

The conference outcome is reflected in the tables of this report in Research, Development, Test, and Evaluation, Army, PE 63125A.

Sense of Congress concerning full support for development and fielding of a layered ballistic missile defense

The House bill included a provision (sec. 226) that would express the sense of Congress concerning support for development and fielding of a layered ballistic missile defense system.

The Senate amendment contained no similar provision.
The House recedes.

TITLE III—OPERATION AND MAINTENANCE

Operation and maintenance overview

The budget request included \$142.8 billion for operation and maintenance for the Department of Defense.

The House bill would authorize \$142.5 billion for operation and maintenance.

The Senate amendment would authorize \$143.6 billion for operation and maintenance.

The conferees agree to authorize \$142.8 billion for operation and maintenance for the Department of Defense.

Unless noted explicitly in the statement of managers, all changes are made without prejudice.

Title III - Operation and Maintenance
(Dollars in Thousands)

<u>Program Title</u>	<u>FY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
Operation and Maintenance, Army	28,924,973	28,868,671	28,725,273	-137,754	28,787,219
Operation and Maintenance, Navy	33,334,690	33,126,090	33,307,690	20,993	33,355,683
Operation and Maintenance, Marine Corps	4,961,393	4,923,993	4,998,493	5,800	4,967,193
Operation and Maintenance, Air Force	33,655,633	33,393,333	32,967,215	-537,171	33,118,462
Operation and Maintenance, Defense-wide	22,574,278	22,732,978	22,397,153	-74,025	22,500,253
Operation and Maintenance, Army Reserve	2,508,062	2,508,062	2,512,062	1,800	2,509,862
Operation and Maintenance, Navy Reserve	1,186,883	1,194,883	1,186,883		1,186,883
Operation and Maintenance, Marine Corps Reserve	208,637	208,637	208,637		208,637
Operation and Maintenance, Air Force Reserve	2,692,077	2,692,077	2,821,817	129,740	2,821,817
Operation and Maintenance, Army National Guard	5,840,209	5,845,809	5,861,409	17,200	5,857,409
Operation and Maintenance, Air National Guard	5,041,965	5,044,365	5,469,368	414,703	5,456,668
ENVIRONMENTAL RESTORATION, ARMY	434,879	434,879	434,879		434,879
ENVIRONMENTAL RESTORATION, NAVY	300,591	300,591	300,591		300,591
ENVIRONMENTAL RESTORATION, AIR FORCE	458,428	458,428	458,428		458,428
ENVIRONMENTAL RESTORATION, DEFENSE	12,751	12,751	12,751		12,751
ENVIRONMENTAL RESTORATION FORMERLY USED SITES	250,249	250,249	270,249	20,000	270,249
US COURT OF APPEALS FOR THE ARMED FORCES	11,971	11,971	11,971		11,971
OVERSEAS CONTINGENCY OPERATIONS TRANSFER FUND	5,000	5,000	5,000		5,000
OVERSEAS HUMANITARIAN, DISASTER AND CIVIC AID	103,300	103,300	63,300		103,300
FORMER SOVIET UNION THREAT REDUCTION	348,048	398,048	448,048	80,000	428,048
GRAND TOTAL DEPARTMENT OF DEFENSE	142,854,017	142,514,115	143,461,217	-56,714	142,795,303

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	Operation and Maintenance, Army					
	BUDGET ACTIVITY 01: OPERATING FORCES					
	LAND FORCES					
2020a	010 MANEUVER UNITS	887,030	887,030	1,103,730	2,800	889,830
	Extended cold weather clothing system			[4,000]	[2,800]	
	Grow the force transfer from title XV			[212,700]		
2020a	020 MODULAR SUPPORT BRIGADES	93,630	93,630	93,630		93,630
2020a	030 ECHELONS ABOVE BRIGADE	693,513	693,513	693,513		693,513
2020a	040 THEATER LEVEL ASSETS	771,074	771,074	771,074		771,074
2020a	050 LAND FORCES OPERATIONS SUPPORT	1,242,988	1,242,988	1,242,988		1,242,988
2020a	060 AVIATION ASSETS	848,171	848,171	848,171		848,171
	LAND FORCES READINESS					
2020a	070 FORCE READINESS OPERATIONS SUPPORT	2,051,266	2,051,266	2,056,266		2,051,266
	Manufacturing Engineering Training Outreach Program (METOP)			[5,000]		
2020a	080 LAND FORCES SYSTEMS READINESS	555,405	555,405	555,405		555,405
2020a	090 LAND FORCES DEPOT MAINTENANCE	804,892	804,892	890,892		804,892
	Transfer from Aircraft Procurement, Army, Line 3, ARH			[86,000]		
2020a	100 LAND FORCES READINESS SUPPORT	6,802,278	6,802,278	6,802,278		6,802,278
	BASE OPERATIONS SUPPORT					

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2020a	110 SUSTAINMENT, RESTORATION, & MODERNIZATION Training range improvement	2,031,173	2,031,173	2,046,173 [15,000]	3,200 [1,200]	2,034,373
2020a	120 Bomb line modernization (transferred from Ammunition Procurement, Army)	285,198	285,198	285,198	[2,000]	285,198
2020a	130 MANAGEMENT AND OPERATIONAL HQ	113,872	113,872	113,872		113,872
2020a	140 ADDITIONAL ACTIVITIES	233,035	233,035	233,035		233,035
	TOTAL, BA 01: OPERATING FORCES	17,413,525	17,413,525	17,736,225	6,000	17,419,525
	BUDGET ACTIVITY 02: MOBILIZATION					
	MOBILITY OPERATIONS					
2020a	150 STRATEGIC MOBILITY	288,063	288,063	288,063		288,063
2020a	160 ARMY PREPOSITIONING STOCKS Army Prepositioned Stocks	156,318	86,318 [-70,000]	156,318	-70,000 [-70,000]	86,318
2020a	170 INDUSTRIAL PREPAREDNESS					
	TOTAL, BA 02: MOBILIZATION	444,381	374,381	444,381	-70,000	374,381
	BUDGET ACTIVITY 03: TRAINING AND RECRUITING					
	ACCESSION TRAINING					
2020a	180 OFFICER ACQUISITION	116,804	116,804	116,804		116,804
2020a	190 RECRUIT TRAINING	47,608	47,608	47,608		47,608

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Account Line	Program Title	FY2008 Request	House Authorized	Senate Authorized	Conference Change	Conference Authorized
2020a	200 ONE STATION UNIT TRAINING	50,796	50,796	50,796		50,796
2020a	210 SENIOR RESERVE OFFICERS TRAINING CORPS	364,863	364,863	364,863		364,863
	BASIC SKILL/ADVANCE TRAINING					
2020a	220 SPECIALIZED SKILL TRAINING	574,212	574,212	574,212		574,212
2020a	230 FLIGHT TRAINING	695,377	695,377	695,377		695,377
2020a	240 PROFESSIONAL DEVELOPMENT EDUCATION Leadership for Leaders Command and General Staff College	113,769	114,769	113,769	500	114,269
2020a	250 TRAINING SUPPORT Air and Missile Defense Instrumentation System	706,416	707,766 [1350]	706,416	[500]	706,416
	RECRUITING/OTHER TRAINING					
2020a	260 RECRUITING AND ADVERTISING	603,498	603,498	686,498		603,498
2020a	270 EXAMINING	152,793	152,793	152,793		152,793
2020a	280 OFF-DUTY AND VOLUNTARY EDUCATION	238,457	238,457	238,457		238,457
2020a	290 CIVILIAN EDUCATION AND TRAINING	199,956	199,956	199,956		199,956
2020a	300 JUNIOR ROTC	147,203	147,203	147,203		147,203
	TOTAL, BA 03: TRAINING AND RECRUITING	4,011,752	4,014,102	4,093,752	500	4,012,252

