilian End Strength (Total)

U.S. Direct Hire
 Foreign National Direct Hire
 Total Direct Hire
 Foreign National Indirect Hire

	47	48	48	0
	47	48	48	0
	0	0	0	0
	47	48	48	0
	0	0	0	0

Military Workyears (Total)

Officer
 Enlisted

	2	2	2	0
	0	0	0	0
	2	2	2	0

Civilian Workyears (Total)

U.S. Direct Hire
 Foreign National Direct Hire
 Total Direct Hire
 Foreign National Indirect Hire

	47	48	48	0
	47	48	48	0
	0	0	0	0
	47	48	48	0
	0	0	0	0

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, HME equipment, and weapons systems and; (3) maintenance support and calibration required for Navy-Type Navy-Owned (NTNO) aeronautical equipment installed in Coast Guard aircraft.

II. Force Structure Summary : Not applicable.

III. Financial Summary (\$ in Thousands) :

A. Sub-Activity Group Breakout

2C1H Fleet Hospital Program
 2C2H Industrial Readiness
 2C3H Coast Guard Support
 Subtotal
 Defense Emergency Response Fund (DERF)
 Total

	FY 1995 Actuals	Budget Request	Appro- priated	FY 1996 Current Estimate	FY1997 Request
	15,994	16,162	16,162	15,995	19,374
	52,661	1,917	1,917	715	722
	16,691	21,514	21,514	19,424	21,929
	-----	-----	-----	-----	-----
	85,346	39,353	39,353	36,134	42,025
	-----	-----	-----	-----	-----
	-96	0	0	0	0
	-----	-----	-----	-----	-----
	85,250	39,353	39,353	36,134	42,025

B. Reconciliation Summary

Baseline Funding
 Congressional Adjustments (Distributed)
 Congressional Adjustments (Undistributed)
 Supplementals
 Reprogrammings/Transfers
 Technical Adjustments
 Price Change
 Functional Transfers
 Program Changes
 Current Estimate

	FY 96 Request/FY 96 Current	FY 96 Current/FY 97 Request
	39,593	36,134
	0	0
	-313	0
	0	0
	-57	0
	-25	832
	0	3,689
	0	1,370
	-3,064	-----
	-----	42,025
	36,134	

C. Reconciliation of Increases and Decreases

1. FY 1996 President's Budget Request
2. Congressional Adjustments (Distributed)
3. FY 1996 Appropriated Amount
4. Congressional Adjustments (Undistributed):
 - a. Administrative Travel Savings
 - b. Civilian Understrength
 - c. Supply Management Reform
 - d. Printing Efficiencies
 - e. Reduced Audits
 - f. Transportation Improvements
 - g. Revised Economic Assumptions

	(\$ in 000)
	\$39,593
	0
	\$39,593
	-313
	-48
	-18
	-70
	-6
	-15
	-10
	-146

C. Reconciliation of Increases and Decreases (continued)

			\$ in 000
5.	Reprogrammings/Transfers:		
a.	Increases:		
	1) DBOF refund	(70)	-57
		70	
b.	Decreases:		
	1) Inflation offset for contingencies	(-127)	
		-127	
6.	Technical Adjustments required to comply with Congressional Intent		
a.	Acquisition Reform	-25	-25
7.	Program Increases:		
8.	Program Decreases:		
a.	Program Decreases in FY 1996		0
	[Management Initiatives/Changes]		
	1) Elimination of all NAVAIR-funded Industrial Readiness programs.	(-3,064)	-3,064
	2) Elimination of all SPAWAR-funded Industrial Readiness programs.	-1,094	
	3) Decrease reflects less administrative support to production capacity analyses of Navy shipbuilding programs.	-67	
	[Execution/Fact of Life Changes]	-33	
	1) Reduction to Casualty Report (CASREP) correction and maintenance for Navy-Type Navy-Owned (NTNO) systems on Coast Guard platforms.	-799	
	2) Decreased operational spares and technical assistance for gun systems maintenance.	-1,071	
9.	FY 1996 Current Estimate		\$36,134
10.	Price Growth		832
11.	Functional Transfers:		
a.	Transfers In		
	1) Inter-Appropriation - In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer from OPN reflects the purchase of all non-centrally managed equipment in the O&MN appropriation regardless of the unit cost of the item.	(3,689)	3,689
		3,689	
12.	Program Increases:		
a.	Program Growth in FY 1997		2,186
	[Execution/Fact of Life Changes]		
	1) Additional level of effort in Surge Planning analyses.	(2,186)	
	2) Increase in the scheduled maintenance and maintenance/calibration actions of electronic equipment installed on Coast Guard platforms.	15	
	3) Increase reflects one additional gun system overhaul and additional gun / gun fire control system maintenance actions.	947	
		1,224	

C. Reconciliation of Increases and Decreases (continued)

\$ in 000

13.	Program Decreases:		
	a.	Program Decreases in FY 1997	(-816)
		[Force Structure Changes]	
		1) Decrease reflects reduction of two Fleet Hospitals.	-683
		[Execution/Fact of Life Changes]	
		1) Reduced level of effort in Industrial Readiness analyses.	-18
		2) Decrease in scheduled overhauls of shipboard electronic equipment.	-65
		[Management Initiatives/Changes]	
		1) Naval Shipyard policy change which includes all supervision in overhead vice direct costs.	-50
14.	FY 1997 Current Estimate		\$42,025

IV. Performance Criteria

Fleet Hospital Program:			
Fleet Hospital Program Office (# hospitals)	17	17	15
Fleet Hospital Program (# hospitals)	17	17	15
Service Life Extension Program (SLEP)	2	1	1
Replacement of Dated and Deteriorated (D&D) Items (# 30 day blocks)	5	5	5
	FY 1995	FY 1996	FY 1997
Industrial Preparedness:			
Shore Capacity Reviews (# reviews)	5	0	0
Surge Planning/Studies (# studies)	2	0	0
Production Base and Industrial Base Assessment Programs (# assessments)	18	0	0
Support for Reserve Personnel (# personnel)	52	0	0
Shipyard Mobilization (\$000)	0	0	0
Industrial Readiness/Surge Planning Analysis (\$000)	3,173	715	722
Underutilized Plant Capacity:			
Subsidies for Ordnance Activities (\$000)	47,067	0	0
	FY 1995	FY 1996	FY 1997
Coast Guard Support:			
Number of Vessels Supported	180	180	180
Overhaul/Maint of Shipboard Equipment (units)	3,627	3,575	4,189
Number of Aircraft Supported	205	205	205
Maintenance/Calibration of Navy-owned Aeronautical Equipment installed in Coast Guard Aircraft (units)	1,868	1,664	1,848

V. Personnel Summary

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>Change FY 1996 / 1997</u>
Active Military End Strength (Total)				
Officer	28	33	33	0
Enlisted	10	14	14	0
	18	19	19	0
Civilian End Strength (Total)				
U.S. Direct Hire	47	45	45	0
Foreign National Direct Hire	47	45	45	0
Total Direct Hire	0	0	0	0
Foreign National Indirect Hire	47	45	45	0
Total Indirect Hire	0	0	0	0
Military Workyears (Total)				
Officer	29	30	33	+3
Enlisted	10	12	14	+2
	19	18	19	+1
Civilian Workyears (Total)				
U.S. Direct Hire	48	49	49	0
Foreign National Direct Hire	48	49	49	0
Total Direct Hire	0	0	0	0
Foreign National Indirect Hire	48	49	49	0
Total Indirect Hire	0	0	0	0

SUMMARY OF REQUIREMENTS BY ACTIVITY GROUP

Budget Activity 3: Training and Recruiting

	Mil E/S	FY 1995 Civ E/S	Funding	Mil E/S	FY 1996 Civ E/S	Funding
Accession Training	18,395	1,864	239,534	15,600	1,710	248,107
Basic Skills and Advanced Training	41,359	6,461	1,170,321	45,839	5,953	1,113,950
Recruiting & Other Training & Education	5,632	970	229,423	6,010	936	232,209
Total	65,386	9,295	1,639,278	67,449	8,599	1,594,266

	Mil E/S	FY 1997 Civ E/S	Funding
Accession Training	13,991	1,705	258,380
Basic Skills and Advanced Training	38,052	5,644	1,126,663
Recruiting & Other Training & Education	5,943	918	245,735
Total	57,986	8,267	1,630,778

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

Budget Activity: 03 - 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, 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 or refresher flight training; this is included in the Operating Forces budget activity.

II. Force Structure Summary:

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 have been or will be closed 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 Great Lakes. 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 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 programs include a Navy Campus Network of 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 435 units in FY 1996 by providing professional leadership as well as administrative and operational support. This budget activity also provides for the base support necessary to operate these programs.

III. Financial Summary (\$ in Thousands)

A. Activity Group Breakout				
	FY 1995 Actuals	Budget Request	Approp- riated	FY 1997 Current Estimate
Accession Training	239647	249069	249069	248107
Basic Skills & Advanced Training	1171475	1087406	1097406	1113950
Recruiting & Other Training & Educa	229424	225217	230217	232209
Subtotal Total Budget Activity 03	1,640,546	1,561,692	1,576,692	1,594,266
DLA Credits	-1,268			1,630,778
TOTAL BA 03	1,639,278	1,561,692	1,576,692	1,630,778
B. Reconciliation Summary				
	Change	FY 1996 Reg/1996 Current	Change	FY 1996/1997
Baseline Funding	1,561,692		1,594,266	
Congressional Adjustments (Distributed)	15,000		0	
Congressional Adjustments (Undistributed)	24,357		0	
Reprogrammings/Transfers	-2,404		0	
Technical Adjustments	-1,370		0	
Price Change	0		41,769	
Functional Transfers	0		11,444	
Program Changes	-3,009		-16,701	
Current Estimate	1,594,266		1,630,778	
C. Summary of Increases and Decreases				
1	FY 1996 President's Budget Request			1561692
2	Congressional Adjustments (Distributed)			
a.	Chemical and Biological Defense Training		10000	15000
b.	Recruiting and Advertising		5000	
3	FY 1996 Appropriated Amount			1576692
4	Congressional Adjustments (Undistributed)			
a.	Real Property Maintenance		37940	24357
b.	Administrative Travel Savings		-2791	

	c. Civilian Understrength	-1082	
	d. Supply Management Reforms	-2363	
	e. Navy Standard Integrated Personnel	0	
	f. Printing Efficiencies	-320	
	g. Reduced Audits (-39 E/S, -19 W/Y)	-660	
	h. Transportation Improvements	-510	
	i. Sec 8125: Revised Economic Assumptions	-5857	
5	Reprogrammings/Transfers		-2404
	a. Increases:	2766	
	(1) DBOF Refund	2766	
	b. Decreases:	-5170	
	(1) Inflation offset for contingencies	-5170	
6	Technical Adjustments		-1370
	a. Pentagon Renovation Transfer	-1300	
	b. Acquisition Reform	-70	
7	Program Increases:		36060
	a. Program Growth in FY 1996	36060	
	(1) Accession Training	1922	
	(2) Basic Skills and Advanced Training	28252	
	(3) Recruiting & Other Training & Education	5886	
8	Program Decreases:		-39069
	a. Program Decreases in FY 1996	-39069	
	(1) Accession Training	-1925	
	(2) Basic Skills and Advanced Training	-35613	
	(3) Recruiting & Other Training & Education	-1531	
9	FY 1996 Current Estimate		1594266
10	Price Growth:		41769
11	Functional Transfers:		11444
	A. Transfers In	12294	
	(1) Intra-Appropriation	285	
	a. Accession Training	0	
	b. Basic Skills & Adv Training	285	
	(2) Inter-Appropriation	12009	

	a.	Accession Training	6
	b.	Basic Skills & Adv Training	4603
	c.	Recruiting & Other Training and Education	7400
	B. Transfers Out		
	(1) Inter-Appropriation		
	a.	Basic Skills and Advanced Training	-850
12	Program Increases		153051
	a. One-Time FY 1997 Costs		
	(1) Accession Training	39928	
	(2) Basic Skills And Advanced Training	32412	
		7516	
	b. Annualization of FY 1996 Program		
	(1) Accession Training	2053	
	(2) Basic Skills and Advanced Training	206	
	(3) Recruiting & Other Trng & Education	271	
		1576	
	c. Program Growth in FY 1997		
	(1) Accession Training	111070	
	(2) Basic Skills and Advanced Training	11475	
	(3) Recruiting and Other Training and Education	88509	
		11086	
13	Program Decreases:		-169752
	a. One-Time FY 1996 Costs		
	(1) Accession Training	-93002	
	(2) Basic Skills and Advanced Training	-37190	
	(3) Recruiting and Other Training and Education	-49832	
		-5980	
	b. Annualization of FY 1996 Program		
	(1) Basic Skills and Advanced Training	-8040	
		-8040	
	c. Program Decreases in FY 1997		
	(1) Accession Training	-68710	
	(2) Basic Skills and Advanced Training	-5146	
	(3) Recruiting and Other Training and Education	-57241	
		-6323	
14	FY 1997 Budget Request		1630778

IV. Performance Criteria and Evaluation Summary:

Detailed performance criteria are reflected by sub-activity group in the applicable sections of the budget submission.

V. Personnel Summary:

	FY 1995	FY 1996	FY 1997	Change FY 1996/FY 1997
Active Military End Strength (Total)				
Officer	65386	67449	57986	-9,463
Midshipmen	9219	9056	8082	-974
Enlisted	4159	4000	4000	
	52008	54393	45904	-8,489
Civilian End Strength (Total)				
U.S. Direct Hire	9295	8599	8267	-332
	9295	8599	8267	-332
Military Workyears (Total)				
Officer	69754	66372	62698	-3,674
Midshipmen	9571	9117	8560	-557
Enlisted	4218	4079	4000	-79
	55965	53176	50138	-3,038
Civilian Workyears (Total)				
U.S. Direct Hire	9019	8705	8326	-379
	9019	8705	8326	-379

Department of the Navy
Operation & Maintenance, Navy
FY 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 the 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 an NROTC scholarship or entrance to the Naval Academy.

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 65 colleges and universities.

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Total

	FY 1995 Actuals	Budget Request	FY 1996 Approp- riated	Current Estimate	FY 1997 Estimate
Officer Acquisition	59,998	66,755	66,755	66,172	66,825
Recruit Training	4,195	4,667	4,667	4,617	4,887
ROTC	58,437	64,836	64,836	64,151	67,777
Base Support	117,017	53,751	53,751	51,854	54,338
Real Property Maintenance	0	59,060	59,060	61,313	64,553
Subtotal	239,647	249,069	249,069	248,107	258,380
DIA Credits	-113				
TOTAL	239,534	249,069	249,069	248,107	258,380

B. Reconciliation Summary

	FY 1996 Req/1996 Current Change	FY 1996/1997 Change
Baseline Funding	249069	248107
Congressional Adjustments (Undistributed)	-809	0
Reprogrammings/Transfers	-150	0
Price Change	0	8510
Functional Transfers	0	6
Program Changes	-3	1757
Current Estimate	248107	258380

C. Reconciliation of Increases and Decreases

- 1 FY 1996 President's Budget Request
- 2 FY 1996 Appropriated
- 3 Congressional Adjustments (Undistributed)
 - a. Administrative Travel Savings

(\$ in 000)

249069

249069

-809

-129

b. Civilian Understrength	-54
c. Supply Management Reforms	-169
d. Printing Efficiencies	-15
e. Reduced Audits	-40
f. Transportation Improvements	-29
g. Section 8125: Revised Economic Assumptions	-373
4 Reprogrammings/Transfers	-150
a. Increases	174
1. DBOF refund	174
b. Decreases	-324
1. Inflation offset for contingencies	-324
5 Program Increases:	1922
a. Program Growth in FY 1996	1922
Fact of Life	
(1) Increase in tuition at 65 ROTC host colleges and universities. (Baseline \$56,462)	244
(2) Reflects repair of critical deficiencies in the USNA hot water distribution system and supports preventive maintenance initiatives. (Baseline \$59,060).	570
Management Initiative	
(1) Conversion of non-instructional USNA billets identified in DoD Inspector General Audit Report. (+8 E/S, +8 W/Y) (Baseline \$64,641)	278
(2) Increase in faculty pay steps to bring USNA faculty in line with participating universities of the Oklahoma State University salary survey. (Baseline \$46,137)	222
(3) Increase supports contract efforts to modernize the the USNA academic administration system, upgrade networks and support multimedia projects. (Baseline \$15,807)	465
(4) Resources are required for additional printing, uniform alterations, supplies and materials due to a workload revision of the Recruit Accession Plan. (Baseline \$247)	143
3 Program Decreases:	-1925
a. Program Decreases in FY 1996	-1925
Management Initiative	
(1) Decrease reflects savings resulting from phased hiring of USNA database maintenance personnel. (-1 W/Y) (Baseline \$46,137)	-66
Fact of Life	
(1) Decrease in personnel benefits as a result of fact of life execution experience. (Baseline \$7,803)	-697
(2) Funding reductions to the Naval Academy Computer Service Department student training program and from the faculty summer programs, and civilian personnel reductions based on FY 1995 execution data. (-12 E/S, -26 W/Y) (Baseline \$47,390)	-842
(3) Reflects savings in utilities, printing, supplies and materials and other support costs based on FY 1995 execution levels. (Baseline \$134,833)	-320