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<u>BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES</u>						
<u>SECURITY PROGRAMS</u>						
2020a	310 SECURITY PROGRAMS Classified program	757,874	757,874	758,774 [900]	-1,432 [-1432]	756,442
<u>LOGISTICS OPERATIONS</u>						
2020a	320 SERVICEWIDE TRANSPORTATION	686,899	686,899	686,899		686,899
2020a	330 CENTRAL SUPPLY ACTIVITIES	642,906	642,906	642,906		642,906
2020a	340 LOGISTIC SUPPORT ACTIVITIES	506,679	506,679	506,679		506,679
2020a	350 AMMUNITION MANAGEMENT	476,807	476,807	476,807		476,807
<u>SERVICEWIDE SUPPORT</u>						
2020a	360 ADMINISTRATION	775,819	775,819	775,819		775,819
2020a	370 SERVICEWIDE COMMUNICATIONS Army servicewide communications-other contracts General Fund Enterprise Business System (GFEBS) realignment	1,192,413	1,149,413 [-43,000]	1,192,413	-72,822 [-43,000] [-29,822]	1,119,591
2020a	380 MANPOWER MANAGEMENT	269,420	269,420	269,420		269,420
2020a	390 OTHER PERSONNEL SUPPORT Grow the force transfer from title XV	217,872	217,872	612,572 [394,700]		217,872
2020a	400 OTHER SERVICE SUPPORT	841,825	841,825	841,825		841,825
2020a	410 ARMY CLAIMS ACTIVITIES	233,786	233,786	233,786		233,786
2020a	420 REAL ESTATE MANAGEMENT	48,170	48,170	48,170		48,170

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	SUPPORT OF OTHER NATIONS					
2020a	430 SUPPORT OF NATO OPERATIONS	362,159	362,159	362,159		362,159
2020a	440 MISC. SUPPORT OF OTHER NATIONS	42,686	42,686	42,686		42,686
	CONTINUING RESOLUTION ADJUSTMENT					
2020a	450 FSRM, CONTINUING RESOLUTION ADJUSTMENT					
	TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES	7,065,315	7,012,315	7,450,915	-74,254	6,981,061
	UNDISTRIBUTED					
	Readiness training restoration		250,000			
	Army operational unobligated balances estimate		-195,652			
	Total Operation and Maintenance, Army	28,924,973	28,868,671	29,725,273	-137,754	28,787,219
	Operation and Maintenance, Navy					
	BUDGET ACTIVITY 01: OPERATING FORCES					
	AIR OPERATIONS					
1804n	010 MISSION AND OTHER FLIGHT OPERATIONS	3,607,384	3,607,384	3,607,384		3,607,384
1804n	020 FLEET AIR TRAINING	937,648	937,648	937,648		937,648
1804n	030 INTERMEDIATE MAINTENANCE	50,805	50,805	50,805		50,805
1804n	040 AIR OPERATIONS AND SAFETY SUPPORT	127,578	127,578	127,578		127,578

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1804n 050	AIR SYSTEMS SUPPORT	479,941	479,941	479,941		479,941
1804n 060	AIRCRAFT DEPOT MAINTENANCE	1,017,876	1,108,478	1,094,876		1,017,876
	increased funds		[91,600]	[77,000]		
1804n 070	AIRCRAFT DEPOT OPERATIONS SUPPORT	152,464	153,464	152,464		152,464
	F/A-18 C/D Filament-wound External Fuel Tank Refurbishment		[1,000]			
	SHIP OPERATIONS					
1804n 080	MISSION AND OTHER SHIP OPERATIONS	3,463,690	3,463,690	3,463,690		3,463,690
1804n 090	SHIP OPERATIONS SUPPORT & TRAINING	671,029	671,029	671,029		671,029
1804n 100	SHIP DEPOT MAINTENANCE	4,416,438	4,416,438	4,416,438		4,416,438
	Ship Reserve Forces maintenance (transferred to OMNR)					
1804n 110	SHIP DEPOT OPERATIONS SUPPORT	1,081,734	1,081,734	1,081,734		1,081,734
	COMBAT OPERATIONS/SUPPORT					
1804n 120	COMBAT COMMUNICATIONS	564,929	564,929	564,929		564,929
1804n 130	ELECTRONIC WARFARE	74,888	74,888	74,888		74,888
1804n 140	SPACE SYSTEMS AND SURVEILLANCE	159,521	159,521	159,521		159,521
1804n 150	WARFARE TACTICS	390,335	390,335	390,335		390,335
1804n 160	OPERATIONAL METEOROLOGY AND OCEANOGRAPHY	260,736	260,736	260,736		260,736
1804n 170	COMBAT SUPPORT FORCES	1,105,254	1,112,754	1,105,254	7,500	1,112,754
	Joint POW/MIA Accounting Command		[7,500]		[7,500]	
1804n 180	EQUIPMENT MAINTENANCE	176,743	176,743	176,743		176,743
1804n 190	DEPOT OPERATIONS SUPPORT	3,925	3,925	3,925		3,925

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	<u>WEAPONS SUPPORT</u>					
1804n 200	CRUISE MISSILE	138,447	138,447	138,447		138,447
1804n 210	FLEET BALLISTIC MISSILE	974,235	974,235	974,235		974,235
1804n 220	IN-SERVICE WEAPONS SYSTEMS SUPPORT	99,435	99,435	99,435		99,435
1804n 230	WEAPONS MAINTENANCE	486,603	486,603	516,103	11,760	498,363
	Mk45 Mod 5" gun overhaul			[29,500]	[11,760]	
1804n 240	OTHER WEAPON SYSTEMS SUPPORT	315,141	315,141	315,141		315,141
	<u>BASE SUPPORT</u>					
1804n 250	ENTERPRISE INFORMATION	610,899	610,899	610,899		610,899
1804n 260	SUSTAINMENT, RESTORATION AND MODERNIZATION	1,246,489	1,246,489	1,246,489		1,246,489
1804n 270	BASE OPERATING SUPPORT	3,826,778	3,826,778	3,831,778		3,826,778
	Supplemental environmental impact statement			[5,000]		
	TOTAL, BA 01: OPERATING FORCES	26,440,945	26,541,045	26,552,445	19,260	26,460,205
	<u>BUDGET ACTIVITY 02: MOBILIZATION</u>					
	<u>READY RESERVE AND REPOSITIONING FORCES</u>					
1804n 280	SHIP REPOSITIONING AND SURGE	541,656	541,656	541,656		541,656
	<u>ACTIVATIONS/INACTIVATIONS</u>					
1804n 290	AIRCRAFT ACTIVATIONS/INACTIVATIONS	7,166	7,166	7,166		7,166
1804n 300	SHIP ACTIVATIONS/INACTIVATIONS	192,440	192,440	192,440		192,440

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	<u>MOBILIZATION PREPAREDNESS</u>					
1804n 310	FLEET HOSPITAL PROGRAM	29,880	29,880	29,880		29,880
1804n 320	INDUSTRIAL READINESS	2,043	2,043	2,043		2,043
1804n 330	COAST GUARD SUPPORT	21,538	21,538	21,538		21,538
	TOTAL, BA 02: MOBILIZATION	794,723	794,723	794,723		794,723
	<u>BUDGET ACTIVITY 03: TRAINING AND RECRUITING</u>					
	<u>ACCESSION TRAINING</u>					
1804n 340	OFFICER ACQUISITION	135,602	135,602	135,602		135,602
1804n 350	RECRUIT TRAINING	11,308	11,308	11,308		11,308
1804n 360	RESERVE OFFICERS TRAINING CORPS	112,185	112,185	112,185		112,185
	<u>BASIC SKILLS AND ADVANCED TRAINING</u>					
1804n 370	SPECIALIZED SKILL TRAINING	486,138	486,138	486,138		486,138
1804n 380	FLIGHT TRAINING	475,655	475,655	475,655		475,655
1804n 390	PROFESSIONAL DEVELOPMENT EDUCATION	161,017	161,017	161,017		161,017
1804n 400	TRAINING SUPPORT	161,647	161,647	161,647		161,647
	<u>RECRUITING AND OTHER TRAINING AND EDUCATION</u>					
1804n 410	RECRUITING AND ADVERTISING	264,309	264,309	264,309		264,309

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1804n 420	OFF-DUTY AND VOLUNTARY EDUCATION	144,828	145,128	144,828	300	145,128
	Naval Sea Cadet Training		[300]		[300]	
1804n 430	CIVILIAN EDUCATION AND TRAINING	74,991	74,991	74,991		74,991
1804n 440	JUNIOR ROTC	47,515	47,515	47,515		47,515
	TOTAL, BA 03: TRAINING AND RECRUITING	2,075,195	2,075,495	2,075,195	300	2,075,495
 <u>BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES</u>						
<u>SERVICEWIDE SUPPORT</u>						
1804n 450	ADMINISTRATION	759,691	759,691	759,691		759,691
1804n 460	EXTERNAL RELATIONS	5,448	5,448	5,448		5,448
1804n 470	CIVILIAN MANPOWER AND PERSONNEL MANAGEMENT	104,347	94,947	104,347		104,347
	National Security Personnel System		[-5,500]			
	A-76 Studies		[-3,900]			
1804n 480	MILITARY MANPOWER AND PERSONNEL MANAGEMENT	151,915	151,915	151,915		151,915
1804n 490	OTHER PERSONNEL SUPPORT	275,033	275,033	275,033		275,033
1804n 500	SERVICEWIDE COMMUNICATIONS	578,999	568,999	578,999		578,999
	Navy Marine Corps Intranet		[-10,000]			
1804n 510	MEDICAL ACTIVITIES					

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	<u>LOGISTICS OPERATIONS AND TECHNICAL SUPPORT</u>					
1804n	520 SERVICEWIDE TRANSPORTATION	237,202	237,202	237,202		237,202
1804n	530 ENVIRONMENTAL PROGRAMS					
1804n	540 PLANNING, ENGINEERING AND DESIGN	243,861	243,861	243,861		243,861
1804n	550 ACQUISITION AND PROGRAM MANAGEMENT	559,214	559,214	559,214		559,214
1804n	560 HULL, MECHANICAL AND ELECTRICAL SUPPORT	58,963	58,963	58,963		58,963
1804n	570 COMBAT/WEAPONS SYSTEMS	17,205	17,205	17,205		17,205
1804n	580 SPACE AND ELECTRONIC WARFARE SYSTEMS	77,793	77,793	77,793		77,793
	<u>INVESTIGATIONS AND SECURITY PROGRAMS</u>					
1804n	590 NAVAL INVESTIGATIVE SERVICE	421,887	421,887	421,887		421,887
	<u>SUPPORT OF OTHER NATIONS</u>					
1804n	640 INTERNATIONAL HEADQUARTERS AND AGENCIES	11,290	11,290	11,290		11,290
1804n	650 PRESIDENTIAL DRAWDOWN AUTHORITY					
	<u>CANCELLED ACCOUNTS</u>					
1804n	660 CANCELLED ACCOUNT ADJUSTMENTS					
	<u>OTHER PROGRAMS</u>					
1804n	999 OTHER PROGRAMS Classified program	520,979	520,979	523,079 [2,100]	1,433 [1,433]	522,412
	TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES	4,023,827	4,004,427	4,025,927	1,433	4,025,260

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	UNDISTRIBUTED					
	Unobligated balances		-202,600	-80,600		
	WCF excess balances			-80,000		
	Navy Civilian personnel overstatement		-75,000			
	Under-execution of End Strength		-12,000			
	Total Operation and Maintenance, Navy	33,334,690	33,126,090	33,307,690	20,993	33,355,683
	Operation and Maintenance, Marine Corps					
	<u>BUDGET ACTIVITY 01: OPERATING FORCES</u>					
	EXPEDITIONARY FORCES					
1108n	010 OPERATIONAL FORCES	887,734	881,234	889,734	4,000	871,734
	Extended Cold Weather Clothing System			[6,000]	[2,400]	
	Family of combat equipment support and services		[10,000]	[10,000]		
	Rapid deployable shelter			[6,000]		
	Multi-Voltage EMI Hardened Fluorescent Stringable Tent Lighting System		[3,500]		[1,600]	
1108n	020 FIELD LOGISTICS	502,437	502,437	517,537	1,800	504,237
	Mobile corrosion protection			[15,100]	[1,800]	
1108n	030 DEPOT MAINTENANCE	71,240	83,240	71,240		71,240
	Radar set, 3-D long-range		[12,000]			
1108n	040 BASE SUPPORT					

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	USMC PREPOSITIONING					
1106n 050	MARITIME PREPOSITIONING	73,870	73,870	73,870		73,870
1106n 060	NORWAY PREPOSITIONING	5,681	5,681	5,681		5,681
	BASE SUPPORT					
1106n 070	SUSTAINMENT, RESTORATION, & MODERNIZATION	517,701	517,701	517,701		517,701
1106n 080	BASE OPERATING SUPPORT	1,742,906	1,742,906	1,742,906		1,742,906
	TOTAL, BA 01: OPERATING FORCES	3,781,569	3,807,069	3,818,669	5,800	3,787,369
	<u>BUDGET ACTIVITY 03: TRAINING AND RECRUITING</u>					
	<u>ACCESSION TRAINING</u>					
1106n 090	RECRUIT TRAINING	13,242	13,242	13,242		13,242
1106n 100	OFFICER ACQUISITION	520	520	520		520
	<u>BASIC SKILLS AND ADVANCED TRAINING</u>					
1106n 110	SPECIALIZED SKILL TRAINING	54,185	54,185	54,185		54,185
1106n 120	FLIGHT TRAINING	318	318	318		318
1106n 130	PROFESSIONAL DEVELOPMENT EDUCATION	16,751	16,751	16,751		16,751
1106n 140	TRAINING SUPPORT	284,071	284,071	284,071		284,071

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<u>Account</u>	<u>Line</u>	<u>Program Title</u>	<u>EY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
		<u>RECRUITING AND OTHER TRAINING EDUCATION</u>					
1106n	150	RECRUITING AND ADVERTISING	141,378	141,378	141,378		141,378
1106n	160	OFF-DUTY AND VOLUNTARY EDUCATION	57,523	57,523	57,523		57,523
1106n	170	JUNIOR ROTC	17,080	17,080	17,080		17,080
		<u>BASE SUPPORT</u>					
1106n	180	SUSTAINMENT, RESTORATION AND MODERNIZATION	56,590	56,590	56,590		56,590
1106n	190	BASE OPERATING SUPPORT	146,254	146,254	146,254		146,254
		TOTAL, BA 03: TRAINING AND RECRUITING	787,912	787,912	787,912		787,912
		<u>BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES</u>					
		<u>SERVICEWIDE SUPPORT</u>					
1106n	200	SPECIAL SUPPORT	257,131	237,131	257,131		257,131
		Expeditionary Fighting Vehicle Program Support		[-20,000]			
1106n	210	SERVICE-WIDE TRANSPORTATION	81,548	81,548	81,548		81,548
1106n	220	ADMINISTRATION	36,078	36,078	36,078		36,078
		<u>BASE SUPPORT</u>					
1106n	230	SUSTAINMENT, RESTORATION, AND MODERNIZATION	3,039	3,039	3,039		3,039
1106n	240	BASE OPERATING SUPPORT	14,116	14,116	14,116		14,116
		TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES	391,912	371,912	391,912		391,912

Title III - Operation and Maintenance
(Dollars in Thousands)

<u>Account Line</u>	<u>Program Title</u>	<u>EY2008</u>	<u>House</u>	<u>Senate</u>	<u>Conference</u>	
		<u>Request</u>	<u>Authorized</u>	<u>Authorized</u>	<u>Change</u>	
					<u>Authorized</u>	
	UNDISTRIBUTED					
	Operational unobligated balances estimate		-42,900			
	Total Operation and Maintenance, Marine Corps	4,961,393	4,923,993	4,998,493	5,800	4,967,193
	Operation and Maintenance, Air Force					
	BUDGET ACTIVITY 01: OPERATING FORCES					
	AIR OPERATIONS					
3400f	010 PRIMARY COMBAT FORCES	4,260,831	4,325,831	4,260,831	2,000	4,262,831
	MBU/P oxygen mask with lights		[2,000]		[2,000]	
	B-52 attrition reserve		[63,000]			
3400f	020 PRIMARY COMBAT WEAPONS	279,759	279,759	279,759		279,759
3400f	030 COMBAT ENHANCEMENT FORCES	673,384	673,384	673,384		673,384
3400f	040 AIR OPERATIONS TRAINING (OJT, MAINTAIN SKILLS)	1,502,472	1,502,472	1,502,472		1,502,472
3400f	050 COMBAT COMMUNICATIONS	1,839,006	1,799,006	1,839,006		1,839,006
	Baselevel communications infrastructure		[-40,000]			
3400f	060 DEPOT MAINTENANCE	2,277,479	2,339,479	2,277,479		2,277,479
3400f	070 FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	1,041,719	1,032,519	1,041,719		1,041,719
	Cheyenne Mountain transformation		[-9,200]			
3400f	080 BASE SUPPORT	2,202,105	2,202,105	2,202,105		2,202,105