4	FY 1996 Current Estimate	248107
5	Price Growth:	8510
6	Functional Transfers:	6
	A. Transfers In	6
	(1) Transfer of Education Support Equipment from the Other Procurement, Navy appropriation.	
7	Program Increases:	44093
	a. Annualization of New FY 1996 Program	206
	(1) Increase fully annualizes FY 1995 increase of civilian personnel in the Character Development Department. (+1 E/S, +4 W/Y) (Baseline \$45,394)	206
	b. One-Time FY 1996 Increases	32412
	(1) Performance of shore facilities life extension program major repairs. (Baseline \$61,313).	7412
	(2) Cost for Phase IV Bancroft Hall Renovations (Baseline \$61,313).	25000
	c. Program Growth in FY 1997	11475
	Management Initiatives	7222
	(1) Increase brings recurring maintenance of real property to a level which includes the most critical projects and works toward reducing maintenance backlog at the Naval Academy. (Baseline 63,313).	
	Fact of Life	225
	(1) Increase in supplies and materials to support M16 rifles and simulators which are part of the new recruit training curriculum. (Baseline \$294).	27
	(2) Increase for uniform alterations and pricing due to increased recruit accessions. (Baseline \$2,504).	
	Quality of Life	144
	(1) Increase provides additional personnel and resources to support family service centers. (+4 E/S, +3 W/Y) (Baseline \$19,787)	54
	(2) Increase for Morale, Welfare, and Recreation activities as a result of decreased Navy Exchange contributions. (+1 E/S, +1 W/Y) (Baseline \$3,872).	510
	(3) Reflects additional equipment purchases and supplies and materials in support of quality education. (Baseline \$1,488)	1534
	(4) Additional furniture purchases for bachelor quarters to support the Chief of Naval Operations 7 year replacement plan. (Baseline 1,422).	1397
	(5) Increase supports environmental programs to meet legal requirements and to eliminate pollution at the place of origin through pollution prevention measures (Baseline \$564).	362
	(6) Additional bachelor quarters maintenance (Baseline \$61,313).	
8.	Program Decreases:	-42336

a. One-Time FY 1996 Cost	
(1) Removes one-time cost for performance of shore facilities life extension program major repairs and bachelors quarters maintenance. (Baseline \$61,313).	-37190
(2) Removes Phase III costs for Bancroft Hall renovations. (Baseline \$61,313).	-6632
	-30558
b. Program Decreases in FY 1997	-5146
Management Initiative	
(1) Decrease in funding for realignment of non- centrally managed equipment purchases from the procurement accounts. (Baseline \$5,548)	-570
(2) Decrease supports the National Performance Review and Defense Performance Review, including outsourcing initiatives. (-7 E/S, -7 W/Y) (Baseline \$45,394)	-668
(3) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the \$2,500 micro-purchase threshold. (Baseline \$74).	-58
(4) Decrease reflects reduction of ADP support costs as a result of network and design upgrades. (Baseline \$4,710).	-298
Fact of Life	
(1) Reflects completion of environmental projects. (Baseline \$3,878)	-1110
(2) Savings from energy conservation. (Baseline \$8,024).	-94
Force Structure	
(1) Reflects decreased overtime, personnel benefits, temporary employment, and reductions due to personnel outsourcing. (-4 E/S, -3 W/Y) (Baseline \$19,787).	-370
Infrastructure	
(1) Reflects less requirements as a result of infrastructure downsizing. (Baseline \$51,854).	-1978
9. FY 1997 Budget Request	258380

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V. Performance Criteria and Evaluation Summary:

1. Officer Acquisition

	FY 1995			FY 1996			FY 1997		
	Input	Output	Load	Input	Output	Load	Input	Output	Load
U.S. Naval Academy									
Active	1154	911	4040	1172	970	3946	1171	933	3904
Other	11	7	40	8	8	40	9	9	40
Total	1165	918	4080	1180	978	3986	1180	942	3944
U.S. Naval Academy Preparatory School									
Active	237	176	154	250	200	163	250	200	163
Other	42	35	27	40	32	26	40	32	26
Total	279	211	181	290	232	189	290	232	189
Officer Candidate School									
Active	685	574	157	830	695	191	898	753	206

BOOST (Navy)

Active	218	165	162	240	182	179	240	182	179
Other	61	50	47	60	49	46	60	49	46
Total	279	215	209	300	231	225	300	231	225

2 Recruit Training

Active	45023	40352	8134	52080	47393	8857	53697	48864	9132
Reserve	1160	1035	209	2393	2178	407	1978	1800	336
Total	46183	41387	8343	54473	49571	9264	55675	50664	9468

3 Senior ROTC

Scholarship	4110	4325	4219	4460	4700	4580	4460	4700	4580
College	1422	1345	1384	1465	1700	1583	1465	1700	1583
Total	5532	5670	5603	5925	6400	6163	5925	6400	6163

4 Base Operations Support

	FY 1995	FY 1996	FY 1997
	Actual	Estimate	Estimate

Other Base Operating Support
Real Property Maintenance
Base Communications
Environmental Compliance

	45888	41167	41407
	60909	57254	60242
	1662	1552	1579
	937	3185	2147

Environmental Conservation
Pollution Prevention
Bachelor Quarters Operations
Bachelor Quarters Maintenance
Morale, Welfare and Recreation

4	125	277
833	564	1950
2932	1412	3012
868	4059	4311
2929	3849	3966
116962	113167	118891

Total Base Operations Support

V. Personnel Summary:

End Strength (E/S)	FY 1995	FY 1996	FY 1997	Change FY 1996 to FY 1997
Military	18395	15600	13991	-1609
Officer	761	754	749	-5
Enlisted	17634	14846	13242	-1604
Civilian	1864	1710	1705	-5
USDH	1864	1710	1705	-5
Workyears (W/Y)				
Military	20778	16989	14794	-2195
Officer	795	754	751	-3
Enlisted	19983	16235	14043	-2192
Civilian	1679	1645	1643	-2
USDH	1679	1645	1643	-2

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

Budget Activity: 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 costs included with the Temporary Duty Under Instruction (TEMDUINS), the per diem associated with training required en route from one permanent duty station to another has been transferred to the Military Personnel, Navy appropriation beginning in FY 1997. 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, T44J, 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 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 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 Wargaming, 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 (E8 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). The latter was consolidated with CNET in June 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, 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 for the Navy.

III. A. Sub-Activity Group Total

	FY 1995 Actuals	Budget Request	FY 1996 Approp- riated	Current Estimate	FY 1997 Estimate
Specialized Skill Training	224,681	212,121	222,121	221,256	218,689
Flight Training	285,068	273,004	273,004	268,498	295,280
Professional Development Education	56,640	61,214	61,214	60,599	65,981
Training Support	136,486	125,237	125,237	122,763	119,098
Base Support	468,600	321,003	321,003	312,667	316,260
Real Property Maintenance	0	94,827	94,827	128,167	111,355
Subtotal	1,171,475	1,087,406	1,097,406	1,113,950	1,126,663

DLA Credits

-1,154

TOTAL

1,170,321 1,087,406 1,097,406 1,113,950 1,126,663

B. Reconciliation Summary:

	FY 1996 Req/1996	Change	Current	FY 1996/1997 Change
Baseline Funding	1,087,406	0	1,113,950	27,492
Price Change	10,000	0	0	0
Congressional Adjustments (Distributed)	27,148	0	0	0
Congressional Adjustments (Undistributed)	-1,873	0	0	0
Reprogrammings/Transfers	-1,370	0	0	0
Technical Adjustments	0	0	4,038	4,038
Functional Transfers	-7,361	0	-18,817	-18,817
Program Changes	1,113,950	0	1,126,663	1,126,663
Current Estimate				

		(\$ in 000)
C. Reconciliation of Increases and Decreases:		
1 FY 1996 President's Budget Request		1087406
2 Congressional Adjustments (Distributed)		
a. Chemical and Biological Defense Training	10000	10000
3 FY 1996 Appropriated Amount	1097406	
4 Congressional Adjustments (Undistributed)		27148
a. Administrative Travel Savings	27148	
b. Civilian Understrength	-2251	
c. Supply Management Reforms	-827	
d. Real Property Maintenance	-2045	
e. Printing Efficiencies	37940	
f. Reduced Audits	-210	
g. Transportation Improvements	-517	
h. Section 8125: Revised Economic Assumptions	-401	
	-4541	
5 Reprogrammings/Transfers		-1873
a. Increases	2142	
a) DBOF Refund	2142	
b. Decreases	-4015	
1) Inflation offset for contingencies	-4015	
6 Technical Adjustments		-1370
a. Pentagon Renovation Transfer	-1300	
b. Acquisition Reform	-70	
7 Program Increases:		28252
a. Program Growth in FY 1996	28252	
Execution/Fact of Life		2256
(1) Base Realignment and Closure IV involves consolidating the Naval Aviation Technical Training Group and the Naval Aviation Maintenance Training Center at Pensacola by the end of FY 1997. This extends the previous plan to consolidate by FY 1996. Funding required to replace resources previously eliminated in order to continue operations at each location until the end of FY 1997. (+39 E/S, +39 W/Y) (Baseline \$11,814)		

(2) Based on FY 1995 civilian personnel execution data, funding is required for civilian labor including recosting; and realignment from Recruiting and Other Training and Education. (+108 E/S, +116 W/Y) (Baseline \$284,649)	7610
(3) Funds are required for an increase in the FY 1996 Pilot Training Rate (PTR) and pre-load costs associated with the FY 1997 PTR increase. (Baseline \$212,952)	9885
(4) Travel and contract cost to develop Aircrew Coordination curriculum designed to improve the operational effectiveness of Naval Aviators through enhanced coordination and supervised annual testing. Costs include travel and initial curriculum support for production of videos and costs for instructor guidebooks. (Baseline \$0).	550
(5) Funding supports required training materials upgrades and maintenance for technical equipment life cycle support program. (Baseline \$13,789)	846
(6) Increase reflects additional costs due to Armed Forces Staff College gym personnel transferring from non-appropriated funds to appropriated funding. (+3 E/S, +3 W/Y) (Baseline 133,133).	50
Strategy and Policy Change	
(1) Funding supports training requirements associated with the introduction of new electronic warfare equipment to the Fleet. Items funded are new or upgraded training material and new standardized computer based instruction modules. (Baseline \$9,299)	2296
(2) Reflects increase in real property maintenance for the renovation of Mahan Hall at the Naval War College. (Baseline \$94,827).	1300
Force Structure	
(1) Increase of civilian personnel due to new family service center in Scotia, NY and child development center at the Fleet Combat Training Center; and increase of summer hires for MWR functions. (+17 E/S, +73 W/Y) (Baseline \$133,133).	1741
Legislative Intent	1078
(1) Increase supports additional personnel costs associated with the new joint curriculum at the Joint Warfare Analysis Center. (+13 E/S, +12 W/Y) (Baseline \$12,574).	
Management Initiatives	
(1) Funding required to support civilian personnel costs including 10 faculty at the Armed Forces Staff College to meet academic quality standards established by the Joint Chiefs of Staff. (+13 E/S, +10 W/Y) (Baseline \$12,574).	640
8 Program Decreases:	
a. Program Decreases in FY 1996	-35613
Management Initiative	
(1) Funding reduction is a result of a stringent reprioritization of contractor conducted courses and curriculum development required for new and modified surface and submarine warfare equipment and systems. (-48 E/S, -36 W/Y) (Baseline \$37,514)	-7527
(2) Reduction associated with supplies, printing, equipment and other support costs to offset increased civilian personnel costs. (Baseline \$49,332)	-4734
Legislative Change	
(1) Reduction associated with Congressional action to maintain an expense/investment threshold of \$100,000 for noncentrally managed equipment purchases funded in O&MN.	-4135

Execution/Fact of Life

- (1) Reduction in T-45 contracts due to slippage of the T45 standup at NAS Meridian based on design and production delays of the digital cockpit scheduled for delivery. (Baseline \$54,913). -10117
- (2) Decreased costs associated with Naval Flight Officer Training Rate (NFOTR) decrease (-59) based on revised strategic planning and force structure analyses. (Baseline \$28,343). -1283
- (3) Reduction reflects program downsizing commensurate with defense drawdowns and program reprioritization. Surface and Submarine programs affected include less technical training overhaul efforts and reduced support for school house data base management. (-55 E/S, -39 W/Y) (Baseline \$22184) -7643
- (4) Reduction of 169 flying hours for Search and Rescue Aircraft. (Baseline \$6,806) -174

9 FY 1996 Current Estimate

1113950

10 Price Growth:

27492

11 Functional Transfers:

4038

A. Transfers In

- 1) Intra-Appropriation
 - a. Transfer of Fleet Readiness Aviation Maintenance Personnel and Aviation Training Support Systems from Air Operations and Other Flight Operations and associated Base Support. 285
 - b. Transfer funds associated with establishing a detachment of the Naval Justice School in Norfolk, VA from Ship Operations. 164

2) Inter-Appropriation

- a. In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer from OPN reflects the purchase of all noncentrally managed equipment in the O&MN appropriation regardless of the unit cost of the item. 4603
- b. Transfer of the Water Survival Safety program to the Navy from the U.S. Air Force. 4226

377

B. Transfers Out

- 1) Inter-Appropriation
 - a. Military Department-managed photography, broadcast and journalism schools to the American Forces Information Service. -850

-850

12 Program Increases:

96296

a. Annualization of FY 1996 Programs

- (1) Annualization of civilian personnel costs for the Naval Postgraduate School (+1 W/Y) and the Naval Decision-Making Support Center at the Naval War College (+3 W/Y). 271

271

b. One-Time FY 1997 Costs

7516

- (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. (Baseline \$0) 600

(2) Funding supports training technology initiatives including electronic instructor consoles; interactive electronic technical manuals; exploring potential of using Video-Teletraining for programs including performing medical diagnoses on sailors afloat from shore hospitals. (Baseline \$0)	6306
(3) Increase reflects procurement of equipment and materials associated with information systems courses with communications systems courses after the consolidation of Radloman and Data Processing ratings. (Baseline \$0)	200
(4) Funding increase requested to relocate satellite communications schools to Fort Gordon in accordance with Interservice Training Review Organization decision. (Baseline \$0)	100
(5) Purchase of computer equipment for phased replacement of existing equipment and introduction of computer usage in the classroom. Funding supports 15 portable computer based projection systems and replacement of 80 obsolete computers at the Naval Decision-Making Support Center. (Baseline \$844)	310
c. Program Growth in FY 1997	
88509	
Execution/Fact of Life	
(1) Increase reflects additional funding for Technical Training Equipment overhauls, Navy Training Plans and manpower and hardware requirements. (Baseline \$3,039).	1274
(2) Increase in disability compensation based on the Department of Labor billings. (Baseline \$345).	199
Infrastructure	
(1) Increase reflects Base Realignment and Closure (BRAC) costs for Fleet Anti-Submarine Warfare Training Center and NTC Great Lakes. (+14 E/S, +14 W/Y) (Baseline \$138,841)	816
(2) Increase due to additional resources required for supply operations at NAS Pensacola. (+15 E/S, +16 W/Y) (Baseline \$138,841)	544
Quality of Life	
(1) Increase reflects additional bachelor quarters furniture purchases and maintenance to support the Chief of Naval Operations emphasis on standard of living issues. (Baseline 134,282)	25741
(2) Funding supports requirements for the new child development center at Corry Station. (+10 E/S, +10 W/Y) (Baseline \$21,826).	238
(3) Funding reflects increased resources for MWR programs and family service center directors. (+7 E/S, +4 W/Y) (Baseline \$139,241)	1166
Management Initiative	
(1) Increased TEMDUINS funding required to correspond to an increase in PCS moves within the MPN appropriation. (Baseline \$29,809).	2000
(2) Funding supports additional distribution and usage of submarine training products which will supplement classroom instruction. (Baseline \$4,524)	176
(3) Increase supports new curriculum development and evaluation associated with the Battle Group Passive Horizon Extension System. (Baseline \$161)	157
(4) 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)	8558