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<u>Account Line</u>	<u>Program Title</u>	<u>FY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
COMBAT RELATED OPERATIONS						
3400f 090	GLOBAL C3I AND EARLY WARNING National Security Space Institute	1,318,235	1,303,235	1,321,535 [3,300]	2,640 [2,640]	1,320,875
3400f 100	NAVIGATION/WEATHER SUPPORT Air Defense Contracts and Space Support	258,712	258,712	258,712		258,712
3400f 110	OTHER COMBAT OPS SPT PROGRAMS	776,893	776,893	776,893		776,893
3400f 120	JCS EXERCISES Maintain Fairchild AFB SAR Capability	27,261	31,261	27,261		27,261
3400f 130	MANAGEMENT/OPERATIONAL HQ	327,494	327,494	327,494		327,494
3400f 140	TACTICAL INTEL AND OTHER SPECIAL ACTIVITIES	485,784	485,784	485,784		485,784
SPACE OPERATIONS						
3400f 150	LAUNCH FACILITIES	321,465	321,465	321,465		321,465
3400f 160	LAUNCH VEHICLES	51,072	51,072	51,072		51,072
3400f 170	SPACE CONTROL SYSTEMS	233,190	233,190	233,190		233,190
3400f 180	SATELLITE SYSTEMS	87,993	87,993	87,993		87,993
3400f 190	OTHER SPACE OPERATIONS	329,184	329,184	329,184		329,184
3400f 200	FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	184,632	184,632	184,632		184,632
3400f 210	BASE SUPPORT	645,518	645,518	645,518		645,518
TOTAL, BA 01: OPERATING FORCES		19,124,188	19,190,988	19,127,488	4,640	19,128,828

Title III - Operation and Maintenance
(Dollars in Thousands)

Account Line	Program Title	FY2008 Request	House Authorized	Senate Authorized	Conference Change	Conference Authorized
<u>BUDGET ACTIVITY 02: MOBILIZATION</u>						
<u>MOBILITY OPERATIONS</u>						
3400f	220 AIRLIFT OPERATIONS	2,932,076	2,932,076	2,932,076		2,932,076
3400f	230 AIRLIFT OPERATIONS C3I	49,152	49,152	49,152		49,152
3400f	240 MOBILIZATION PREPAREDNESS	190,395	190,395	190,395		190,395
3400f	250 PAYMENTS TO TRANSPORTATION BUSINESS AREA	300,000	300,000	300,000		300,000
3400f	260 DEPOT MAINTENANCE	337,741	337,741	337,741		337,741
3400f	270 FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	214,720	214,720	214,720		214,720
3400f	280 BASE SUPPORT	656,828	656,828	656,828		656,828
	TOTAL, BA 02: MOBILIZATION	4,680,912	4,680,912	4,680,912		4,680,912
<u>BUDGET ACTIVITY 03: TRAINING AND RECRUITING</u>						
<u>ACCESSION TRAINING</u>						
3400f	280 OFFICER ACQUISITION	85,528	85,528	85,528		85,528
3400f	300 RECRUIT TRAINING	11,704	11,704	11,704		11,704
3400f	310 RESERVE OFFICERS TRAINING CORPS (ROTC)	98,631	98,631	98,631		98,631
3400f	320 FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	69,047	69,047	69,047		69,047
3400f	330 BASE SUPPORT	92,671	92,671	92,671		92,671

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<u>Account Line</u>	<u>Program Title</u>	<u>FY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
	<u>BASIC SKILLS AND ADVANCED TRAINING</u>					
3400f 340	SPECIALIZED SKILL TRAINING	378,009	378,009	378,009		378,009
3400f 350	FLIGHT TRAINING	911,673	911,673	911,673		911,673
3400f 360	PROFESSIONAL DEVELOPMENT EDUCATION	173,051	173,051	173,051		173,051
3400f 370	TRAINING SUPPORT	96,679	96,679	96,679		96,679
3400f 380	DEPOT MAINTENANCE	14,309	14,309	14,309		14,309
3400f 390	FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	182,756	182,756	182,756		182,756
3400f 400	BASE SUPPORT	621,550	621,550	621,550		621,550
						821,550
						51,000
	<u>RECRUITING AND OTHER TRAINING AND EDUCATION</u>					
3400f 410	RECRUITING AND ADVERTISING	138,895	138,895	138,895		138,895
3400f 420	EXAMINING	4,820	4,820	4,820		4,820
3400f 430	OFF-DUTY AND VOLUNTARY EDUCATION	189,568	189,568	189,568		189,568
3400f 440	CIVILIAN EDUCATION AND TRAINING	133,167	133,167	133,167		133,167
3400f 450	JUNIOR ROTC	70,798	70,798	70,798		70,798
	TOTAL, BA 03: TRAINING AND RECRUITING	3,272,856	3,272,856	3,272,856		3,272,856
	<u>BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES</u>					
	<u>LOGISTICS OPERATIONS</u>					
3400f 460	LOGISTICS OPERATIONS	812,935	813,235	812,935		812,935
	U.S. Air Force life sciences equipment laboratory		[300]			
3400f 470	TECHNICAL SUPPORT ACTIVITIES	650,478	650,478	650,478		650,478

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3400f	480 SERVICEWIDE TRANSPORTATION	274,722	274,722	274,722		274,722
3400f	490 DEPOT MAINTENANCE	66,246	66,246	66,246		66,246
3400f	500 FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	290,267	290,267	290,267		290,267
3400f	510 BASE SUPPORT	1,133,524	1,133,524	1,133,524		1,133,524
	<u>SERVICEWIDE ACTIVITIES</u>					
3400f	520 ADMINISTRATION	221,139	221,139	221,139		221,139
3400f	530 SERVICE-WIDE COMMUNICATIONS	578,644	578,644	578,644		578,644
3400f	540 PERSONNEL PROGRAMS	229,575	229,575	229,575		229,575
3400f	550 ARMS CONTROL	39,300	39,300	39,300		39,300
3400f	560 OTHER SERVICEWIDE ACTIVITIES	846,771	846,771	846,296	400	846,171
3400f	560 Mobile shear			[525]	[400]	
3400f	570 OTHER PERSONNEL SUPPORT	36,195	36,195	36,195		36,195
3400f	580 CIVIL AIR PATROL	23,753	23,753	23,753		23,753
3400f	590 FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	29,772	29,772	29,772		29,772
3400f	600 BASE SUPPORT	308,771	308,771	308,771		308,771
	<u>SECURITY PROGRAMS</u>					
3400f	610 SECURITY PROGRAMS	1,001,198	1,001,198	1,000,598	1,432	1,002,630
	Classified program			[-600]	[1,432]	
	<u>SUPPORT TO OTHER NATIONS</u>					
3400f	620 INTERNATIONAL SUPPORT	35,387	35,387	35,387		35,387

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		<u>Request</u>	<u>Authorized</u>	<u>Authorized</u>	<u>Change</u>	<u>Authorized</u>
3400f	630 FSRM, CONTINUING RESOLUTION ADJUSTMENT	6,577,677	6,577,977	6,577,602	1,832	6,579,509
	TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES					
	UNDISTRIBUTED					
	CAM transfer to O&M, Air Force Reserve			-129,740	-129,740	-129,740
	CAM transfer to O&M, Air National Guard			-413,903	-413,903	-413,903
	Unobligated balances		-200,400	-60,000		
	WCF excess balances			-88,000		
	Management & professional support service		-4,000			
	Locally purchased fuel		-5,000			
	Equipment maintenance by contract		-50,000			
	Purchased communications		-70,000			
	Total Operation and Maintenance, Air Force	33,655,633	33,393,333	32,967,215	-637,171	33,118,462
	Operation and Maintenance, Defense-wide					
	BUDGET ACTIVITY 1: OPERATING FORCES					
	DEFENSEWIDE ACTIVITIES					
0100d	010 JOINT CHIEFS OF STAFF	597,309	597,309	597,309		597,309

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0100d 020	SPECIAL OPERATIONS COMMAND Language training	3,277,640	3,277,640	3,286,340 (8,700)		3,277,640
	TOTAL, BUDGET ACTIVITY 1:	3,874,949	3,874,949	3,883,649		3,874,949
	<u>BUDGET ACTIVITY 3: TRAINING AND RECRUITING</u>					
	<u>DEFENSEWIDE ACTIVITIES</u>					
0100d 030	DEFENSE ACQUISITION UNIVERSITY	104,596	104,596	104,596		104,596
	<u>RECRUITING AND OTHER TRAINING EDUCATION</u>					
0100d 040	NATIONAL DEFENSE UNIVERSITY	91,099	91,099	91,099		91,099
	TOTAL, BUDGET ACTIVITY 3:	195,695	195,695	195,695		195,695
	<u>BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES</u>					
	<u>DEFENSEWIDE ACTIVITIES</u>					
0100d 050	AMERICAN FORCES INFORMATION SERVICE	149,631	149,631	149,631		149,631
0100d 060	CIVIL MILITARY PROGRAMS National Guard Youth Challenge DOD Starbase Program	107,347	111,347 [3,500]	107,347	4,000 [3,500]	111,347
0100d 080	DEFENSE BUSINESS TRANSFORMATION AGENCY	148,028	148,028	148,028	[500]	148,028
0100d 100	DEFENSE CONTRACT AUDIT AGENCY	396,578	396,578	396,578		396,578
0100d 110	DEFENSE FINANCE AND ACCOUNTING SERVICE	432	432	432		432