(5) Navy Leadership Continuum Phase III - Resources are 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 leadership, management and Human Resources Management topics. Curriculum development and consolidation is required for such programs as Total Quality Leadership, Navy Leadership, Equal Employment Opportunity, Core Values, Sexual Harassment, HIV/AIDS. (Baseline \$6,930) 1583

(6) Funding supports increased submarine training efforts including beginning navigation and electronics technician courses; oxygen breathing apparatus for submarine firefighter training. (Baseline \$317) 691

(7) Funding supports tuition and travel for 16 students to attend the Executive Fellowship program and two students to attend the Executive Training program. (Baseline \$738). 183

(8) Funding increase supports contractor operations maintenance for 2 new training devices, the Surface Warfare Tactical Trainer and the Gas Turbine Propulsion Plant Trainer, being delivered; and increased support for the Advancement-in-Rate program. (Baseline \$23,771). 2940

Force Structure

(1) Increase in Pilot Training Rate of 17 and Non-Flight Officer Training Rate of 117 based on strategic planning and force structure analysis. (Baseline \$213,859). 16832

(2) Increase in non-flight contracts associated with the T45 simulator phase-in and Pilot Training Rate changes. Increase in travel, equipment, printing, and supplies/materials, and increase in equipment maintenance contracts to support the approved Pilot Training Rates. (Baseline \$41,045). 4314

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). 1620

(2) Increased audiovisual equipment/supplies support to convert 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 \$5,382). 219

Legislative Intent

(1) Provides funding for the Armed Forces Staff College to support projects including the newly established Wargaming Center; and increased base operations support for essential functions. (Baseline \$234,407). 8124

(2) Funding increase to meet legal requirements associated with environmental projects at the Naval Postgraduate School and the Armed Forces Staff College; and environmental compliance projects for Class I and Class II projects. (Baseline \$41,290). 6933

Strategy and Policy Change

(1) Funding requested to support increased mission to train personnel associated with build-up of additional F-14, FA-18 and EA6B squadrons to assume the Air Force EF-111 mission. (Baseline \$5,540) 980

(2) Increased resources support development and stand-up of training associated with developing a training pipeline for the increasingly critical Information Warfare theatre. (Baseline \$0) 200

(3) Reflects maintenance and repair of real property and minor construction funding to complete the most critical projects and to also reduce the maintenance backlog. (Baseline \$128,167). 3021

13 Program Decreases:

a. One-Time FY 1996 Costs

-115,113

-49832

(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)	-515
(2) Funding level decreased as a result of one-time costs associated with Chemical and Biological Defense Training Congressional increase. (Baseline \$10,220)	-10220
(3) Reduction of one-time costs associated with the Helicopter Landing Trainer (HLT) overhaul. (Baseline \$570).	-587
(4) One-time reduction associated with the International Seapower Symposium at the Naval War College; and completion of systems technology lab at the Naval Postgraduate School. (Baseline \$572).	-586
(5) Decrease reflects completion of Mahan Hall renovation. (Baseline \$128,167).	-1329
(6) Reflects decrease of MRP project funding as a result of FY 1996 Congressional funding. (Baseline \$128,167).	-36595
b. Annualization of FY 1996 Program Decreases	
(1) FY 1996 workyear annualization (-192 W/Y)	-8040
	-8040
c. Program Decreases in FY 1997	-57,241
Force Structure Reduction	
(1) Course Cancellation - Funds decreased as a result of savings associated with the cancellation of AN/WJQ-4 courses at the Naval Submarine school, New London, CT. (Baseline \$117)	-120
(2) Decrease in TEMDUINS reflects fewer Permanent Change of Station (PCS) moves as homebased initiative is introduced. (Baseline \$30,658).	-289
(3) Decrease supports the National Performance Review and Defense Performance Review outsourcing initiative. (-7 E/S, -7 W/Y) (Baseline \$42911).	-582
(4) Force structure downsizing has resulted in the following commensurate reductions; Depot Level Repairables for Surface Warfare training equipment (-\$741); decrease in the Submarine Training Support program system reconfiguration, technical audits and training personnel (-\$4,725); reduced ADP equipment (-\$2,301); and support costs for the Acoustical Sensors Training Aids, Electronic Warfare Training Packages, Chaplin Short Courses, and Training Program Evaluation Board (-\$632). (Baseline \$41,591).	-8399
Infrastructure Changes	
(1) Reduction based on defense downsizing, and civilian workforce reduction. (-137 E/S, -87 W/Y) (Baseline \$284,469)	-23048
(2) Nuclear Power Operator Training - funding 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)	-10297
(3) BRAC III reductions associated with recurring savings at Naval Technical Training Center Treasure Island (-3 E/S, -1 W/Y), NTC Orlando (-131 E/S, -66 W/Y); and NTC San Diego (-78 E/S, -39 W/Y) (Baseline \$138,841).	-3834
Management Initiative	
(1) Cryptologic training course transfer from Washington, D.C. to Pensacola, FL resulting in lower costs due to availability of government quarters and lower cost area. (Baseline \$31,126)	-151
(2) Funding decrease reflects training reduction for newly introduced systems and equipment such as electronic warfare as they become integrated into the fleet; and further re-evaluation of critical contractor provided training. (Baseline \$8,630)	-4600

- (3) Savings associated with the Gold Disk program which will repair a wider population of circuit card assemblies. (Baseline \$175,077). -1050

Legislative Change

- (1) Decrease in funds for the 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 \$31,232) -3
- (2) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the \$2,500 micro-purchase threshold, the use of Electronic Funds Transfer as the standard method for paying travel vouchers. (Baseline \$268,498) -134

Execution/Fact of Life

- (1) Submarine Training Master Planning System (STMPS) - funds are decreased by cost reductions in data update and transfer and in contract support through use of data base query formulation software. (Baseline \$1,485) -231
- (2) Decrease in publication and printing of joint publications for the Armed Forces Staff College. (Baseline \$93). -90
- (3) Reduction of 43 flying hours and non-flight support associated with Search and Rescue aircraft. (Baseline \$6,448). -396
- (4) Reduced funding for electronic products and reference and professional materials for the Navy's General Library program. (Baseline \$1,808). -625
- (5) Decrease reflects completion of environmental projects. (Baseline \$41,290). -3392

14 FY 1997 Budget Request

1125613

IV. Performance Criteria and Evaluation Summary

Specialized Skill Training

Initial Skill	FY 1995			FY 1996			FY 1997		
	Input	Output	Workload	Input	Output	Workload	Input	Output	Workload
Active	65386	63454	8255	74166	72330	9363	75589	73718	9543
Reserve	727	1022	164	825	804	186	841	819	190
Other	11239	10871	1591	12748	12331	1805	12922	12567	1839
Skill Progression									
Active	55806	55200	6207	53576	52995	5959	52669	52098	5858
Reserve	1182	1166	47	1135	1119	45	1116	1100	44
Other	12363	12207	962	11869	11719	924	11668	11521	908

Functional Skill

Active	270833	265377	3330	269177	263754	3309	265698	260346	3267
Reserve	8532	8422	50	8480	8371	50	8370	8263	49
Other	22137	21760	382	22002	21627	380	21718	21347	375

Initial/Instructional	FY 1995	FY 1996	FY 1997
Development (# of courses)	34	39	34
Advisory Services			
# of monthly advisory services	20	30	30
Temporary Duty Under Instruction			
Officer			
Counts	6235	5525	5568
Average per day rate (\$)	51	51	51
Average number of days	40	40	40
Enlisted			
Counts	21710	17234	17501
Average per day rate (\$)	20	20	20
Average number of days	55	55	55
Directed Training			
Officer			
Counts	112	170	170
Average cost/count (\$)	2338	2408	2430

Flight Training

	FY 1995			FY 1996			FY 1997		
	Input	Output	Workload	Input	Output	Workload	Input	Output	Workload
Undergrad Pilot Training									
Strike/Jet	370	273	747	411	289	561	414	306	598
Active	238	163	470	278	183	369	284	203	406
Other	132	110	277	133	106	192	130	103	192
Helicopter	455	365	688	428	365	444	470	360	468
Active	218	184	375	219	184	226	261	184	252
Other	237	181	313	209	181	218	209	176	216
Maritime	218	207	348	224	183	236	229	188	240
Active	181	176	295	191	154	201	196	160	206
Other	37	31	53	33	29	35	33	28	34
Total	1043	845	1783	1063	837	1241	1113	854	1306
Naval Flight Officer									
Radar Intercept Officer (RIO)									
Active	74	56	109	81	42	86	89	66	104
Other	56	38	83	57	24	60	65	48	78
	18	18	26	24	18	26	24	18	26
Tactical Navigator (TN)									
Active	55	34	62	62	35	56	63	50	64
Other	44	22	39	47	23	40	48	38	48
	11	12	23	15	12	16	15	12	16
Overwater Jet Navigator (OJN)									
Active	77	41	93	131	39	94	106	104	116
Airborne Tactical Data Systems (ATDS)									
Active	51	35	32	40	24	24	44	40	31
Navigator									
Active	179	0	92	143	0	55	151	0	61

Flying Hours (Units)	FY95	FY96	FY97
Undergraduate Pilot Training			
Strike/Jet	118736	123634	131593
Helicopter	101956	102828	106568
Maritime	47776	43194	44195
Total	268468	269656	282356
Naval Flight Officer			
Radar Intercept Officer	7709	9390	11353
Tactical Navigator	4981	6612	7846
Overwater Jet Navigator	6007	11205	14813
Airborne Tactical Data	2754	2569	3586
Navigator	3101	3738	4130
Total	24552	33514	41728

Professional Development Education

	FY 1995			FY 1996			FY 1997		
	Input	Output	Workload	Input	Output	Workload	Input	Output	Workload
War College		463	412	554	554	467	554	554	467
Active	297	298	266	307	307	276	307	307	276
Reserve	20	21	20	25	25	23	25	25	23
Other	158	144	126	222	222	168	222	222	168
Senior Enlisted Academy		291	51	302	302	53	305	305	53
Active	253	248	43	250	250	43	250	250	43
Reserve	20	20	4	20	20	4	20	20	4
Other	24	23	4	32	32	6	35	35	6
Postgraduate School		880	1643	864	896	1729	874	907	1732
Active	502	654	1209	613	630	1262	619	633	1265
Other	181	226	434	251	266	467	255	274	467
Officer Short Course		1199	53	1177	1177	41	1194	1194	52
Active	1199								
Civilian Institutions 1/		160	205	145	160	205	145	160	205
Active	145								
Law Education 1/		5	19	7	5	19	7	5	19
Active	7								

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

	FY 1995			FY 1996			FY 1997		
	Input	Output	Workload	Input	Output	Workload	Input	Output	Workload
Naval Justice School									
Active	2785	2747	107	3390	3390	119	3390	3390	119
Reserve	1978	1945	78	2368	2368	101	2368	2368	101
Other	153	148	4	181	181	7	181	181	7
	654	654	25	841	841	11	841	841	11
Armed Forces Staff College									
Active	4203	4153	285	4802	4645	281	4802	4645	281
Reserve	1154	1129	71	2004	1961	119	2004	1961	119
Other	20	20	0	31	31	0	31	31	0
	3049	3024	214	2798	2684	162	2798	2684	162
Total Professional Development Workload:	9794	9898	2775	11241	11129	2914	11271	11160	2928

Training Support

	FY95	FY96	FY97
1. Instructional Systems Development			
Number of Courses Developed	40	9	0
Number of Courses Updated	17	4	0
2. Simulator and Other Training Equipment Maintenance			
Number of Devices Supported	1654	1652	1649
Number of Depot Level Repairables Requisitioned	2263	2067	2102
3. General Purpose Electronic Test Equipment (GPETE)			
Number of Requisitions	22	58	61
4. General Library Program			
Paperback Orders (000)	233	233	233
Other Mmaterial Orders (000s)	52	32	11
5. Advancement-in-Rate Program			
Advancement Candidates	364444	331351	325000
Correspondence Course			
Lessons Processed	70000	70000	70000
Training Manual/Courses			
Under Development	72	72	72
Printed	2086631	0	1359000
Personnel Qualifications Standards			
Printed	319356	0	336000
Developed	60	25	60
6. CNET Station Aircraft Flight Hours			
UC-12B	5303	4040	4040
UH3H	1160	1709	1666
UH1N	1404	1900	1900
7. National Museum of Naval Aviation Funding			
	1950	1944	2022

Base Operations Support

Base Communications	FY95	FY96	FY97
Environmental Conservation	7180	4742	4799
Environmental Compliance	203	1493	1167
Morale, Welfare and Recreation	17845	34045	30905
Other Base Operations Support	23862	21826	22518
Real Property Maintenance	272039	234407	225244
Pollution Prevention	93659	90201	80306
Bachelor Quarters Maintenance	1218	5752	13943
Bachelor Quarters Operations	35245	37966	31049
	16857	10402	17684
Total	468108	440834	427615

V. Personnel Summary

End Strength (E/S)

	FY 1995 Budget Actual	FY 1996 Current Estimate	FY 1997 Budget Estimate	Change FY96 CE/ FY97 BR
Military	41359	45839	38052	-7787
Officer	8004	7760	6814	-946
Enlisted	33355	38079	31238	-6841
Civilian	6461	5953	5644	-309
USDH	6461	5953	5644	-309
Workyears (W/Y)				
Military	43177	43565	41929	-1636
Officer	8314	7866	7279	-587
Enlisted	34863	35699	34650	-1049
Civilian	6369	6123	5778	-345
USDH	6369	6123	5778	-345

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 Camp 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 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 employee's 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 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.

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 400,000 active duty personnel through a network of three commands, 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 60% are considered to be inner-city schools. This activity group also provides for the Base Support requirements necessary to operate these programs.

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Total

	FY 1995 Actuals	Budget Request	FY 1996 Approp- riated	Current Estimate	FY 1997 Estimate
Recruiting and Advertising	123,831	122,820	127,820	126,486	136,474
Off-Duty and Voluntary Education	60,469	54,970	54,970	59,240	61,643
Civilian Education and Training	23,594	22,223	22,223	21,888	22,218
Junior Reserve Officer Training Corps	21,093	24,382	24,382	24,129	24,902
Base Support	437	763	763	407	439
Real Property Maintenance	0	59	59	59	59
Subtotal	229,424	225,217	230,217	232,209	245,735
DLA Credits	-1				
TOTAL	229,423	225,217	230,217	232,209	245,735

B. Reconciliation Summary

	FY 1996 Req/1996	Current	Change	FY 1996/1997
Baseline Funding	225,217			232,209
Congressional Adjustments (Distributed)	5,000			0
Congressional Adjustments (Undistributed)	-1,982			0
Reprogrammings/Transfers	-381			0
Price Change	0			5,767
Functional Transfers	0			7,400
Program Changes	4,355			359
Current Estimate	232,209			245,735

		(\$ in 000s)
C Reconciliation of Increases and Decreases		
1	FY 1996 President's Budget Request	225217
2	Congressional Adjustments (Distributed)	
	a. Recruiting and Advertising	5000
3	FY 1996 Appropriated Amount	230217
4	Congressional Adjustments (Undistributed)	-1982
	a. Administrative Travel Savings	-1982
	b. Civilian Understrength	-411
	c. Supply Management Reforms	-201
	d. Printing Efficiencies	-149
	e. Reduced Audits	-95
	f. Transportation Improvements	-103
	g. Revised Economic Assumptions	-80
		-943
5	Reprogramming/Transfers	-381
	a. Increases	450
	1) DBOF Refund	450
	b. Decreases	-831
	1) Inflation Offset for Contingencies	-831
6	Program Increases:	
	a. Program Growth in FY 1996	5886
	Execution/Fact of Life	
	(1) Execution levels as reflected in the performance criteria for the Tuition Assistance program are higher than previously estimated. This funding supports an initiative to provide appropriate resources for Tuition Assistance in order to continue improving sailors educational skills and promote retention of valuable enlisted personnel. (Baseline \$20,116)	4990
	(2) Increased funding for civilian salary recosting based on FY 1995 execution. (Baseline \$40,280).	518
	Management Initiative	
	(1) Funding support increase supplies, materials and equipment to begin conversion of publications to CD ROM format. and increased DANTES test provided. (Baseline \$834)	86
	(2) Increase in support costs associated with the new policy requiring additional mandatory rotational assignments for Acquisition Intern Program interns. (Baseline \$1,984)	292

7	Program Decreases:				
	a. Program Decreases in FY 1996		-1531	-1531	
	Execution/Fact of Life				
	(1) Decrease in printing and contract requirements due to the American Council on Education archive not being printed; and completion of the technology-based Management and Delivery System contract. (Baseline \$10,850)		-191		
	(2) Net decrease of civilian personnel due to FY 1995 execution and personnel realigned to Basic Skills and Advanced Training. (-20, E/S, -8 W/Y) (Baseline \$40,280).		-410		
	(3) Decrease reflects reduced Veterans Educational Assistance Program payments based on revised data from the Department of Veterans Affairs. (Baseline \$3,027).		-200		
	(4) Decreased costs for Career Academies contracts and contract support operations for one less Career Academy. (Baseline \$19,893).		-154		
	Management Initiatives				
	(1) Decrease in media advertising in order to more effectively utilize available funding. (Baseline \$43,956)		-576		
8	FY 1996 Current Estimate			232209	
9	Price Growth:			5767	
10.	Functional Transfers			7400	
	(1) In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer of funds from OPN reflects the purchase of all non-centrally managed equipment to the O&M, N appropriation regardless of the unit cost of the item. (Baseline \$0).				
11	Program Increases:			12662	
	a. Annualization of Program of New FY 1996 Programs				
	(1) Increase to support recurring costs for FY 1996 expansion of 37 JROTC units and financial assistance at new units due to FY 1996 expansion. (Baseline \$1,085).		1576		
	(2) Increased financial support for Career and Partnership Academies. (Baseline \$886).		1511		
			65		
	b. Program Growth in FY 1997				
	Execution/Fact of Life				
	(1) Similar to the Tuition Assistance Program, funding is required to appropriately support an anticipated increase in usage of individual education programs due to Navy-wide emphasis on these programs. (Baseline \$18,109)		11086		
	(2) Increase funds Standard Level User Charge payments. (Baseline \$1,620)		2355		
			20		

(3) Funding is required to appropriately support an anticipated increase in usage of individual education programs due to Navy-wide emphasis on these programs. (Baseline \$17,167).	2160	-12303
 Management Initiative		
(1) Support costs associated with increased emphasis on the importance of the Financial Management Internship Program (+1 E/S, +2 W/Y) (Baseline 3,157).	286	
 Strategy and Policy		
(1) Increase funds support for medical, nuclear, and NROTC applicant kits, minority and medical booth rental, the Navy's 1-800 number; additional direct mailings and other recruiting support costs in support of gender neutral and greater minority representation and to support initiative to recruit more efficiently and aggressively. (Baseline \$22,768).	1965	
(2) Increase for startup costs of the Joint Recruiting Information System (JRISS) which will be a joint-service consolidated information database for improved military personnel management. (Baseline 0).	4300	
 12 Program Decreases:		
a. One-Time FY 1996 Costs		
(1) One-time cost to support the start-up of 37 NJROTC units in FY 1996. (Baseline \$845).	-5980	
(2) Decrease reflects Congressional adjustment for Recruiting and Advertising. (Baseline \$5,000).	-870	
	-5110	
b. Program Decreases in FY 1997	-6323	
 Force Structure		
(1) Decrease in VEAP payments and EATP payments commensurate with the general reduction in military personnel. (Baseline \$3,027)	-704	
 Management Initiatives		
(1) Continued reduction in National Network Television in favor of using other advertising strategies. (Baseline \$43,440).	-1383	
 Execution/Fact of Life		
(1) Savings resulting from increased usage of the IMPAC Bank card. (Baseline \$56,535)	-185	
(2) Reduction reflects continuing force structure downsizing with reduction in support costs such as printing and other contracts. (-17 E/S, -32 W/Y) (Baseline \$88,531).	-3571	
(3) Reduction of salary reimbursement for three NJROTC Career Academies brought online in FY 1994 from 100 to 75 percent. (Baseline \$886).	-70	
(4) Reduction in financial assistance and administrative support associated with the FY 1994 NJROTC Career Academies expansion, and reduced management support as program stabilizes. (-2 E/S, -2 W/Y). (Baseline \$24,129)	-410	

IV. Performance Criteria and Evaluation Summary

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:

	FY 1995	FY 1996	FY 1997
RECRUITING			
A) Enlisted Contracts			
Non-prior Service Males	39.4	41.4	43.9
Non-prior Service Females	10	11.7	12.4
Total Non-prior Service	49.4	53.1	56.3
Prior Service	1.9	3	2
Total Enlisted Contracts	51.3	56.1	58.3
B) Enlisted Accessions			
Non-Prior Service (NPS) USN			
Non-Prior Service Males	29.4	36.4	39.9
Non-Prior Service Females	6.4	6.5	7.8
Total Non-Prior Service	35.8	42.9	47.7
Prior Service	1	2.9	2
USNR 2/3x6 (MPN PROGRAM)	11.6	11.1	6
TAR Enlisted (RPN Program)	1.1	1.8	1.5
Total Enlisted Accessions	49.5	58.7	57.2
C) End of Fiscal Year			
Delayed Entry Program	21.2	18.6	19.7
D) Upper Mental Groups (I-IIIU)			
a) Enlisted Contracts			
Non-Prior Service Males	25.9	25.7	27.2
Non-Prior Service Females	5.9	7.2	7.7
Subtotal	31.8	32.9	34.9
b) Enlisted Accessions			
Non-Prior Service Males	25.1	29.3	28.7
Non-Prior Service Females	6.5	5.8	5.6
Subtotal	31.6	35.1	34.3

E) High School Diploma Graduates			
a) Enlisted Contracts			
Non-Prior Service Males	37.6	39.3	41.7
Non-Prior Service Females	9.7	11.1	11.8
Subtotal	47.3	50.4	53.5
b) Enlisted Accessions			
Non-Prior Service Males	36	44.3	43.9
Non-Prior Service Females	9.4	8.8	8.5
Subtotal	45.4	53.1	52.4
F) Officer Recruiting Goals/Objectives	5	5	5
G) Population			
17-21 Year-Old Males	8.96	9.13	9.36
17-21 Year-Old Females	8.6	8.76	8.99
H) Unemployment	5.8	6.1	6
I) USN Production Recruiters	3194	3554	3554
J) Base Support Functional Transfer	11	11	11

ADVERTISING 1/	FY 1995	FY 1996	FY 1997
1) Magazines			
Number of Insertions	438	438	438
Impressions 2/	328297	328297	328297
2) Newspapers			
Number of Insertions	38400	38400	38400
Impressions 2/	3532800	3532800	3532800
3) Direct Mail			
Number of Mailings	4468	4468	4468
Impressions	31120	31120	31120
4) Radio			
Number of Weeks	37	37	37
Impressions 2/	745301	745301	745301
5) Television			
Number of Weeks	37	30	21
Impressions 2/	398811	316063	221244
6) Collateral Sales Equipment			
Number of Booklets	75	60	59
Impressions 2/	30943	24755	24342

1/ The figure represents 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 requirement, 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.

OFF DUTY and VOLUNTARY EDUCATION

FY 1995 FY 1996 FY 1997

A. Tuition Assistance Program
 1. Total Course Participants 42721 42214 41574
 2. Total Course Enrollments 126916 129875 121499

B. Program for Afloat College Education (PACE)
 1. Program for Afloat College Education I
 a. Total Course Enrollments: 23827 23010 27125
 2. Program for Afloat College Education II
 a. Total Course Enrollments: 7121

**FY96/97 totals reflect merger of PACE I/II into one contract.

C. Functional Skills Program
 1. Total Course Enrollments 18940 16835 17250

D. Defense Activity for Non-Traditional Education
 Support (DANTES) Testing Program
 1. Testing Program
 a. Number of Tests Provided 282727 288000 299000
 2. Publications/Enrollments
 a. Professional Reference Publications 55664 47000 52000
 b. Independent Study Course Enrollments 6646 7500 8000

E. Veterans Educational Assistance Program (VEAP)
 1. Number of Participants 3525 2985 2205

F. Educational Assistance Test Program (EATP)
 1. Number of Participants 643 481 414

CIVILIAN EDUCATION AND TRAINING

FY 1995 FY 1996 FY 1997

A) Acquisition Workforce Program (AWP)

Intern Workyears	321	272	250
Intern Graduates	96	104	90
Students provided Tuition Assistance	2333	1181	1461
Students provided Service-Level Acquisition Support	1190	0	0

B) Financial Training Programs

1. Centralized Financial Management Training Program

Intern Workyears	75	77	79
Interns Hired	46	45	45
Intern Graduates	31	38	41

2. Entry Level Courses

Number of Courses	37	38	38
Number of Students	1550	1550	1550

3. Practical Comptrollership Course

Number of Sessions	6	6	6
Number of Students	210	210	210

4. Professional Military Comptroller School

Number of Sessions	5	5	5
Number of Students	45	45	45

5. Professional Managers Course

Number of Sessions	3	3	3
Number of Students	120	120	120

6. Long Term Training

Graduate Level Financial Management Program	26	26	26
SECNAV Fellowship	4	4	3

C) Officer of Civilian Personnel Management Sponsored Training

1. Civilian Personnel/EEO Courses

Number of Courses	305	300	225
Number of Attendees	7625	7500	5625

2. Computer Based Training

Workplace Readiness Courses	18750	18750	18750
Number of Students			

NCPDS Courses

Number of Courses	135	80	80
Number of Attendees	3780	1680	1680

D) Centrally Managed Programs

1. Defense Management Education and Training

Number of Courses

Number of Course Offerings

Number of Students

FY 1995	FY 1996	FY 1997
492	492	492
2217	2217	2217
3900	3900	3900

2. Executive Management Development

Seminars Planned

Attendees

5	5	5
125	125	125

JUNIOR ROTC

Number of Units

Number of Instructors

Number of Students

FY 1995	FY 1996	FY 1997
398	435	435
926	1021	1038
51445	53644	55561

(\$000S)

Instructor Cost

Other Cost

14667	16634	17859
6426	7748	7549

BASE OPERATIONS

Other Base Operations Support

Property Maintenance

FY 1995	FY 1996	FY 1997
386	407	439
50	59	59

Total

436	466	498
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V.	Personnel Summary	Actual	FY96	FY97	96/97
	End Strength (E/S)				
	Military	5632	6010	5943	-67
	Officer	454	542	519	-23
	Enlisted	5178	5468	5424	-44
	Civilian	970	936	918	-18
	USDH	970	936	918	-18
	Workyears (W/Y)				
	Military	5799	5818	5975	157
	Officer	462	497	530	33
	Enlisted	5337	5321	5445	124
	Civilian	971	937	905	-32
	USDH	971	937	905	-32

SUMMARY OF REQUIREMENTS BY ACTIVITY GROUP

Budget Activity 4: Administration and Servicewide Activities

	FY 1995			FY 1996		
	Mil E/S	Civ E/S	Funding	Mil E/S	Civ E/S	Funding
Servicewide Support	10,585	6,553	1,616,546	10,309	6,726	1,699,592
Logistics Operations and Technical Support	1,783	8,912	1,841,532	1,844	9,511	1,426,304
Investigations and Security Programs	7,165	3,780	537,049	7,567	3,617	535,794
Support of Other Nations	1	0	8,438	0	0	8,156
Total	19,534	19,245	4,003,565	19,720	19,854	3,669,846

	FY 1997		
	Mil E/S	Civ E/S	Funding
Servicewide Support	10,188	6,439	1,504,637
Logistics Operations and Technical Support	1,782	8,689	1,496,944
Investigations and Security Programs	7,490	3,748	568,148
Support of Other Nations	0	0	7,544
Total	19,460	18,876	3,577,273

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

Budget Activity: 04 - Administration and Servicewide Support

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, acquisition management, logistics and engineering support for 339 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.

III. Financial Summary (\$ in Thousands)

A. Activity Group Breakout

	FY 1996			
	FY 1995 Actuals	Budget Request	Approp- riated	Current Estimate
Servicewide Support				
Log. Ops. and Tech. Spt.	1,626,132	1,758,993	1,750,663	1,699,592
Invest. and Sec. Programs	1,846,111	1,453,266	1,449,766	1,426,304
Support of Other Nations	537,049	567,479	560,479	535,794
Total Budget Activity 04	8,438	7,395	7,395	8,156
	4,017,730	3,787,133	3,768,303	3,669,846

DIA Credits

DERF

TOTAL

4,003,565 3,787,133 3,768,303 3,669,846 3,577,273

B. Reconciliation Summary:

	Change	
	FY 1996 Req/1996 Current	FY 1996/1997
Baseline Funding	3,787,133	3,669,846
Congressional Adjustments (Distributed)	-18,830	0
Congressional Adjustments (Undistributed)	-36,906	0
Reprogrammings/Transfers	-17,177	0
Technical Adjustments	1,729	0
Price Change	-1,534	95,432
Functional Transfers	0	-121,265

Program Changes		-44,569	
Current Estimate		3,669,846	
1	FY 1996 President's Budget Request		3,787,133
2	Congressional Adjustments (Distributed)		-18,830
	a. Personnel Management Efficiencies	(-2,000)	
	b. Challenge Athena	(27,000)	
	c. Security Programs (Arms Control)	(-7,000)	
	d. Reverse Osmosis Desalinators	(3,500)	
	e. AN-URQ-70 Adjustment	(10,000)	
	f. Acquisition Reform	(-17,000)	
	g. Acquisition Reform	(-33,330)	
3	FY 1996 Appropriated Amount		3,768,303
4	Congressional Adjustments (Undistributed)		-36,906
	a. Real Property Maintenance	(7,500)	
	b. Administrative Travel Savings	(-4,344)	
	c. Civilian Understrength	(-5,020)	
	d. Supply Management Reforms	(-5,197)	
	e. Navy Standard Integrated Personnel	(9,000)	
	f. Printing Efficiencies	(-844)	
	g. Reduced Audits	(-1,946)	
	h. Transportation Improvements	(-1,023)	
	i. Sec 8125: Revised Economic Assumptions	(-11,916)	
	j. Inspector General Consolidation	(-20,000)	
	k. Classified Programs	(1,150)	
	l. Foreign Currency Adjustment	(3,234)	
	m. NEXCOM Second Destination Travel	(-7,500)	
5	Reprogrammings/Transfers		-17,177
	a. Increases:	(11,937)	
	(1) Contingencies - Bosnia	4,369	
	(2) Contingencies - Other	1,934	
	(3) DBOF Refund	5,634	
	b. Decreases:	(-29,114)	
	(1) Inflation offset for contingencies	-10,751	
	(2) Reprogramming to OPN associated with Congressional action to maintain an expense/investment threshold of under \$100,000 for noncentrally managed equipment purchases funded in O&M,N.	-18,363	
6	Technical Adjustments Required to Comply with Congressional Intent		1,729

7	Price Growth		-1,534
8	Functional Transfers:		0
	a. Transfers Out	(0)	
	(1) Intra-Appropriation	0	
	(a) Servicewide Support	(-2,024)	
	(b) Logistics Operations and Technical Support	(2,024)	
9	Program Increases:		91,344
	a. New FY 1996 Program	(22,900)	
	(1) Servicewide Support	1,700	
	(2) Logistics Operations and Technical Support	21,200	
	b. One-Time FY 1996 Costs	(1,924)	
	(1) Investigations and Security Programs	1,400	
	(2) Support of Other Nations	524	
	c. Program Growth in FY 1996	(66,520)	
	(1) Servicewide Support	45,675	
	(2) Logistics Operations and Technical Support	12,598	
	(3) Investigations and Security Programs	7,495	
	(4) Support of Other Nations	752	
10	Program Decreases:		-135,913
	a. Program Decreases in FY 1996	(-135,913)	
	(1) Servicewide Support	-95,318	
	(2) Logistic Operations and Technical Support	-38,196	
	(3) Investigation and Security Programs	-1,954	
	(4) Support of Other Nations	-445	
11	FY 1996 Current Estimate		3,669,846
12	Price Growth:		95,432
13	Functional Transfers:		-121,265
	a. Transfers In	(134,481)	
	(1) Intra-Appropriation	9,365	
	(a) Servicewide Support	(3,128)	
	(b) Investigation and Security Programs	(5,405)	

	(c)	Logistics Operations and Technical Support	(832)	
	(2) Inter-Appropriation			
	(a)	Service-wide Support	125,116	
	(b)	Investigations and Security Programs	(44,014)	
	(c)	Logistics Operations and Technical Support	(40,275)	
			(40,827)	
	b. Transfers Out			
	(1) Intra-Appropriation			
	(a)	Service-wide Support	(-255,746)	
	(b)	Logistics Operations and Technical Support	-460	
			(-365)	
			(-95)	
	(2) Inter-Appropriation			
	(a)	Service-wide Support	-255,286	
	(b)	Investigations and Security Programs	(-250,928)	
			(-4,358)	
14	Program Increases			99,419
	a. One-Time FY 1997 Costs			
	(1) Service-wide Support		(8,318)	
			8,318	
	b. Annualization of FY 1996 Program			
	(1) Service-wide Support		(2,674)	
			2,674	
	c. Program Growth in FY 1997			
	(1) Service-wide Support		(88,427)	
	(2) Logistics Operations and Technical Support		68,156	
	(3) Investigation and Security Programs		9,263	
			11,008	
15	Program Decreases:			-166,159
	a. One-Time FY 1996 Costs			
	(1) Service-wide Support		(-40,237)	
	(2) Investigation and Security Programs		-38,259	
	(3) Support of Other Nations		-1,442	
			-536	
	b. Annualization of FY 1996 Program			
	(1) Service-wide Support		(-2,444)	
	Program Decreases in FY 1997		-2,444	
	(1) Service-wide Support		(-123,478)	
	(2) Logistics Operations and Technical Support		-80,408	
	(3) Investigation and Security Programs		-12,126	
	(4) Support of Other Nations		-30,692	
			-252	
16	FY 1997 Budget Request			3,577,273

IV. Performance Criteria and Evaluation Summary:

Detailed performance criteria are reflected by sub-activity group in the applicable sections of the budget submission.