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0100d 120	DEFENSE INFORMATION SYSTEMS AGENCY	945,594	945,594	945,594		945,594
0100d 140	DEFENSE LEGAL SERVICES	36,350	36,350	36,350		36,350
0100d 150	DEFENSE LOGISTICS AGENCY	299,778	321,778	299,778	8,600	308,378
	Commercial Technologies for Maintenance Activities (CTMA)		[15,000]		[1,600]	
	Procurement Technical Assistance Program		[7,000]		[7,000]	
0100d 160	DEFENSE POW/MIA OFFICE	16,400	16,600	16,400	200	16,600
	Defense Prisoner of War Missing Personnel Office		[200]		[200]	
0100d 170	DEFENSE TECHNOLOGY SECURITY AGENCY	23,671	25,671	23,671		23,671
	Global Force Management Visibility Toolset		[2,000]			
0100d 180	DEFENSE THREAT REDUCTION AGENCY	333,548	333,548	333,548		333,548
0100d 190	DEPARTMENT OF DEFENSE EDUCATION AGENCY	1,833,431	1,842,931	1,833,431	2,400	1,835,831
	Parents as Teachers		[3,000]		[2,400]	
	Coming Together Around Military Families		[6,500]			
0100d 200	DOD HUMAN RESOURCES ACTIVITY	376,292	376,292	376,292		376,292
0100d 210	DEFENSE CONTRACT MANAGEMENT AGENCY	1,044,139	1,044,139	1,044,139		1,044,139
0100d 220	DEFENSE SECURITY COOPERATION AGENCY	673,400	673,400	461,000	-205,000	468,400
	Center for international issues research			[-7,400]		
	Global train and equip program			[-200,000]	[-200,000]	
	Stability operations fellowship program			[-5,000]	[-5,000]	
0100d 230	DEFENSE SECURITY SERVICE	372,457	372,457	372,457		372,457
0100d 250	OFFICE OF ECONOMIC ADJUSTMENT	57,176	62,176	57,176	5,000	62,176
	Port of Corpus Christi military seaport infrastructure		[5,000]		[5,000]	

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	Enhanced personnel authorities for healthcare professionals				1,000	1,000
	Benefits handbook for severely injured				1,000	1,000
	Hotline investigations				7,000	7,000
	Total Operation and Maintenance, Defense-Wide	22,574,278	22,732,978	22,397,153	-74,025	22,500,253
	Operation and Maintenance, Army Reserve					
	<u>BUDGET ACTIVITY 01: OPERATING FORCES</u>					
	<u>LAND FORCES</u>					
2080a	010 MANEUVER UNITS	4,465	4,465	4,465		4,465
2080a	020 MODULAR SUPPORT BRIGADES	15,706	15,706	15,706		15,706
2080a	030 ECHELONS ABOVE BRIGADE	443,577	443,577	443,577		443,577
2080a	040 THEATER LEVEL ASSETS	154,575	154,575	154,575		154,575
2080a	050 LAND FORCES OPERATIONS SUPPORT	514,510	514,510	514,510		514,510
2080a	060 AVIATION ASSETS	63,133	63,133	63,133		63,133
	<u>LAND FORCES READINESS</u>					
2080a	070 FORCE READINESS OPERATIONS SUPPORT	230,699	230,699	230,699		230,699
2080a	080 LAND FORCES SYSTEMS READINESS	84,725	84,725	88,725	1,800	86,525
2080a	080 Mobile corrosion protection			[4,000]	[1,800]	
2080a	090 LAND FORCES DEPOT MAINTENANCE	130,683	130,683	130,683		130,683

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	<u>LAND FORCES READINESS SUPPORT</u>					
2080a	100 BASE OPERATIONS SUPPORT	502,679	502,679	502,679		502,679
2080a	110 FACILITIES SUSTAINMENT, RESTORATION, & MODERNIZATION	222,856	222,856	222,856		222,856
2080a	120 ADDITIONAL ACTIVITIES	11,367	11,367	11,367		11,367
	TOTAL, BA 01: OPERATING FORCES	2,378,975	2,378,975	2,382,975	1,800	2,380,775
	BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES					
	<u>SERVICEWIDE SUPPORT</u>					
2080a	130 ADMINISTRATION	67,309	67,309	67,309		67,309
2080a	140 SERVICEWIDE COMMUNICATIONS	10,427	10,427	10,427		10,427
2080a	150 MANPOWER MANAGEMENT	8,321	8,321	8,321		8,321
2080a	160 RECRUITING AND ADVERTISING	43,030	43,030	43,030		43,030
	<u>CONTINUING RESOLUTION ADJUSTMENT</u>					
2080a	170 FSRM, CONTINUING RESOLUTION ADJUSTMENT					
	TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES	129,087	129,087	129,087		129,087
	Total Operation and Maintenance, Army Reserve	2,508,062	2,508,062	2,512,062	1,800	2,509,862

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	Operation and Maintenance, Navy Reserve					
	BUDGET ACTIVITY 01: OPERATING FORCES					
	AIR OPERATIONS					
1806n 010	MISSION AND OTHER FLIGHT OPERATIONS	561,550	561,550	561,550		561,550
1806n 020	INTERMEDIATE MAINTENANCE	17,029	17,029	17,029		17,029
1806n 030	AIR OPERATIONS AND SAFETY SUPPORT	3,169	3,169	3,169		3,169
1806n 040	AIRCRAFT DEPOT MAINTENANCE	121,186	121,186	121,186		121,186
1806n 050	AIRCRAFT DEPOT OPERATIONS SUPPORT	393	393	393		393
	SHIP OPERATIONS					
1806n 060	MISSION AND OTHER SHIP OPERATIONS	49,766	49,766	49,766		49,766
1806n 070	SHIP OPERATIONS SUPPORT & TRAINING	573	573	573		573
1806n 080	SHIP DEPOT MAINTENANCE	41,616	53,616	41,616		41,616
	Ship Reserve Forces maintenance (transferred from OMN)		[12,000]			
1806n 090	SHIP DEPOT OPERATIONS SUPPORT	559	559	559		559
	COMBAT OPERATIONS SUPPORT					
1806n 100	COMBAT COMMUNICATIONS	15,344	15,344	15,344		15,344
1806n 110	COMBAT SUPPORT FORCES	121,531	121,531	121,531		121,531
	WEAPONS SUPPORT					
1806n 120	WEAPONS MAINTENANCE	2,141	2,141	2,141		2,141

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	<u>BASE SUPPORT</u>					
1806n 130	ENTERPRISE INFORMATION	90,262	90,262	90,262		90,262
1806n 140	SUSTAINMENT, RESTORATION AND MODERNIZATION	52,000	52,000	52,000		52,000
1806n 150	BASE OPERATING SUPPORT	94,642	94,642	94,642		94,642
	TOTAL, BA 01: OPERATING FORCES	1,171,761	1,183,761	1,171,761		1,171,761
	<u>BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES</u>					
	<u>SERVICEWIDE SUPPORT</u>					
1806n 160	ADMINISTRATION	3,260	3,260	3,260		3,260
1806n 170	MILITARY MANPOWER AND PERSONNEL MANAGEMENT	8,509	8,509	8,509		8,509
1806n 180	SERVICEWIDE COMMUNICATIONS	2,936	2,936	2,936		2,936
1806n 190	COMBAT/WEAPONS SYSTEMS					
	<u>CANCELLED ACCOUNTS</u>					
1806n 210	CANCELLED ACCOUNT ADJUSTMENTS					
	<u>OTHER PROGRAMS</u>					
1806n 999	OTHER PROGRAMS	417	417	417		417
	TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES	15,122	15,122	15,122		15,122

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	UNDISTRIBUTED					
	Underexecution of end strength		-4,000			
	Total Operation and Maintenance, Navy Reserve	1,186,883	1,194,883	1,186,883		1,186,883
	Operation and Maintenance, Marine Corps Reserve					
	BUDGET ACTIVITY 01: OPERATING FORCES					
	EXPEDITIONARY FORCES					
1107n 010	OPERATING FORCES	49,487	49,487	49,487		49,487
1107n 020	DEPOT MAINTENANCE	11,229	11,229	11,229		11,229
1107n 030	TRAINING SUPPORT	27,131	27,131	27,131		27,131
	BASE SUPPORT					
1107n 040	SUSTAINMENT, RESTORATION AND MODERNIZATION	14,827	14,827	14,827		14,827
1107n 050	BASE OPERATING SUPPORT	69,998	69,998	69,998		69,998
	TOTAL, BA 01: OPERATING FORCES	172,672	172,672	172,672		172,672
	BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES					
	SERVICEWIDE ACTIVITIES					
1107n 060	SPECIAL SUPPORT	12,417	12,417	12,417		12,417