V. Personnel Summary:

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>	<u>FY 1996/FY 1997</u>
Active Military End Strength (Total)	19,534	19,720	19,460	-260
Officer	4,388	4,601	4,592	-9
Enlisted	15,146	15,119	14,868	-251
Civilian End Strength (Total)	19,245	19,854	18,876	-978
U.S. Direct Hire	19,020	19,530	18,544	-986
Foreign National Direct Hire	116	106	111	5
Foreign National Indirect Hire	109	218	221	3
Military Workyears (Total)	20,352	19,561	19,566	5
Officer	4,532	4,464	4,584	120
Enlisted	15,820	15,097	14,982	-115
Civilian Workyears (Total)	19,064	20,144	19,473	-671
U.S. Direct Hire	18,827	19,822	1,914	-680
Foreign National Direct Hire	117	105	110	5
Foreign National Indirect Hire	120	217	221	4

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.

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 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 (COMIS) 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 Navy and other users worldwide. It also designs, procures, operates, and maintains production and broadcast systems and equipment for Navy operated AFRTS 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. This program transfers to the Military Personnel appropriation starting in FY 1997. The Ships' Stores Afloat programs provide a convenient and reliable source from which authorized personnel may obtain government-procured 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 those systems, and Fleet Ballistic Missile (FBM) Strategic Communications High/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.

II. Force Structure Summary

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 (WMCCS) sites ashore and the Joint Task Force Commander afloat. 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.

III. Financial Summary (\$ in thousands)

A. Sub-Activity Group Breakout

	FY 1995 Actuals	Budget Request	FY 1996 Approp- riation	Current Estimate	FY 1997 Budget Estimate
Administration	470,721	605,287	571,957	545,431	570,921
External Relations	20,898	21,684	21,684	22,821	21,406
Civilian Manpower & Personnel Mgt	71,484	63,166	61,166	69,215	69,426
Military Manpower & Personnel Mgt	134,987	139,864	139,864	137,805	129,426
Other Personnel & Support	432,404	395,629	395,629	419,486	237,647
Service-wide Comms	229,756	261,463	288,463	265,873	230,240
Base Support	217,451	210,287	210,287	189,649	200,375
Medical Activities	14,313	0	0	0	0
Real Property Maintenance	34,118	61,613	61,613	49,312	45,196
Subtotal	1,626,132	1,758,993	1,750,663	1,699,592	1,504,637
DLA Credits	-9,586				
TOTAL	1,616,546	1,758,993	1,750,663	1,699,592	1,504,637

B. Reconciliation Summary

	FY 1996 Reg/1996 Curr	Change FY 1996/FY 1997
Baseline Funding	1,758,993	1,699,592
Congressional Adjustments (specified)	-8,330	0
Congressional Adjustments (general)	-3,244	0
Reprogrammings/Transfers	-970	0
Technical Adjustments	1,300	0
Price Change	1,810	51,159
Functional Transfer	-2,024	-204,151
Program Changes	-47,943	-41,963
Current Estimate	1,699,592	1,504,637
		(\$1n 000)
C. Reconciliation of Increases and Decreases:		
1. FY 1996 President's Budget Request		1,758,993
2. Congressional Adjustments (Distributed)		
a. Personnel Management Efficiencies		(-2,000)
b. Challenge Athena		(27,000)
c. Pentagon Renovation Transfer		(-33,330)
3. FY 1996 Appropriated Amount		1,750,663
4. Congressional Adjustments (Undistributed)		
a. Real Property Maintenance		(1,500)
b. Administrative Travel Savings		(-1,600)
c. Civilian Understrength		(-952)
d. Supply Management Reforms		(-3,042)
e. Navy Standard Integrated Personnel		(9,000)
f. Printing Efficiencies		(-240)
g. Reduced Audits		(-1,423)
h. Transportation Improvements		(-716)
i. Sec 8125: Revised Economic Assumptions		(-5,771)
5. Reprogrammings/Transfers:		-970
a. Increases:		
(1) Contingencies - Bosnia		(4,357)
(2) Contingencies - Other		410
(3) DBOF Refund		809
b. Decreases:		3,138
		(-5,327)

(1) Inflation offset for contingencies	-5,327	
6. Technical Adjustments Required to Comply with Congressional Intent		1,300
a. Pentagon Renovation Transfer	(1,300)	
7. Price Growth		1,810
8. Functional Transfers:		-52,024
a. Transfers Out	(-2,024)	0
(1) Inter-Appropriation	0	(0)
a) Transfer of Central Still Media Records Center to the American Forces Information Services (-4 E/S, -4 W/Y); reimbursably fund in FY 1996 but transfer the funds in FY 1997.		
b) Transfer civilian personnel to DISA to support data processing functions (-8 E/S, -8 W/Y).	0	
(2) Intra-Appropriation	-2,024	(0)
a) Transfer of OCPM Yokosuka to Ship Operations Base Support to properly reflect funding location (-2 E/S, -2 W/Y); reimbursably fund the program in FY 1996 but transfer the funds in FY 1997.		
b) Transfer of Phone Leasing Program to Logistics Operations and Technical Support.	(-15)	
c) Transfer of Defense Messaging System to Logistics Operations and Technical Support (-18 E/S, -18 W/Y).	(-1,214)	
d) Transfer of Navy Umbrella Contracts Program to Logistics Operations and Technical Support (-11 E/S, -11 W/Y).	(-795)	
9. Program Increases:		\$47,375
a. New FY 1996 Program Management Initiative	(1,700)	
(1) Increase to support the Transitional Compensation for Abused Family Member (TCAFM) Program, a congressionally authorized program that provides 12 to 36 months of support payments to family members who are victims of domestic violence by their member sponsor (Baseline: \$395,629)	1,700	
b. Program Growth in FY 1996 Execution/Fact of Life	(45,675)	
(1) Increase reflects civilian personnel adjustments for minimum support of program mission based on FY 1995 execution level, including adjustments for repricing of personnel compensation, Civilian disability compensation and other related costs. This will allow	8,290	

(2)	RIF cost avoidance (+2 E/S, +51 W/Y), (Baseline: \$383,091). Reverse an incorrect realignment of civilian personnel from direct OfM,N funded to reimbursably funded (+38 E/S, +38 W/Y), (Baseline: \$0).	2,684
(3)	Increase for Civilian Voluntary Separation Incentive payment (Baseline: \$59)	573
(4)	Increase reflects the purchase of collateral equipment for MILCON projects at Office of Naval Research, Naval District Washington and U.S. Naval Academy. (Baseline: \$210,287)	515
(5)	Increase to fully fund Board of Inspection and Survey (INSURV) requirements based on FY 1995 execution (Baseline: \$395,629)	3,226
(6)	Increase of D.C. Water and Sewage costs based on revised Department of Treasury estimates. (Baseline: \$210,287)	1,755
Management Initiative		
(7)	Increase reflects Naval Legal Service Command civilianization of attorney functions to offset decline in Legal Military personnel and to decrease backlog in legal services (+62 E/S, +31 W/Y), (Baseline: \$395,629)	1,888
(8)	Increase to fully support the Technology Development program, a classified program (+13 E/S, +13 W/Y), (Baseline: \$395,629)	720
(9)	Increase in civilian compensation for minimum number of caregivers required for new Child Development Centers in Anacostia and Arlington. (+20 E/S, +20 W/Y) (Baseline: \$210,287)	407
(10)	Additional firemen at Naval District Washington to meet minimum safety standards. (+5 E/S, +42 W/Y) (Baseline: \$210,287)	221
(11)	Realignment from various programs for base communications, quarters operations, MWR and utilities at various telecommunication stations to meet critical operational requirements. (+85 E/S, +94 W/Y) (Baseline: \$210,287)	3,705
(12)	Increase in contract support for Local Area Network requirements in building a baseline information systems infrastructure to allow connectivity and communications in order to keep up with today's information-based environment (Baseline: \$666,453)	4,223
(13)	Increase to properly reflect CIM initiative to regionalize and modernize civilian personnel system (Baseline: \$61,166).	5,520
(14)	Increase to support EEO initiatives (Baseline: \$61,166).	1,136
(15)	Increase supports replacement of antiquated communication equipment to support continued downsizing (Baseline: \$498,750).	3,751
(16)	Realigns customers' resources to Servicewide Support Base Operations to reflect continued implementation of transferring management of DBOF Activities Providing Telephone Service to mission funding. (+29 E/S, +29 W/Y)	2,307

(17)	(Baseline: \$210,287) Increase to maintain a stable level of general administrative support costs based on FY 1995 execution (Baseline: \$1,400,902)	3,393
Quality of Life.		
(18)	Increase reflects Chief of Naval Operations initiative to improve the quality of bachelor quarters by further supporting necessary upkeep and reducing backlog in maintenance at various sites. (Baseline: \$61,613).	1,361
10.	Program Decreases:	-95,318
a.	Program Decreases in FY 1996	(-95,318)
	Management Initiative	
(1)	Reflects decentralization of Defense Finance and Accounting Service (DFAS) payment for services provided by DFAS to DBOF activities (Baseline: \$605,287)	-58,500
(2)	Realignment of resources to Specialized Skill training for increased civilian labor costs (Baseline: \$293,584)	-1,011
(3)	Decrease in costs of ADP support from the Defense Information Services Organization due to reduced processing requirements (Baseline: \$139,864)	-1,500
(4)	Decrease reflects the reduction in usage of the Defense Data Network and Navy Leased Lines and reduction of telephone system changes and moves. (Baseline: \$210,287)	-748
(5)	Realignment of Civilian Personnel to Combat Operations Base Support for NCTS Cutler to more appropriately reflect funding location for NCTS Cutler personnel. (-50 E/S, -50 W/Y) (Baseline: \$210,287)	-1,500
(6)	Realignment of Information Management System (IMS) program to Logistics Operations and Technical Support (Baseline: \$9,665).	-9,665
	Force Structure Changes	
(7)	Net reduction in Information Security program management and technical and engineering support due to continued downsizing allowing consolidation of activities issuing Information Security materials (Baseline: \$288,463).	-605
	Execution/Fact of Life	
(8)	Reduction in costs due to Japan increasing their share of burdensharing costs (-4 E/S, -4 W/Y), (Baseline: \$38).	-38
(9)	Acceleration of efficiencies including the Defense Switched Network change in billing to a "per call" rate (-43 E/S, -33 W/Y) (Baseline: \$288,463).	-17,274
(10)	Reduction associated with Congressional action to maintain an expense/investment threshold of under \$100,000 for noncentrally managed equipment purchases funded in O&M,N (Baseline: \$1,034,243).	-4,477

11. FY 1996 Current Estimate	1,699,592
12. Price Growth:	51,159
13. Functional Transfers:	
a. Transfers In	
(1) Inter-Appropriation	
(a) In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer from OPN reflects the purchase of all noncentrally managed equipment in the O&M,N appropriation regardless of the unit cost of the item.	(47,142)
(b) Transfer of Pentagon Renovation from a Defense-Wide appropriation.	44,014
(c) Transfer of Office of Civilian Personnel Management Office (OCPM) Europe Service Center from Operating Forces Base Support in cognizant with regionalization effort (+15 E/S, +15 W/Y).	(11,485)
(2) Intra-Appropriation	
(a) Transfer of Solomon's Island Navy Recreation Center from Air Operations Base Support.	3,128
(b) Transfer of Activities Providing Telephone Services funding from various activities to facilitate standardization telecommunications functions and equipment upgrades. (+5 W/Y, +5 E/S).	(2,800)
(b) Transfer of civilian personnel from the Central Still Media Records Center to the American Forces Information Service.	(328)
(b) Transfer of Subsistence-In-Kind (SIK), In-Place Consecutive Overseas Tour (IPCOT), and Overseas Tour Extension Incentive Program (Option C) to Military Personnel, Navy appropriation since these programs directly support military personnel.	(-251,293)
(c) Transfer Defense Finance and Accounting Services (DFAS) funding to Defense Health Program (DHP) appropriation.	-250,928
(c) Transfer of support military personnel.	(-213)
(c) Transfer Defense Finance and Accounting Services (DFAS) funding to Defense Health Program (DHP) appropriation.	(-222,915)
(c) Transfer Defense Finance and Accounting Services (DFAS) funding to Defense Health Program (DHP) appropriation.	(-27,800)
(2) Intra-Appropriation	
(a) Transfer of funding for OCPM Yokosuka to Ship Operations Base Support to properly reflect funding location (transfer funds in FY 1997 but transfer E/S and W/Ys in FY 1996).	-365
(b) Transfer of satellite communications systems operation manager to Combat Operations/Support (-1 E/S, -1 W/Y).	(-230)
	(-103)

(c)	Transfer of communication security (COMSEC) material system billet to Air Operations Base Support (-1 E/S, -1 W/Y).	(-32)
14.	Program Increases:	\$79,148
a.	Annualization of FY 1996 Program Management Initiative	(2,674)
(1)	Increase reflects Naval Legal Service Command civilianization of attorney functions to offset decline in legal military personnel and to meet increased legal service requirements (+31 W/Y), (Baseline: \$419,486).	2,674
b.	One-Time FY 1997 Cost Management Initiative	(8,318)
(1)	Funding in support of the Multitechnology Automated Reader Card (MARC) program which will provide data input into Commercial-Off-the-Shelf (COTS) business tools utilized by the Navy in a number of nontactical functions (Baseline: \$419,486).	8,000
	Quality of Life Initiatives	318
(2)	Increase supports essential Bachelor Quarters repair and maintenance projects (Baseline: \$49,312).	(68,156)
c.	Program Increases in FY 1996 Program Management Initiative	4,232
(1)	Increase to support the stand-up of two additional Regional Service Centers and the retrofitting of the European Service Center as well as the extension of Pacific Service Center to Japan, Korea and outer island (Baseline: \$69,215).	1,663
(2)	Increase in support of the Abused Family Member program that supports family members who are victims of domestic violence by their member sponsor (Baseline: \$419,486).	158
(3)	Reflects essential Public Works support for personnel moving into the Washington Navy Yard as a result of BRAC realignments (Baseline: \$189,649).	0
(4)	Civilian personnel realignment from Public Works Center Washington for National Capital Region Motorpool to reflect transfer of management function from DBOF to mission funding (+41 E/S, +41 W/Y) (Baseline: \$189,649).	
	Execution/Fact of Life	89
(5)	Increase in Public Works and communication costs due to installation	

(6)	of new telephone system (Baseline: \$137,805)	66
	Increase for necessary Base Communication support due to BRAC decision to relocate NAVFAC Headquarters. (Baseline: \$189,649).	
(7)	Increase in Defense Finance and Accounting Service (DFAS) support (Baseline: \$317,900).	10,522
(8)	Funding supports Navy share of cost for DISA to centrally manage the Defense Messaging System infrastructure (Baseline: \$265,873).	1,200
(9)	Increase supports leased lines required for remote control costs due to station remototing/automation (Baseline: \$265,873).	13,531
 Infrastructure Changes		
(10)	Increase for necessary base support at Naval Support Activity, Memphis to support BRAC decision to relocate the Bureau of Naval Personnel to this base (Baseline: \$189,649).	1,456
 Quality of Life Initiatives		
(11)	Increase in support for Morale, Welfare and Recreation functions and Family Support program to achieve DoN directed Quality of Life (QOL) standards (+5 E/S, +4 W/Y) (Baseline: \$419,486).	229
(12)	Increase in support costs to provide Quality of Life (QOL) recreation support equipment for AFLOAT military personnel (Baseline: \$419,486).	23,867
 Strategy and Policy		
(13)	Increase to support continuing DON and NDW efforts for compliance with federal, state and local environmental standards. (Baseline: \$238,961).	7,688
(14)	Increase supports continual operational implementation of multiple broadcast services; integrated and interoperable data transfer; and broadcast and bandwidth management for upgraded Fleet communications (Baseline: \$265,873).	485
 Modernization		
(15)	Increase supports the Shore LF/VLF Solid State Amplifier Replacement Program and software integration and testing of the new generation of off-the-shelf open architecture submarine communications equipment (Baseline: \$265,873).	2,843
(16)	Increase supports the establishment of Information Security software support activity for the initial phase of the Navy Key Management System (Baseline: \$265,873).	127

15. Program Decreases:

- \$121,111

a. Annualization of FY 1996 Program		
Infrastructure Changes		(-2,444)
(1)	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: \$419,486).	-141
Legislative Changes		
(2)	Decrease reflects full year costs for decline in personnel for the Audit Service (+1 E/S, -22 W/Y) (Baseline: \$545,431).	-2,303
b. One-Time FY 1996 Costs		
Legislative Changes		(-38,259)
(1)	Decrease reflects Congressional adjustment for the Navy Standard Integrated Personnel System (NSIPS) (Baseline: \$9,000).	-9,198
(2)	Decrease reflects Congressional adjustment for the Challenge Athena only in FY 1996 (Baseline: \$27,000).	-27,594
Execution/Fact of Life		
(3)	Decrease reflects Congressional adjustment for the Real Property Maintenance not carried over into FY 1997 (Baseline: \$22,821).	-1,467
c. Program Decreases in FY 1997		
Execution/Fact of Life		(-80,408)
(1)	Decrease in disability compensation payments based on latest Department of Labor estimates (Baseline: \$4,930).	-523
(2)	Decrease in civilian voluntary separation incentive payment and benefits to former employees (Baseline: \$829).	-200
(3)	Decrease in unemployment compensation payments based on latest Department of Labor estimates (Baseline: \$20,661).	-3,065
(4)	Decrease reflects completion of collateral equipment purchases for MILCON projects at various sites (Baseline: \$189,649).	-531
(5)	Reduction in support from Naval Data Automation Command due to replacement of the CAPS modules (Baseline: \$69,215).	-137
(6)	Decrease in other costs due to the completion of DCPDS Headquarters transition from Defense Megacenters NAS Jacksonville to the Defense Megacenter, Kelly AFB (Baseline: \$69,215).	-77
(7)	Completion of software development effort for Source Data System and reduced equipment maintenance due to replacement of information processors utilized in the Source Data System (Baseline: \$137,805)	-1,853
(8)	Decrease in costs of Defense Information Services Organization ADP support due to processing efficiencies (Baseline: \$137,805)	-5,475

(9)	Decrease in funding for Electronic Military Personnel Record System microfiche conversion based on FY 1995 execution (Baseline: \$137,805)	-3,017
(10)	Reduce contractual processing support for the Data Resource Management Assessment program (Baseline: \$137,805)	-154
(11)	Decrease due to completion of major maintenance and repair and minor construction projects at various locations. Projects include fire protection and safety, building repairs, and grounds and roads maintenance (Baseline: \$399,587)	-8,418
(12)	Decrease for Navy Legal Service Office base support due to BRAC efforts at Treasure Island and Orlando. (Baseline: \$189,649).	-79
(13)	Decrease of GSA Lease costs based on the latest bill (Baseline: \$46,127).	-3,440
(14)	Decrease reflects reduced technical management and logistics support requirements for the NAVSTAR Global Positioning System as the system is incorporated throughout the Navy (Baseline: \$265,873).	-514
 Infrastructure Reductions		
(15)	Decrease in personnel and associated support due to downsizing and relocation of Naval Air Systems Command Headquarters from leased spaces to government owned property under Base Realignment and Closure (BRAC) (-143 E/S, -75 W/Y), (Baseline: \$19,534)	-4,692
(16)	Decrease in civilian personnel and associated support costs commensurate with overall Navy downsizing (-211 E/S, -181 W/Y) (Baseline: \$1,699,592).	-17,041
 Management Initiative		
(17)	Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold (Baseline: \$1,177,387).	-37
(18)	Decreased support of the National Performance Review Initiative in outsourcing civilian personnel functions which results in savings/efficiencies (-6 E/S, -6 W/Y) (Baseline: \$1,154,506).	-480
(19)	Decrease reflects completion of safe drinking water studies (Baseline: \$22,821).	-69
(20)	Reduced software maintenance and standardization due to process improvements and reduced system requirements for management information systems (Baseline: \$683,236).	-1,736
(21)	Reduction in civilian personnel costs and other Legal Service Support Group costs associated with disestablishments of detachments and reduced level of cases (-4 W/Y), (Baseline: \$419,486).	-2,201
(22)	Reduction in civilian personnel costs and other Judge Advocate General support costs due to reduced number of Field Law Libraries (-1 W/Y),	-1,277

(23)	(Baseline: \$419,486). Decrease in anticipated JAG claims based on latest projection (Baseline: \$419,486).	-507
Modernization		
(24)	Decrease reflects the phase down of the Naples and Eastpac relocation projects (Baseline: \$265,873).	-5,404
(25)	Decrease reflects replacement of Local Digital Message Exchange and Naval Communication Processing and Routing Systems equipment with upgrades hardware, and reduced software support (Baseline: \$265,873).	-3,627
(26)	Reduction reflects replacing analog circuits with digital circuits for backup dedicated connections within the telecommunications and computer network (Baseline: \$265,873).	-7,501
(27)	Decrease reflects improved efficiencies in procuring communication services from Central Design Activities and lower costs due to DISA (Baseline: \$265,873).	-8,353
16.	FY 1997 Budget Request	\$1,504,637

V. Performance Criteria:
SECNAV Staff

	FY 1995		FY 1996		FY 1997	
	MIL	CIV	MIL	CIV	MIL	CIV
	ES	ES	ES	ES	ES	ES
	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)
Subtotal CIVPERS Funding	50,542		47,895		46,468	
General Support Fundin	25,071		21,363		18,596	
Total Funding	213 532	75,613	236 532	69,258	236 510	65,064

CNO Staff

	FY 1995		FY 1996		FY 1997	
	MIL	CIV	MIL	CIV	MIL	CIV
	ES	ES	ES	ES	ES	ES
	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)
Subtotal CIVPERS Funding	18,739		20,081		20,245	
General Support Funding	4,104		4,338		16,834	
Total Funding	752 300	22,843	752 312	24,419	732 306	37,079

Naval Audit Service

	FY 1995			FY 1996			FY 1997		
	(\$000)	Years	Work Units	(\$000)	Years	Work Units	(\$000)	Years	Units
Performance Audits*	20,023	287	100	16,392	239	88	14,416	194	82
CFO Audits	8,240	111	4	12,108	160	4	13,216	170	4
Operational Audits	2,791	40	19	2,980	40	19	2,813	40	19
Audit Research	7,395	106	135	5,588	75	59	4,571	65	51
NCIS Assistants/MGT Capacity Evals	2,930	42	46	2,235	30	27	2,110	30	27
Total	41,379	586		39,303	544		37,126	499	

* 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.

Command and Administration

Number of Programs Supported
Number of Field Activities Supported
Total Civilian Population Supported
Total Military Population Supported

<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
113	143	143
53	62	59
24,385	27,024	25,883
1,503	1,820	1,744

Public Affairs (Units)
Requests for Information
Navy Releases
Home Town News Releases
Community Relations Events/
Embarkations
Magazines Published
and Distributed

<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
398,097	401,075	402,125
600,985	75,755	75,180
2,019,773	1,792,973	1,598,973
17,923	17,653	17,486
508,027	408,027	408,027

Civilian Manpower Management

Civilian Personnel Served
US Direct Hire

<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
235,133	222,786	209,138

Military Manpower Management

Military Personnel Served
Active Duty
Officer
Enlisted

<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
430,458	420,500	402,900
58,788	58,400	56,100
371,670	362,100	346,800

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

Naval Legal Service Command
 Number of General Court-Martial to Convening Authority 239
 Number of Special Court-Martial to Convening Authority 1,165
 Number of Summary Court-Martial (NLSC Involvement) 85
 Number of JAG Manual Investigations 2,432
 Number of Personnel Claims Completed 22,957
 Number of Admiralty Claims Completed 49
 Number of Other Claims Completed 16,745
 Number of Article 32 Investigations Completed 295
 Number of Administrative Boards Completed 2,452
 Number of Cases Reviewed in Physical Evaluation Boards 1,600
 Number of Personnel Represented in Foreign Criminal Jurisdiction Cases 13,382
 Number of Legal Assistance Clients Seen 279,541

Board of Inspection and Survey
 Number of Ship Inspections

Naval Historical Center (\$000)

Navy Memorial Museum 752
 Navy Department Library 651
 Operational Archival Branch 551
 Curator Branch 702
 Historical Research 1,853
 Ships History Branch 502

Total, Historical Center 5,011

Naval Safety Center

Number of Mishap Investigations 44
 Number of Safety Surveys 420
 Number of Safety Presentations/Meetings/Conferences 471

152

152

152

772
670
596
721
1,875
515

738
639
541
689
1,820
492

5,149

83
465
315

79
505
320

Number of Safety Assist Visits	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Number of Safety Data Analysis/Studies Conducted	69	75	75
Number of Printed Safety Awareness Lessons	49,858	39,400	39,600
Number of Learned/Training Support Materials/ Articles/Recommendations/Developed/ Distributed	438,748	428,350	537,600
Number of Audio-visual Safety Awareness Training Support Materials developed/HAWKITS revised to video/Distributed	164	140	140
Number of Safety Instructors/Safety Officers trained	396	250	250
Number of Training Programs/Syllabi/ Reviewed/Developed	56	70	70
Mishap Reports Processed	33,886	22,500	22,500
<u>Historical Ships</u>			
USS CONSTITUTION - Visitors	1,500,000	1,500,000	1,500,000
<u>Technology Development</u>			
Technology Development (W/Ys)	78	91	91
<u>Retail Sales Operations (\$000s)</u>			
Ships Stores Sales	92,200	95,000	103,400

Morale, Welfare and Recreation

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1) <u>Fleet Motion Picture Program</u>			
Feature Films	156	156	156
Copies of feature films	29	25	25
Film classics	104	104	104
Theaters	268	264	262
Projectors maintained	450	450	450
Copies of videocassettes	625	700	650
2) <u>Fleet/Shore Recreation and Fitness Program</u>			
Training Camps	12	12	12
Camp participants	425	425	425
Ships outfitted	85	85	339
Shore equipment	65	65	65
3) <u>Child Development Program</u>			
Child Development Centers	157	155	155
New Family Child/Day Care Homes	1,800	1,850	1,900
4) <u>Youth Center Program</u>			
Youth centers receiving equipment	94	81	76

Subsistence-in-Kind (Transfers to MPN appropriation beginning in FY 1997)

Daily Rates of Subsistence
in the General Messes:

ASHORE CONUS	FY 1995	FY 1996
ASHORE OVERSEAS	\$4.68	\$5.02
AFLOAT	\$5.13	\$5.47
SUPPLEMENTAL ALLOWANCES	\$4.98	\$5.35
CONTRACT MESSES	\$4.41	\$4.43
HOSPITAL FEEDINGS	\$5.00	\$5.15
MILITARY SEALIFT COMMAND	\$1.73	\$93
COAST GUARD	\$1.77	\$1.40
	\$1.83	\$1.63

COMPUTATION OF FUND REQUIREMENTS IS PROVIDED IN THE FOLLOWING TABLE:

	FY 1995	FY 1996
PERSONNEL STATISTICS:		
ENLISTED STRENGTH (W/Y)	386,845	364,529
ON MONETARY ALLOWANCE	210,636	199,656
SPECIAL RATIONS	525	589
TOTAL REDUCTIONS	211,261	200,245
NAVY ENLISTED		
ENLISTED TO BE SUBSISTED	175,584	164,284
PLUS OTHER SERVICES ENTITLED TO BE SUBSISTED IN NAVY GENERAL MESSES	8,294	8,220
MINUS NAVY ENLISTED ENTITLED TO BE SUBSISTED IN OTHER SERVICES GENERAL MESSES	1,007	940
TOTAL ENLISTED TO BE SUBSISTED	182,871	171,564

DISTRIBUTION OF BALANCE ENTITLED TO BE
SUBSISTED IN GENERAL MESSES

	FY 1995			FY 1996		
	GROSS NUMBER	% ABSENT	NET NUMBER	GROSS NUMBER	% ABSENT	NET NUMBER
CONUS:						
NAVY	41,864	0.47	22,188	39,170	0.47	20,760
OTHERS	2,154		2,154	2,120		2,120
OVERSEAS:						
NAVY	8,711	0.48	4,530	8,151	0.48	4,239
OTHERS	751		751	733		733
AFLOAT:						
NAVY	124,002	0.28	89,281	116,023	0.36	74,255
OTHERS	5,389		5,389	5,367		5,367
TOTAL	182,871		124,293	171,564		107,474

DISTRIBUTION OF BALANCE ENTITLED TO BE
SUBSISTED IN GENERAL MESSES
(IN THOUSANDS OF DOLLARS)

	FY 1995			FY 1996		
	RATE NUMBER	RATE DAILY	ANNUAL AMOUNT	RATE NUMBER	RATE DAILY	ANNUAL AMOUNT
SUBSISTENCE IN GENERAL MESSES						
BASIC ALLOWANCE						
CONUS:						
NAVY	22,188	\$4.68	\$1,708.20	20,760	\$5.02	\$1,837.32
OTHERS	2,154	\$4.68	\$1,708.20	2,120	\$5.02	\$1,837.32
			\$37,902			\$38,143
			\$3,679			\$3,895
OVERSEAS:						
NAVY	4,530	\$5.13	\$1,872.45	4,239	\$5.47	\$2,002.02
OTHERS	751	\$5.13	\$1,872.45	733	\$5.47	\$2,002.02
			\$8,482			\$8,487
			\$1,406			\$1,467
AFLOAT:						
NAVY	89,281	\$4.98	\$1,817.70	74,255	\$5.35	\$1,958.10
OTHERS	5,389	\$4.98	\$1,817.70	5,367	\$5.35	\$1,958.10
			\$162,286			\$145,399
			\$9,796			\$10,509
TOTAL	124,293		\$223,551	107,474		\$207,900

DISTRIBUTION OF BALANCE ENTITLED TO BE
SUBSISTED IN GENERAL MESSES
(IN THOUSANDS OF DOLLARS)

	FY 1995			AMOUNT	FY 1996			AMOUNT
	NUMBER	RATE DAILY	RATE ANNUAL		NUMBER	RATE DAILY	RATE ANNUAL	
OPERATIONAL RATIONS								
FLIGHT/BOAT RATIONS				\$199				\$204
EMERGENCY RATIONS				644				694
ROTATION OF OPERATIONAL RATIONS				948				958
TOTAL				\$1,791				\$1,856
AUGMENTATION RATIONS								
SUPPLEMENTAL ALLOWANCES	31,477	\$0.41	\$149.65	\$4,711	29,708	\$0.43	\$157.38	\$4,675

DISTRIBUTION OF BALANCE ENTITLED TO BE
SUBSISTED IN GENERAL MESSES
(IN THOUSANDS OF DOLLARS)

	FY 1995			AMOUNT	NUMBER	FY 1996		
	NUMBER	RATE DAILY	RATE ANNUAL			RATE DAILY	RATE ANNUAL	AMOUNT
OTHER PROGRAMS								
NEW FOOD ITEM PROGRAM				0				0
CONTRACT MESSES	625	\$5.00	\$1,825	\$1,141	589	\$5.15	\$1,844.90	\$1,110
INVENTORY ADJUSTMENT				(1,354)				(1,242)
SURVEYS/ SPOILAGE				\$3,342				\$3,885

DISTRIBUTION OF BALANCE ENTITLED TO BE
SUBSISTED IN GENERAL MESSES
(IN THOUSANDS OF DOLLARS)