Title III - Operation and Maintenance
(Dollars in Thousands)

<u>Account Line</u>	<u>Program Title</u>	<u>FY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
1107n 070	SERVICE-WIDE TRANSPORTATION	826	826	826		826
1107n 080	ADMINISTRATION	9,422	9,422	9,422		9,422
1107n 080	RECRUITING AND ADVERTISING	8,690	8,690	8,690		8,690
BASE SUPPORT						
1107n 100	BASE OPERATING SUPPORT	4,610	4,610	4,610		4,610
TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES		35,965	35,965	35,965		35,965
Total Operation and Maintenance, Marine Corps Reserve		208,637	208,637	208,637		208,637
Operation and Maintenance, Air Force Reserve						
BUDGET ACTIVITY 01: OPERATING FORCES						
AIR OPERATIONS						
3740f 010	PRIMARY COMBAT FORCES	1,709,952	1,709,952	1,709,952		1,709,952
3740f 020	MISSION SUPPORT OPERATIONS	99,253	99,253	99,253		99,253
3740f 030	DEPOT MAINTENANCE	399,573	399,573	399,573		399,573
3740f 040	FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	83,405	83,405	83,405		83,405
3740f 050	BASE SUPPORT	276,854	276,854	276,854		276,854
TOTAL, BA 01: OPERATING FORCES		2,569,037	2,569,037	2,569,037		2,569,037

Title III - Operation and Maintenance
(Dollars in Thousands)

<u>Account Line</u>	<u>Program Title</u>	<u>FY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
	BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES					
	<u>SERVICEWIDE ACTIVITIES</u>					
3740f 060	ADMINISTRATION	70,152	70,152	70,152		70,152
3740f 070	RECRUITING AND ADVERTISING	22,704	22,704	22,704		22,704
3740f 080	MILITARY MANPOWER AND PERS MGMT (ARPC)	22,995	22,995	22,995		22,995
3740f 090	OTHER PERS SUPPORT (DISABILITY COMP)	6,505	6,505	6,505		6,505
3740f 100	AUDIOVISUAL	684	684	684		684
						870
	<u>CONTINUING RESOLUTION ADJUSTMENT</u>					
3740f 110	FSRM, CONTINUING RESOLUTION ADJUSTMENT					
	TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES	123,040	123,040	123,040		123,040
	UNDISTRIBUTED					
	CAM transfer from O&M, Air Force			129,740	129,740	129,740
	Total Operation and Maintenance, Air Force Reserve	2,692,077	2,692,077	2,821,817	129,740	2,821,817

Title III - Operation and Maintenance
(Dollars in Thousands)

<u>Account Line</u>	<u>Program Title</u>	<u>FY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
Operation and Maintenance, Army National Guard						
BUDGET ACTIVITY 01: OPERATING FORCES						
LAND FORCES						
2065a	010 MANEUVER UNITS	638,508	640,508	642,508	3,200	641,708
	Extended Cold Weather Clothing System		[2,000]	[4,000]	[3,200]	
2065a	020 MODULAR SUPPORT BRIGADES	423,443	423,443	423,443		423,443
2065a	030 ECHELONS ABOVE BRIGADE	555,457	556,457	555,457		555,457
	M-Gators		[1,000]			
2065a	040 THEATER LEVEL ASSETS	627,343	628,343	628,643	2,800	630,143
	National Guard Interoperability Upgrades			[1,300]	[800]	
	Battery Modernization Program		[2,000]		[2,000]	
2065a	050 LAND FORCES OPERATIONS SUPPORT	34,721	34,721	34,721		34,721
2065a	060 AVIATION ASSETS	361,885	361,885	361,885		361,885
LAND FORCES READINESS						
2065a	070 FORCE READINESS OPERATIONS SUPPORT	309,655	309,655	316,555	3,000	312,655
	Integrated Disaster & Rapid Data Management Systems			[6,900]	[3,000]	
2065a	080 LAND FORCES SYSTEMS READINESS	109,561	109,561	113,561	1,800	111,361
	Mobile commsion protection			[4,000]	[1,800]	
2065a	090 LAND FORCES DEPOT MAINTENANCE	466,452	466,452	466,452		466,452

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(Dollars in Thousands)

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	<u>LAND FORCES READINESS SUPPORT</u>					
2065a	100 BASE OPERATIONS SUPPORT	828,418	828,418	828,418		828,418
2065a	110 FACILITIES SUSTAINMENT, RESTORATION, & MODERNIZATION	486,341	486,341	486,341		486,341
2065a	120 MANAGEMENT AND OPERATIONAL HQ	551,675	551,675	551,675		551,675
2065a	130 ADDITIONAL ACTIVITIES	92,517	92,517	97,517	2,400	94,917
	Operator driving simulator			[5,000]	[2,400]	
	TOTAL, BA 01: OPERATING FORCES	5,485,976	5,490,976	5,507,176	13,200	5,499,176
	BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES					
	<u>SERVICEWIDE SUPPORT</u>					
2065a	140 ADMINISTRATION	119,227	119,227	119,227		119,227
2065a	150 SERVICEWIDE COMMUNICATIONS	52,250	52,250	52,250		52,250
2065a	160 MANPOWER MANAGEMENT	7,396	7,396	7,396		7,396
2065a	170 RECRUITING AND ADVERTISING	175,360	175,360	175,360		175,360
	TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES	354,233	354,233	354,233		354,233
	UNDISTRIBUTED					
	Florida-New York Civil Support Team increase (transfer from OMANG)		600			
	Weapons Skills Trainer (transfer from O&M, ANG)				4,000	4,000
	Total Operation and Maintenance, Army National Guard	5,840,209	5,845,809	5,861,409	17,200	5,857,409

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(Dollars in Thousands)

<u>Account Line</u>	<u>Program Title</u>	<u>FY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
	Operation and Maintenance, Air National Guard					
	BUDGET ACTIVITY 01: OPERATING FORCES					
	AIR OPERATIONS					
3840f	010 AIRCRAFT OPERATIONS	3,049,334	3,049,334	3,055,334	800	3,050,134
	Controlled humidity protection			[6,000]	[800]	
3840f	020 MISSION SUPPORT OPERATIONS	540,633	540,633	548,133		540,633
	Weapons skills trainer (WST) (transfer to O&M, ARNG)			[7,500]		
3840f	030 DEPOT MAINTENANCE	587,485	587,485	587,485		587,485
3840f	040 FACILITIES SUSTAINMENT, RESTORATION & MODERNIZATION	285,227	285,227	285,227		285,227
3840f	050 BASE SUPPORT	525,149	525,149	525,149		525,149
	TOTAL, BA 01: OPERATING FORCES	4,987,828	4,987,828	5,001,328	800	4,988,628
	BUDGET ACTIVITY 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES					
	SERVICEWIDE ACTIVITIES					
3840f	060 ADMINISTRATION	30,716	30,716	30,716		30,716
3840f	070 RECRUITING AND ADVERTISING	23,421	23,421	23,421		23,421
2080a	080 CONTINUING RESOLUTION ADJUSTMENT					
	FSRM, CONTINUING RESOLUTION ADJUSTMENT					

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(Dollars in Thousands)

<u>Account Line</u>	<u>Program Title</u>	<u>EY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
TOTAL, BA 04: ADMINISTRATION & SERVICEWIDE ACTIVITIES						
	UNDISTRIBUTED	54,137	54,137	54,137		54,137
	CAM transfer from O&M, Air Force			413,903	413,903	413,903
	Florida-New York Civil Support Team Increase		2,400			
	Total Operation and Maintenance, Air National Guard	5,041,965	5,044,365	5,469,368	414,703	5,456,668
TRANSFER ACCOUNTS						
0810a	010 ENVIRONMENTAL RESTORATION, ARMY	434,879	434,879	434,879		434,879
0810n	020 ENVIRONMENTAL RESTORATION, NAVY	300,591	300,591	300,591		300,591
0810n	020 CONTINUING RESOLUTION ADJUSTMENT					
0810f	030 ENVIRONMENTAL RESTORATION, AIR FORCE	458,428	458,428	458,428		458,428
0810f	030 CONTINUING RESOLUTION ADJUSTMENT					
0810d	040 ENVIRONMENTAL RESTORATION, DEFENSE	12,751	12,751	12,751		12,751
0810d	040 CONTINUING RESOLUTION ADJUSTMENT					
0811d	050 ENVIRONMENTAL RESTORATION FORMERLY USED SITES	250,249	250,249	270,249	20,000	270,249
	Increased funds			[20,000]	[20,000]	
0811d	050 CONTINUING RESOLUTION ADJUSTMENT					
	TOTAL, O&M, TRANSFER ACCOUNTS	1,456,898	1,456,898	1,476,898	20,000	1,476,898