	FY 1995			FY 1996				
	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	2,915	\$.73	\$266.45	\$777	1,971	\$.93	\$340.38	\$611
2) MILITARY SEALIFT596 COMMAND	\$1.77	\$646.05	\$385		562	\$1.40	\$512.40	\$288
3) COAST GUARD	4	\$.83	\$302.95	\$1	4	\$.63	\$230.58	\$1
SALES OF MEALS- RATE/BDFA COST OF FOOD VARIANCE			502					1,250
FOREIGN CURRENCY FLUCTUATION			(505)					(485)
DLA COST CREDIT(FY 1995)			(9,410)					
SALES OF MEALS- BULK SUBSISTENCE			\$40,251					\$40,331
TOTAL			\$35,131					\$45,809
GRAND TOTAL			\$265,183					\$260,240
LESS REIMBURSABLES OBLIGATIONS			\$40,251					\$40,331
TOTAL DIRECT REQUIREMENT			\$224,932					\$219,909

Fleet Ballistic Missile (FBM) Strategic Communications Program (Units)

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
CEP Analysis and Assessments (W/Y)	21.2	0	0
Integrated Verdin Transmit Terminal	1.0	0	0
Interference Mitigation and Biological & Ecological Studies (Sites)	2.0	2	2

Information Security (Units)

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Systems Support			
Key Management	1	1	1
Secure Voice Systems	7	7	7
Secure Data Systems	1	1	1
Software Support			
Key Management	1	1	1
Field Support (Surveys)	150	150	150
Global Pre-Positioning System (GPS)--Units	612	612	612

Base Operations Support (\$000)

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Operation and Maintenance, Navy	251,488	238,961	245,571
Other Base Operating Support	169,092	126,758	121,883
Real Property Maintenance	34,118	49,312	45,196
Base Communications	35,197	43,331	45,145
Environmental Compliance	6,366	12,270	20,920
Bachelor Quarters Operations	341	396	2,704
Morale, Welfare, and Recreation	6,374	6,894	9,723

PROGRAM DATA

Number of Installations

Active Forces

CONUS

OCONUS

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
CONUS	8	8	8
OCONUS	1	1	1

Other Criteria

Number of BEQ Rooms:

Number of BOQ Room:

Motor Vehicles

Owned:

Leased Long Term:

Leased Short Term:

Child Care Center Spaces:

Supv. Home Care Spaces:

GSA Leased Space (000 SF):

GSA Leased Space Cost (\$000):

Non-GSA Lease Space (000 SF):

Non-GSA Lease Space Cost (\$000):

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Number of BEQ Rooms:	1,178	4,040	4,040
Number of BOQ Room:	120	266	266
Motor Vehicles			
Owned:	961	1486	1540
Leased Long Term:	275	285	289
Leased Short Term:	3	2	2
Child Care Center Spaces:	512	869	922
Supv. Home Care Spaces:	267	307	307
GSA Leased Space (000 SF):	3,271	2,635	2,635
GSA Leased Space Cost (\$000):	40,578	29,607	20,272
Non-GSA Lease Space (000 SF):	1,018	74	74
Non-GSA Lease Space Cost (\$000):	20,191	684	687

Base Operations Support (\$000)

Maintenance and Repair Utilities (\$000):
Floor Space (000 SF): 63,641
Pavement (SY): 2,095,113
Land (acre): 9,522
RR Trackage (miles): 42
Piers, Wharves (F): 18,214
Facility Value CPV (\$000): 2,675,023

FY 1997

FY 1996

2,963
68,506
2,098,221
6,448
43
14,019
10,072,550

3,282
68,520
2,098,241
6,448
43
14,019
10,017,565

V. Personnel Summary
End Strength (E/S)

FY 1997

FY 1996

A. Military (Total)
Officer
Enlisted

10,188
2,621
7,567

10,309
2,690
7,619

Civilian (Total)
USDH
FNDH
FNIH

6,439
6,197
79
163

6,726
6,495
71
160

Work Years (W/Y)

B. Military (Total)
Officer
Enlisted

10,239
2,652
7,587

10,416
2,652
7,764

Civilian (Total)
USDH
FNDH
FNIH

6,599
6,358
78
163

6,791
6,562
70
159

Budget Activity: 04 - Administration and Servicewide Support
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 systems. 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 to 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 of 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.

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 (HME) 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 HME 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 HME and selected electronic equipment.

Budget Activity: 04 - Administration and Servicewide Support

Activity Group: Logistics Operations & Technical Support (Continued)

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 Squads, 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.

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 339 Battle Force Ships in FY 1997, and 10 active USN Carrier air wings. 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 and funds the Navy's execution of real property maintenance through the EFDs.

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Title

	FY 1995 Current Estimate	Budget Request	FY 1996 Appro- priation	Current Estimate	FY 1997 Budget Estimate
Servicewide Transportation	165,197	147,132	147,132	143,411	151,371
Planning, Eng & Design	659,468	249,620	249,620	268,492	284,268
Acquisition and Pgm Mgmt	398,451	426,404	412,904	434,504	467,318
Air Systems Support	322,050	302,011	302,011	264,523	276,446
Hull, Mech & Electrical Spt	53,237	60,022	60,022	54,016	48,613
Combat/Weapons Systems	36,431	41,632	51,632	39,509	39,083
Space & Elec Warfare Sys	66,287	68,111	68,111	65,919	72,540
Base Support	100,442	144,576	139,551	140,897	145,338
Real Property Maintenance	44,548	13,758	18,783	15,033	11,967
Subtotal	1,846,111	1,453,266	1,449,766	1,426,304	1,496,944
DERF	-4,579				
TOTAL	1,841,532	1,453,266	1,449,766	1,426,304	1,496,944

B. Reconciliation Summary: \$ in 000

	FY 1996 Req/FY 1996 Current	Change	FY 1996/FY 1997
Baseline Funding	1,453,266		1,426,304
Congressional Adjustments (Distributed)	-3,500		0
Congressional Adjustments (Undistributed)	-13,589		0
Supplemental	0		0
Reprogramming/Transfers	2,320		0
Technical Adjustments	-6,571		0
Price Change	-3,248		31,939
Functional Transfers	2,024		41,564
Program Changes	-4,398		-2,863
Current Estimate	1,426,304		1,496,944

C. Reconciliation of Increases and Decreases

- FY 1996 President's Budget Request
- Congressional Adjustments (Distributed)
 - Reverse Osmosis Desalinators
 - AN-URQ-70
 - Acquisition Reform
- FY 1996 Appropriated Amount (Distributed adjustments only):
- Congressional Adjustments (Undistributed)
 - Foreign Currency Adjustment
 - Administrative Travel Reduction
 - NEXCOM Second Destination Travel
 - Civilian Understrength
 - Supply Management Reforms
 - Real Property Maintenance
 - Revised Economic Assumptions
 - Printing Efficiencies

1. Reduced Audits	(-519)	
j. Transportation Improvements	(-276)	
5. Reprogrammings/Transfers:		2,320
a. Increases		
1) Contingencies - Bosnia	3,959	
2) Contingencies - Other	1,125	
3) DROF Refund	2,308	
b. Decreases		
1) Inflation Offset for Contingencies	-5,072	
6. Technical Adjustments Required to Comply With Congressional Intent:		-6,571
a. Acquisition Reform	3,429	
b. AN-URQ-70	-10,000	
7. Price Growth		-3,248
8. Functional Transfers		2,024
a. Transfers In		
1) Intra-Appropriation		
a) Transfer legal and service-wide communications support to improve oversight (30 E/S, 30 W/Y) (Baseline \$0)	1,989	
b) Transfer phone leasing program to consolidate management (Baseline \$0)	35	
9. Program Increases:		33,798
a. Program Growth in FY 1996	(12,598)	
Management Initiatives		
1) Increased operating support for Visibility and Management of Operating and Support Costs (VAMOSC) needed to make improvements to weapons systems management (Baseline \$742)	1,000	
2) Consolidation of Information Resource Management program at Headquarters to achieve operating efficiencies (Baseline \$0)	9,674	
3) Program realignments to achieve efficiencies (Baseline \$0)	1,164	
4) Support of major ship weapons systems engineering and design (Baseline \$228,130)	760	
b. New FY 1996 Program	(21,200)	
Modernization		
1) Funding for the Secretary of the Navy LAN/WAN computer system needed to provide connectivity among Pentagon and major offices within the Naval District Washington area (Baseline \$0)	21,200	
10. Program Decreases:		-38,196
a. Program Decreases in FY 1996	(-38,196)	
Management Initiatives		
1) Realignment of Ship Inspection program to improve management oversight (Baseline \$3,226)	-3,226	
2) Reduction in Navy Classified Programs	-4,044	
3) Realignment of litigation funds to accommodate centralized management and oversight of program (Baseline \$4,480)	-18,650	
4) Realignment of funding for consolidation of arms control treaties under combat operations/support (Baseline \$9,015)	-9,015	
Fact of Life Changes		
1) Federal Employees Compensation Act reductions to reflect actual costs that are less than anticipated.	-3,261	

11. FY 1996 Current Estimate		1,426,304
12. Price Growth		31,939
		41,564
13. Functional Transfers:		
a. Transfer in	(41,659)	
1) Intra-Appropriation		
a) Navy centralized procurement of ADP equipment that will reduce unit costs (Baseline \$795)	816	
b) Phone leasing required to further consolidate telephone operations (Baseline \$149)	16	
2) Inter-Appropriation		
a) Joint Engineering Data Management Information and Control System (JEDMICS) and Rapid Acquisition of Manufactured Parts (RAMP) transfers from O&M, Defense-wide to O&M, Navy appropriation. (Baseline \$0)	40,300	
b) Streamlined Procurement Acquisition Policy initiative to improve the contracting process. (Baseline \$527)	527	
b. Transfers Out	(-95)	
1) Intra-Appropriation		
a) Navy Personnel Research and Development Center Human Resources support that transfers to the Pacific Fleet (2 E/S, 2 W/Y) (Baseline \$95)	-95	
14. Program Increases		9,263
a. Program Growth FY 1997		
Management Initiatives		
1) Increase in Navy Classified Programs	1,827	
2) Increase to support Automated Information Systems needed to capture SWT performance and cost data, world-wide/all services (Baseline \$9,609)	1,373	
Execution/Fact of Life Changes		
1) Service-wide transportation reflecting contingency shipments for which performance criteria is not yet available (Baseline \$143,428)	2,464	
2) Equipment maintenance increase in support of out-of-production aircraft (Baseline \$5,815)	2,279	
3) Contingency operations funding	1,320	
15. Program Decreases		-12,126
a. Program decrease in FY 1997		
1) Force structure reduction effect on Civilian/Voluntary Disability Separation and Disability Compensation costs (E/S-917, W/Y-482) (Baseline \$5,112)	-1,636	
2) Reduction in personnel travel reflecting continued/increased constraint of travel costs and force structure reduction (Baseline \$10,770)	-1,235	
3) Equipment Purchases to reflect force structure reduction (Baseline \$11,336)	-4,323	
4) Standard Level User Charge (rent) reduction reflecting base closures and office consolidation/relocations (Baseline \$25,538)	-4,932	
16. FY 1997 President's Budget Request		\$1,496,944

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
IV. Performance Criteria and Evaluation			
A. SERVICEWIDE TRANSPORTATION			
Total # of Short Tons Transported	337,919	280,984	280,978
Air Mobility Command	12,249	10,137	10,142
Commercial Surface	325,670	270,847	270,836
Total # of Measurement Tons trans.	419,169	327,668	327,693
Military Sealift Command	419,169	327,668	327,693
Total # of tons port-handled	597,260	470,916	470,824
Military Traffic Mgmt. Command	597,260	470,916	470,824
B. PLANNING, ENGINEERING & DESIGN			
Hazard Abatement			
Environmental units/projects/studies	73	60	84
Environmental Restoration			
Environmental units/projects/studies	215	0	0
(Units funded by the Defense Environmental Restoration Account)			
Facilities Engineering Investigations			
# of investigations	9	0	0
Facilities # of planning studies	4	0	0
Federal Energy Management Program			
# of programs managed	0	0	30
Operational Support-Field (Facilities)			
# of field divisions	2	2	2
Engineering Field Divisions			
# of Engineering Field Divisions	4	4	4
Number of Space & Electronic Programs Managed	497	491	461
In-Service Ships and Systems Support			
# of battle force ships	353	341	339
New Ship Acquisition Support			
# of ships authorized	8	10	8
# of ships delivering to Fleet	29	25	19
Ship Concept/Feasibility Studies and			
# Preliminary Contract Designs	10	9	10
C. ACQUISITION AND PROGRAM MANAGEMENT			
Operational Support-Field			
# of Space field activities	1	1	1

IV. Performance Criteria and Evaluation

	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Miscellaneous Field Operations			
# of CNO field activities	1	1	1
# of Contracting Regions Supported	4	9	9
# of Purchased Actions	39,000	65,000	63,000
# of Procurement Offices Providing Technical Direction	865	835	828
Percent of Contract Dollars awarded competitively	84	84	84
Project Management Office-Air programs			
Total # of Programs/Projects Managed	287	287	287
Program Executive Office-Tactical Air			
Total # of Programs/Projects Managed	78	78	78
Program Executive Office-ASW Aircraft			
Total # of Programs/Projects Managed	71	71	71
Program Executive Office-Cruise Missile			
Total # of Programs/Projects Managed	71	71	71
Sea Program			
# offices supported	6	6	6
 D. AIR SYSTEM SUPPORT			
Aircraft Structural Life Surveillance			
Service Performed (\$000)			
Structural Analysis	4,215	921	1,880
(SAFE/SLAP) Program	4,484	6,240	5,323
Total	8,699	7,161	7,203
Electro Magnetic Interference (EMI)			
Weapon Type (Units)			
Aircraft EMI Hardness	3	1	2
Ordnance EMI Hardness	5	3	4
Service Performed (Units)			
EMI Fleet Assistance	7	6	7
Air Industrial Electromagnetic	4	3	3
Navy's Standards Reform Program			
Type Standards (\$000)			
Aviation/Ordnance Standards	4,937	5,198	6,501
Shipboard/Submarine/Ordnance Standards	2,368	7,000	7,000
Electronic/Space Standards	727	1,250	1,250
Facility Standards	337	2,500	2,350
Supply Standards	0	1,000	900
Assistant Secretary of the Navy Support	0	2,283	2,000
Total	8,369	19,231	20,001

Budget Activity: 04 - Administration and Servicewide Support

FY 1995 FY 1996 FY 1997

Aircraft Systems Fleet Support
Engineering Change Related Actions.Units
Incorporate Approved Changes/Updates to
Tech Data Pkgs. Units

640 458 504
384 237 251

Generate Engineering Source Data to
Update Mat'l/Process Specs. Units
Generate Updated Source Data for Aircraft
Tactical Manuals.Units
Respond to Fleet Requests for
On-site Engineering Assistance.Units
Perform Studies/Investigations.Units
Engineering and Scientist Development
Program (ESDP). (M/Y)

4 2 3
15 9 12
22 14 17
37 22 28
43 39 39

Naval Aviation Logistics Data Analysis (NALDA)

Service Performed
NALDA Core Programs (CPU Hours)
Interservice Equipment Oil Analysis (\$000)
AV-3M ADP Support (\$000)

5,684 5,307 7,685
725 725 767
1,860 1,670 1,726

Naval Aviation Maintenance Office (NAAMO) (Workyears)

Naval Air Technical Services Facility (NATSF) (Workyears)

133 129 122
268 268 223

Ground Support Equipment In-Service Engineering

Service Performed (Units)
Fleet Deficiencies Investigated
Support Equipment Requirements Data

1,156 712 1,117
1,185 740 1,125

Design Changes/Program.Units
Procurement Data Packages
Proposals/Bids Evaluated
Pre-Award Surveys

640 410 540
820 520 775
578 366 540
250 161 227

Automatic Test Equipment Center

Service Performed (Units)
ATE Data Bases Supported
Publications Generated/Updated
Unsatisfactory Reports

9 5 6
53 35 50
310 188 230

ATE Operating System/Test Executive
System Software work packages
Processed/tapes replaced. Units
Engineering Change Proposals (ECP's)
Field Bulletins Reviewed Units

705 442 590
28 16 23

Technical Publications
printed pubs

3,497 3,260 5,047

FY 1995 FY 1996 FY 1997

Out of Production Engineering/Logistics
Weapons System Support (Workyears)
 Aircraft/Engines
 Ordnance
 Common Avionics/Ejection Seats
 Support Equipment

865 700 717
 29 50 59
 32 33 49
 48 25 30

Follow-On Test & Evaluation

of Tests 23 9 7

Tactical Systems Software Support

of trouble reports

Support Equipment ILS Management

Facility (Workyears)

Metrolgy Engineering Center

Naval Air Weapons Center Air Division
 (NAWC AD), Lakehurst

3,223 2,081 2,762

5 5 5
 20 12 20

Navy Data Automation Centers

Facility

Naval Aviation Depot, North Island (W/Y)
 Commercial (Cost \$000)