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(Dollars in Thousands)

<u>Account Line</u>	<u>Program Title</u>	<u>FY2008 Request</u>	<u>House Authorized</u>	<u>Senate Authorized</u>	<u>Conference Change</u>	<u>Conference Authorized</u>
	MISCELLANEOUS APPROPRIATIONS					
0104d	060 US COURT OF APPEALS FOR THE ARMED FORCES	11,971	11,971	11,971		11,971
0838d	070 SUPPORT OF INTERNATIONAL SPORTING COMPETITIONS	5,000	5,000	5,000		5,000
0118d	080 OVERSEAS CONTINGENCY OPERATIONS TRANSFER FUND	103,300	103,300	63,300		103,300
0818d	170 OVERSEAS HUMANITARIAN, DISASTER AND CIVIC AID Building partnership capacity for humanitarian assistance			[-40,000]		
1236d	180 KAH'O'OLAVE					
0134d	190 FORMER SOVIET UNION THREAT REDUCTION	348,048	398,048	448,048	80,000	428,048
	TOTAL, MISCELLANEOUS	468,319	518,319	528,319	80,000	548,319
	TOTAL OPERATION AND MAINTENANCE TITLE:	142,854,017	142,514,115	143,461,217	-55,714	142,795,303

Subtitle A—Authorization of Appropriations

Operation and maintenance funding (sec. 301)

The House bill contained a provision (sec. 301) that would authorize fiscal year 2008 funding levels for all operation and maintenance accounts.

The Senate amendment contained a similar provision (sec. 301).

The conference agreement includes this provision.

Subtitle B—Environmental Provisions

Reimbursement of Environmental Protection Agency for certain costs in connection with Moses Lake Wellfield Superfund Site, Moses Lake, Washington (sec. 311)

The House bill contained a provision (sec. 311) that would authorize the Secretary of Defense to reimburse the Environmental Protection Agency for certain costs in connection with the Moses Lake Wellfield Superfund Site, Moses Lake, Washington.

The Senate amendment contained a similar provision (sec. 311).

The House recesses.

Reimbursement of Environmental Protection Agency for certain costs in connection with the Arctic Surplus Superfund Site, Fairbanks, Alaska (sec. 312)

The House bill contained a provision (sec. 312) that would authorize the Secretary of Defense to reimburse the Environmental Protection Agency for certain costs in connection with the Arctic Surplus Superfund Site, Fairbanks, Alaska.

The Senate amendment contained a similar provision (sec. 312).

The House recesses.

Payment to Environmental Protection Agency of stipulated penalties in connection with Jackson Park Housing Complex, Washington (sec. 313)

The House bill contained a provision (sec. 313) that would authorize the Secretary of the Navy to pay a stipulated penalty assessed by the Environmental Protection Agency against the Jackson Park Housing Complex, Washington.

The Senate amendment contained a similar provision (sec. 313).

The House recesses.

Report on control of the brown tree snake (sec. 314)

The Senate amendment contained a provision (sec. 314) that would require a report from the Secretary of Defense on the Department's efforts to control the brown tree snake on Guam and prevent its introduction to other areas.

The House bill contained no similar provision.

The House recesses with an amendment that would require the Secretary of Defense to include in this report the results of management, control, and eradication efforts through integrated nat-

ural resource management plans prepared for military installations in Guam under the pilot program authorized by section 670a(g) of title 16, United States Code. The amendment would also require, as part of the Secretary's report, information on the Department's actions to implement the recommendations of the Brown Treesnake Review Panel in its final report published in March 2005.

Notification of certain residents and civilian employees at Camp Lejeune, North Carolina, of exposure to drinking water contamination (sec. 315)

The Senate amendment contained a provision (sec. 1082) that would require the Secretary of the Navy to take certain steps with regard to individuals who may have been exposed to drinking water contamination at Camp Lejeune, North Carolina.

The House bill contained no similar provision.

The House recedes with an amendment that would authorize the Secretary of the Navy to use available funds to pay for the health survey required by the provision.

Subtitle C—Workplace and Depot Issues

Availability of funds in Defense Information Systems Agency working capital fund for technology upgrades to Defense Information Systems Network (sec. 321)

The Senate amendment contained a provision (sec. 321) that would authorize the Defense Information Systems Agency to use up to \$500,000 of working capital funds to pay for any project directly related to technology upgrades to the Defense Information System Network.

The House bill contained no similar provision.

The House recedes with an amendment that would provide this authority notwithstanding section 2208 of title 10, United States Code, and clarifies the limitation on its use with respect to changing a system's performance envelope.

Modification to public-private competition requirements before conversion to contractor performance (sec. 322)

The House bill contained a provision (sec. 324) that would modify the provisions of section 2461 of title 10, United States Code, regarding the requirements for public-private competition for the performance of a function.

The Senate amendment contained an identical provision (sec. 365). The conference agreement includes this provision.

Public-private competition at end of period specified in performance agreement not required (sec. 323)

The House bill contained a provision (sec. 325) that would override the requirement in Office of Management and Budget Circular A-76 that all work awarded to federal employees pursuant to a public-private competition be recompeted at the end of the period specified in the performance agreement.

The Senate amendment contained a similar provision (sec. 370).

The House recedes.

The conferees note that this provision would give Department of Defense managers discretion to determine whether it is in the interest of the Department of Defense to conduct a follow-on competition at the end of the period specified in the performance agreement. Nothing in this provision would prohibit the conduct of such a competition, if it were determined to be in the Department's interest.

Guidelines on insourcing new and contracted out functions (sec. 324)

The House bill contained a provision (sec. 326) that would require the Under Secretary of Defense for Personnel and Readiness to establish guidelines and procedures for ensuring that full consideration is given to using federal employees to perform new functions and other categories of work that would otherwise be performed under contract.

The Senate amendment contained a similar provision (sec. 368).

The Senate recedes with an amendment that would eliminate language prohibiting the Department of Defense from initiating any new public-private competitions until the guidelines and procedures are issued. The amendment would require the Inspector General of the Department of Defense to report to the Committees on Armed Services of the Senate and the House of Representatives on the compliance of the Secretary of Defense with the requirements of this section.

Restriction on Office of Management and Budget influence over Department of Defense public-private competitions (sec. 325)

The House bill contained a provision (sec. 328) that would prohibit the Office of Management and Budget (OMB) from directing or requiring the Secretary of Defense or the secretary of a military department to undertake a particular public-private competition under OMB Circular A-76.

The Senate amendment contained a similar provision (sec. 369).

The Senate recedes with an amendment that would strike the requirement that the Secretary of Defense suspend public-private competitions under OMB Circular A-76 and substitute a requirement that the Inspector General conduct a comprehensive review of the compliance of the Secretary of Defense and the secretaries of the military departments with the requirements of the provision.

The conferees remain concerned about efforts by OMB to intervene in internal Department of Defense (DOD) decisions regarding how the Department should best be staffed to carry out its vital national security functions. Most recently, the Deputy Director of OMB sent a memorandum to the Deputy Secretary of Defense complaining that the Department of the Army had not subjected a large enough number of federal employee positions to public-private competition and that DOD had classified too many positions as being inappropriate for public-private competition. The OMB memorandum further urged DOD to actively review positions in the intelligence community for possible public-private competition.

The conferees agree that decisions about which functions should be performed by DOD employees in the interest of national security are best made by the Department of Defense. In recent years the DOD budget has grown dramatically as the Department has taken on substantial new burdens in the global war on terrorism. The Department of the Army and the defense intelligence agencies bear a particularly heavy share of these burdens. Under these circumstances, the conferees believe that DOD decisions regarding the structure of the civilian workforce required to meet national defense needs should be made without outside interference. Accordingly, the conferees direct the Secretary of Defense to make these decisions on the merits, without regard to any views that may be expressed by OMB officials.