2 2 2
 1,614 1,611 1,706

Airborne Anti-Submarine Warfare Support

Type of Support (\$000)

Quality Assurance Testing

Contractor Support

Software Support

Total

810 369 380
 630 292 625
 2,316 1,652 1,953
 3,756 2,313 2,958

E. HULL, MECHANICAL & ELECTRICAL SUPPORT

Tech Manual Program

Digital Display Sys (W/Y)

Distribution # Manuals

Tech Manual Deficiency Corrections (\$000)

Drawing Mgmt # Drawings (\$000)

6 6 6
 900 2,000 1,000
 405 1,223 613
 150 250 200

SEADDSA/SEALOG

Personnel Spt (W/Y)

Other Purchases (\$000)

55
 397

Environmental Engineering (\$000)

16,139 19,032 15,233

Ship System Engineering (\$000)

25,216 23,143 25,582

FY 1995 FY 1996 FY 1997

F. COMBAT/WEAPONS SYSTEMS

QUALITY EVALUATION PROGRAM (Units)

Gun Propellant Safety	9,000	9,000	9,000
Surface Missiles	261	49	63
Undersea Weapons	404	148	134
Surface Munitions	39	16	13

*Units represent number of simulated weapons evaluated

ICSTF/EMI CONTROL

EMI Problem Solving # Units	21	20	24
Submarine Ship Electromagnetic Interference Problem Solving (EMI) # Units	3	3	4

*Units represent the number of tests performed

RADIATION/ORDNANCE SECURITY

Navy Lockshop # Units	8	0	0
Surveys/Audits/Inspections	5	0	0

TOTAL SHIP TEST/STANDARDIZATION

Total Ship Test Program # Units	21	35	38
Sharp (Standardization) # Units	2	5	4

SOFTWARE MAINTENANCE

ACDS Surface Tactical Data System (W/Y)	164	158	175
NTDS Surface Tactical Data System (W/Y)	57	42	22
SGS/AC Support (W/Y)	6	3	3

G. SPACE & ELECTRONIC WARFARE SYSTEMS

Navy Tactical Command Systems Afloat

# of Force Level Platforms	21	27	27
# of Unit Level Platforms	180	183	186
# of Shore Sites	7	8	9

Operations Baseline Upgrade (OBU) # of systems supported

Operation Support Systems (OSS) # of systems supported

Over the Horizon (OTH) Radar # of workyears

Advanced Tactical Data Link System (ATDLS) # of systems

Tactical Support Centers	10	10	10
# Systems			

Electronic Warfare Reprogrammable Library

# of systems supported/# of programs	22	24	24
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Meteorological Support

# of systems supported/# actions completed	1/1	1/1	1/1
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	5/110	6/115	6/115
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	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
Electronic Test & Repair # of workyears	3.1	.8	0
Maintenance Engineering # of actions completed	2,092	973	0
Space and Electronic Warfare Technical Publications	246	193	157
# of Replenishments	5.5	5.5	4.2
# Engineering Data Maintenance/Repository TMDERS Processed	97.0	97.0	97.0
Shipboard Cover and Deception # of type/model Vans supported	3	3	3
Electronic Warfare # of workyears	23.8	24.4	23.5
Naval Information Programs (NIPS)			
Hardware Systems (Units):			
NIPS Phase II Shipboard	30	0	0
NIPS Phase II Shore	4	0	0
NIPS Phase III Shipboard	20	0	0
NIPS Phase III Shore	4	0	0
Total NIPS Systems	58	0	0
Tactical Electromagnetic Program (TEMP) # of systems supported	8	0	0
Surface Ship ASW Analysis			
# of Units (SHAREM Exercises)	0	6	6
# of W/Y (SHAREM)	0	2	2
# of W/Y (PACER)	0	2	2
Shipboard Non-tactical Automated Data Processing (SNAP) Program			
# of Workyears	212	277	277
# of Automated Info Systems	27	27	27
Integrated Comm Systems # of workyears	21	34	47
Inspection & Survey (INSURV) # of systems supported	46	0	0
Safety			
# of actions completed	14	17	0
Marine Air Traffic Control Squadron (MATCS) Maintenance Support # of workyears	10.8	12.7	14.8
Navy Occup Safety & Health (NAVOSH) # of actions	10	10	0
Airborne ASW Support # of exercises supported	14	14	16
Battle Group Passive Horizon Extension System # of workyears	0	0	12.4

H. BASE OPERATIONS

# Vehicles Owned					
# Vehicles Leased					
GSA Floor Space (KSF)					
GSA Floor Space Cost (\$000)					
Non-GSA Floor Space (KSF)					
Non-GSA Floor Space (\$000)					

V. Personnel Summary:

A. End Strength (E/S)

	FY 1995	FY 1996	FY 1997	Change FY 1996/FY 1997	FY 1995	FY 1996	FY 1997	
1. Active Military End Strength (Total)	1,783	1,844	1,782	-62				
Officer	968	1,129	1,090	-39				
Enlisted	815	715	692	-23				
2. Civilian End Strength (Total)	11,654	13,717	12,800	-917				
US Direct Hire	8,869	9,481	8,659	-822				
Foreign National Direct Hire	43	30	30	0				
Total Direct Hire	8,912	9,511	8,689	-822				
U.S. Direct Hire (Reimb)	2,741	3,929	3,834	-95				
Foreign National Direct Hire (Reimb)	1	1	1	0				
Total Direct Hire (Reimb)	2,742	3,930	3,835	-95				
Foreign National Indirect Hire (Reimb)	0	276	276	0				

B. Work Years (W/Y)

1. Active Military W/Y (Total)	1,940	1,794	1,809	15				
Enlisted	1,031	1,039	1,107	68				
Officer	909	755	702	-53				
2. Civilian Work Years (Total)	11,222	13,825	13,341	-484				
U.S. Direct Hire	8,454	9,718	9,085	-633				
Foreign National Direct Hire	32	30	30	0				
Total Direct Hire	8,486	9,748	9,115	-633				
3. U.S. Direct Hire (Reimb)	2,735	3,803	3,952	149				
4. Foreign National Direct Hire (Reimb)	1	1	1	0				
Total Direct Hire (Reimb)	2,736	3,804	3,953	149				
5. Foreign National Indirect Hire (Reimb)	0	273	273	0				

Budget Activity: Administrative and Servicewide 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), the Foreign Counterintelligence (FCI) program, and the Special Activities program. 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.

III. Financial Summary (\$ in Thousands)

A. Sub-Activity Group Total

	FY 1995 Actuals	Budget Request	FY 1996 Appropriated	Current Estimate	FY 1997 Estimate
Investigations and Security Programs	537049	567479	560479	535794	568148

B. Reconciliation Summary:

	FY 1996 Req/1996 Current	Change	FY 1996/1997	Change
Baseline Funding	567479		535794	
Congressional Adjustments (distributed)	-7000		0	
Congressional Adjustments (undistributed)	-20015		0	
Reprogrammings/Transfers	-18515		0	
Technical Adjustments	7000		0	
Price Change	-96		12234	
Functional Transfers	0		41322	
Program Changes	6941		-21202	
Current Estimate	535794		568148	
C. Reconciliation of Increases and Decreases:				
1. FY 1996 President's Budget Request				(\$ in 000)
2. Congressional Adjustments (Distributed)				567,479
a. Security Programs (Arms Control)		(7,000)		(7,000)
3. FY 1996 Appropriated Amount (Distributed adjustments only)				560,479
4. Congressional Adjustments (Undistributed)				(20,015)
a. Administrative Travel Savings		(131)		(131)
b. Inspector General Consolidation (-169 E/S, -169 W/Y)		(20,000)		(20,000)
c. Civilian Understrength		(438)		(438)
d. Supply Management Reforms		(172)		(172)
e. Classified Programs		1,150		1,150
f. Printing Efficiencies		(16)		(16)
g. Reduced Audits		(2)		(2)
h. Transportation Improvements		(30)		(30)
i. Sec. 8125: Revised Economic Assumptions		(376)		(376)
5. Reprogrammings/Transfers				(18,515)
Increases			176	176
a. DBOF Refund			176	176
Decreases				(18,691)
a. Inflation Offset for Contingencies				(328)
b. Expense/Investment Criteria				(18,363)

6.	Technical Adjustments to Comply with Congressional Intent		7,000
	a. Security Programs (Arms Control)	7,000	
7.	Price Growth		(96)
8.	Program Increases:		8,895
	a. One-Time FY 1996 Costs	1,400	
	(1) Funding supports initiative to enable NCIS to transfer special agents to higher investigative workload areas in order to more productively use existing personnel.	1,400	
	b. Program Growth in FY 1996	7,495	
	(1) Classified program increase including civilian personnel. (+1 E/S, +34 W/Y)	1,745	
	(2) Funding and civilian personnel adjustment required for minimum support of program mission based on FY 1995 execution levels. This will avoid initiating RIF actions. (+74 E/S, +97 W/Y).	5,750	
9.	Program Decreases:		(1,954)
	a. Program Decreases in FY 1996	(1,954)	
	(1) Classified program decrease.	(1,748)	
	(2) Decreasing program support costs such as leases due to continued Navy downsizing.	(156)	
	(3) Realigns customer resources to Servicewide Support Base Operations to reflect continued implementation of transferring management of DBOF Activities Providing Telephone Service to mission funding.	(50)	
10.	FY 1996 Current Estimate		535,794
11.	Price Growth:		12,234
12.	Functional Transfers		41,322
	a. Transfers In	45,680	
	Inter-Appropriation	73	
	(1) Transfers funding from the Air Force for the military working dog program.	21,562	
	(2) In accordance with the goals of the National Performance Review and the Defense Performance Review, transfer from OPN reflects the purchase of all non-centrally managed equipment to the O&M,N appropriation regardless of the unit cost of the item. (Baseline \$0).		
	(3) Resources transferred from DODIG back to Navy to reflect return to NCIS of procurement fraud responsibility. (Baseline \$0).	18,640	
	Intra-Appropriation		
	(1) Transfer of resources from Logistics Operations and Technical Support into NFIP Special Activities program to reflect correct program location. (+76 E/S, +76 W/Y).	5,405	

b. Transfers Out		
Inter Appropriation		
(1)	Transfer of functions formerly within the NFIP to Combat Operations/Support. (Baseline \$3440).	(4,358) (3,440)
(2)	Transfer of functions formerly within the NFIP to Air Operations. (Baseline \$918)	(918)
13.	Program Increases:	10,932
a.	Program Growth in FY 1997	10,932
Strategy and Policy Changes		
(1)	Classified program increase.	8,044
(2)	Increased funding for essential support of aging facilities. Supports bachelor quarters revitalization and property maintenance. (Baseline \$6,456).	1,947
Legislative Changes		
(1)	Funding supports increased environmental compliance to continue to adhere to mandated environmental laws. (Baseline \$2,183).	941
14.	Program Decreases:	(32,134)
a.	One-Time FY 1996 Costs	(1,442)
(1)	Decrease for costs associated with moving NCIS special agents to areas of higher investigative workload	(1,442)
b.	Program Decreases in FY 1997	(30,692)
Force Structure Changes		
(1)	Classified program decrease, including civilian personnel. (-72 E/S, -48 W/Y).	(24,845)
(2)	NCIS compliance with 4 percent civilian personnel downsizing. (-42 E/S, -43 W/Y).	(3,403)
(3)	Decrease reflects reduced NCIS support costs including rent, supplies commensurate with defense downsizing.	(1,084)
Legislative Changes		
(1)	Decreased funding for environmental 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 1,524).	(1,360)
15.	FY 1997 Budget Request	568,148

V. Personnel Summary		FY 1995 Budget Actual	FY 1996 Budget Request	FY 1996 Current Estimate	FY 1997 Budget Estimate	Change FY96 BR/ FY97 BR
End Strength (E/S)						
Military						
Officer	7,165	7,597	7,567	7,490	-77	
Enlisted	780	828	782	881	99	
	6,385	6,769	6,785	6,609	-176	
Civilian						
USDH	3,780	3,711	3,617	3,748	131	
FNDH	3,719	3,648	3,554	3,688	134	
	10	5	5	2	-3	
	51	58	58	58	0	
FNIH						
Workyears (W/Y)						
Military						
Officer	7,415	7,739	7,351	7,518	167	
Enlisted	815	871	773	825	52	
	6,600	6,868	6,578	6,693	115	
Civilian						
USDH	3,828	3,643	3,605	3,759	154	
FNDH	3,757	3,580	3,542	3,699	157	
	20	5	5	2	-3	
	51	58	58	58	0	
FNIH						

Department of the Navy
Operation & Maintenance, Navy
FY 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 1995 Actual	Budget Request	FY 1996 Approp- riated	Current Estimate	FY 1997 Budget Estimate
International Headquarters and Agencies	8,438	7,395	7,395	8,156	7,544
Total	8,438	7,395	7,395	8,156	7,544

B. Reconciliation Summary

	Change FY 1996/FY 1996	Change FY 1996/FY 1997
Baseline Funding	7,395	8,156
Congressional Adjustments (General)	-58	0
Reprogrammings/Transfers	-12	0
Price Change	0	176
Program Changes	831	-788
Current Estimate	8,156	7,544

D. Reconciliation of Increases and Decreases:

	(\$ in 000)
1. FY 1996 President's Budget Request	\$7,395
2. FY 1996 Appropriated Amount	7,395
3. Congressional Adjustments (Undistributed):	
a. Administrative Travel Savings	-58

(-10)

b. Supply Management Reform	(-13)	
c. Printing Efficiencies	(-1)	
d. Reduced Audits	(-2)	
e. Transportation Improvements	(-1)	
f. Sec 8125: Revised Economic Assumptions	(-29)	
g. Civilian Understrength	(-2)	
4. Reprogramming/Transfers:		-12
a. Increases:	(12)	
(1) DBOF Refund	12	
b. Decreases:	(-24)	
(1) Inflation offset for contingencies	-24	
5. Program Increases		1,276
a. One-Time FY 1996 Costs	(524)	
<u>Management Initiatives</u>		
(1) Increase support for Joint/Combined Exercises in	524	
developing countries (Baseline: \$2,238).		
b. Program Growth in FY 1996	(752)	
<u>Management Initiatives</u>		
(1) Increase in payment of personal expenses for foreign	445	
defense personnel to attend USCINCPAC sponsored		
conferences as part of the Title 10 program in the		
Pacific AOR (Baseline: \$531).		
<u>Execution/Fact of Life</u>		
(2) Increase in payment for 3% administrative fee	307	
for Foreign Military Sales (FMS) training cases		
(Baseline: \$522).		
6. Program Decreases:		-445
a. Program Decreases in FY 1996	(-445)	
<u>Management Initiatives</u>		
(1) Decrease in Title 10 Program efforts for Joint/Combined	-275	
Exercises in the Pacific Basin due to reduced U.S. force		
presence (Baseline: \$2,238).		
(2) Decrease in Title 10 program efforts for	-170	
Humanitarian/Civic Assistance due to reduced U.S. force		
presence (Baseline: \$2,073).		
7. FY 1996 Current Estimate		8,156
8. Price Growth:		176
9. Program Decreases:		-788
a. One-Time FY 1997 Costs	(-536)	
<u>Management Initiatives</u>		
(1) Decrease in support of additional Joint/Combined Exercises	-536	
in developing countries (Baseline: \$2,487).		
b. Program Decreases in FY 1997	(-252)	

Management Initiatives

- (1) Decrease in supplies, materials and other support costs for Technology Transfer and Title 10 program efforts (Baseline: \$6,785).
- (2) Savings resulting from increased usage of the IMPAC Bank Card for purchases below the micro-purchase threshold (Baseline: \$6,684).

-128

-20

Execution/Fact of Life

- (3) Decrease in payment for the 3% Administrative Fee for Foreign Military Sales (FMS) training cases (Baseline: \$829).

-104

10. FY 1997 Budget Request

\$7,544

IV. Performance Criteria and Evaluation

Latin American Cooperation Program (\$000)

Navy Medical Travel (\$000)

Title 10 Initiatives (\$000):

Joint/Combined Exercises
Payment of Foreign Defense Personnel, Personal Expenses
Humanitarian/Civic Assistance
Total Title 10 Initiatives

Number of Technology Transfer Issues Reviewed

Number of FMS Cases

Audit Savings have been incorporated into current budget controls.

FY 1995
396

FY 1996
388

FY 1997
398

165

160

164

1,855
1,077
2,602
5,534

2,487
976
1,850
5,313

1,951
927
1,876
4,754

4,455

4,455

4,455

49

40

32

V. Personnel Summary

No military or civilian personnel are assigned to this activity group.