Bid protests by federal employees in actions under Office of Management and Budget Circular A-76 (sec. 326)

The House bill contained a provision (sec. 329) that would give federal employees the same right to appeal the outcome of a public-private competition that contractors competing against those employees already have.

The Senate amendment contained an identical provision (sec. 366). The conference agreement includes this provision.

The conferees note that this provision applies to a protest of an agency decision that was made after the date of the enactment of this Act, even if the competition, study, or analysis which formed the basis for such decision was initiated prior to the date of enactment.

Public-private competition required before conversion to contractor performance (sec. 327)

The House bill contained a provision (sec. 330) that would extend government-wide certain provisions regarding public-private competitions conducted by the Department of Defense.

The Senate amendment contained an identical provision (sec. 367). The conference agreement includes this provision.

Extension of authority for Army industrial facilities to engage in cooperative activities with non-Army entities (sec. 328)

The Senate amendment contained a provision (sec. 341) that would amend section 4544 of title 10, United States Code, to extend until September 30, 2014, the authority for any working capital funded Army industrial facility to enter into a contract or cooperative arrangement with a non-Army entity to carry out specified military or commercial projects. This provision would also provide for an annual report by the Secretary of the Army explaining how the Army is using this extended authority, and would require the Army to submit a business case analysis on the advisability of making this authority permanent.

The House bill contained no similar provision.

The House recesses.

Reauthorization and modification of multi-trades demonstration project (sec. 329)

The House bill contained a provision (sec. 331) that would reauthorize and expand section 338 of the National Defense Authorization Act for Fiscal Year 2004 (Public Law 108–136) to allow the Secretary of the Air Force and the Secretary of the Navy to conduct demonstration projects through 2013 to evaluate the benefits of promoting workers who perform multiple trades.

The Senate amendment contained no similar provision.

The Senate recedes with an amendment that would: (1) grant the Secretary of the Army the same authority to establish a multi-trades demonstration project; (2) limit demonstrations to one industrial facility per service; and (3) require the secretaries to make a recommendation on whether multi-trade authority should become permanent.

The conferees note that, in accordance with section 338 of the National Defense Authorization Act for Fiscal Year 2004 (Public Law 108–136), the Comptroller General will submit a report on the projects at the end of the demonstration.

Pilot program for availability of working capital funds to Army for certain product improvements (sec. 330)

The House bill contained a provision (sec. 322) that would amend section 2208 of title 10, United States Code, by adding a new paragraph at the end granting limited authority to the Department of Defense to use Defense Working Capital Funds to make product improvements for weapon systems, major end items, and components.

The Senate amendment contained no similar provision.

The Senate recedes with an amendment that would grant authority to the Secretary of the Army in a pilot program to use working capital funds for certain product improvements. The Senate amendment would also strike amendments to section 2208 of title 10, United States Code, and grant working capital fund activities limited authority to spend up to \$1.0 million to insert technology improvements into weapon systems or major end items. The conferees agree that this authority would expire in 2013.

The conferees are concerned that Department of Defense policy and regulations governing the implementation of the authority provided in section 2208 of title 10, United States Code, is undermining the Department's and services' ability to use working capital fund activities, such as depot maintenance activities and department-wide services, to maximize equipment recapitalization and modernization. This is particularly the case for the Army and the Marine Corps as significant numbers of their tactical systems will cycle through the depot maintenance systems as part of their reset strategies over the next several years.

The intent of the pilot program is to allow the Army to demonstrate whether use of working capital funds could decrease procurement lead times, implement steady workload requirements at the depots, as well as improve supplier workload coordination with the private sector. The conferees are concerned that the Financial Management Regulation has limited the authority, and therefore the intent, of section 2208 of title 10, United States Code, by re-

stricting technology refreshment and insertion to those components or systems that would not “significantly improve the performance envelope” of the end item. The conferees believe that a less restrictive application of this authority would allow working capital fund activities to acquire mission-related system upgrades and insert technologies that improve major components of end items, such as large system engines, as they would other parts to maximize depot capacity, workload management, and flexibility. A less restrictive application of this authority would also allow working capital fund services to upgrade or refresh mission equipment to increase performance and reduce costs.

The conferees are aware of the services’ concerns regarding the potential impact of this authority. The conferees share these concerns and, accordingly, sunset the authority in 2013. Additionally, the conferees direct the Army to address these issues during the pilot program and in the report mandated by this provision:

- (1) the definition of “significant” change to the performance envelope of an end item;
- (2) the impact on cost, including training;
- (3) the distinction between investment and improvement (i.e., service-life extensions, new capabilities, safety) and their relationship to appropriation law and the role of program managers;
- (4) the impact on depot competitiveness; and
- (5) the impact on performance-based logistics agreements.

The conferees have included an annual reporting requirement in this provision to ensure congressional oversight of the pilot program. The annual reports will serve to inform the congressional defense committees on whether this authority should be considered for Department of Defense-wide application.

Subtitle D—Extension of Program Authorities

Extension of Arsenal Support Program Initiative (sec. 341)

The House bill contained a provision (sec. 341) that would amend section 343 of the Floyd D. Spence National Defense Authorization Act for Fiscal Year 2001 (Public Law 106–398) to extend the Arsenal Support Program Initiative (ASPI) through fiscal year 2010.

The Senate amendment contained a similar provision (sec. 342).

The Senate recedes.

The conferees agree that the Army’s arsenals provide the Nation critical manufacturing capabilities not available from any other domestic source and, therefore, are vital to the industrial capacity of the Department of Defense. The conferees believe that for many years the Department has neglected the arsenals in terms of capital investment to keep pace with modern manufacturing requirements and retention of core skills in the arsenal workforce.

One of the central purposes for the creation of the ASPI was to retain and possibly strengthen the viability of the Army arsenals by leveraging the availability of military industrial facilities and a skilled workforce and commercial ventures related to the arsenals’ mission. The conferees are concerned that the ASPI has had lim-

ited success in contributing to the arsenals' retention of skills in manufacturing processes necessary to ensure these unique skills are available for national security purposes. Unlike initiatives at Army ammunition plants where the commercial ventures are complementary or compatible to the plants' core military mission, the arsenal initiatives appear to have minimal connection to core mission skills. Some arsenals appear to create force protection and security risks by introducing relatively open access to the installations by non-defense personnel. The conferees are also concerned about reported conflicts over the availability and use of Department-owned land and facilities. These conflicts between the arsenals' military mission and ASPI-related commercial ventures undermine control of the pace and scope of the program that arsenal commanders and the Department must retain.

The conferees are aware that ASPI-related recapitalization of critical arsenal plants and equipment has been limited. Based on the congressionally mandated Department of the Army report of October 5, 2007, the ASPI appears to be contributing to the local economic development purposes laid out in the enacting legislation. However, the \$15.5 million in congressionally directed funding that has supported the program since fiscal year 2001 has produced only \$3.1 million in cost avoidance to the Army. The Army's October report recommends permanent authority for the ASPI, but the Department of Defense did not request any ASPI authority in its fiscal year 2008 legislative package, nor did the Army budget request include ASPI funding for fiscal year 2008 or any future year.

For the reasons noted above, the conferees expect the Department of Defense to take action to increase the capital investment and enhance the manufacturing processes and skills of the Army's arsenals, either through an improved ASPI program or by seeking additional statutory authorities. During the additional 2 years of authorization that this provision would provide, the conferees expect to see progress in the selection and execution of projects that will enhance the arsenals' core missions and workforce, and result in contributions to the recapitalization of plants and equipment.

The conferees direct the Congressional Budget Office (CBO) to conduct a business case analysis that examines the cost, return on investment, and economic impact of the ASPI. Furthermore, the conferees direct the Comptroller General to: (1) review how effective ASPI has been in achieving the 11 purposes outlined in Public Law 106-398; (2) evaluate variations in the ASPI implementation at the Army arsenals; and (3) provide recommendations on how the ASPI could be restructured to support the arsenals' core missions. The conferees direct CBO and the Comptroller General to submit these reports to the Committees on Armed Services of the House of Representatives and Senate no later than September 1, 2009.

Extension of period for reimbursement for helmet pads purchased by members of the armed forces deployed in contingency operations (sec. 342)

The House bill contained a provision (sec. 342) that would extend the period during which members of the armed forces deployed in contingency operations may request and receive reimbursement for helmet pads that were purchased at personal ex-

pense. This section would cover purchases made through September 30, 2007, and would give the service member up to a year to submit a claim for reimbursement. This section does not allow reimbursement for purchases made on behalf of a service member.

The Senate amendment contained no similar provision.

The Senate recesses.

Extension of temporary authority for contract performance of security guard functions (sec. 343)

The Senate amendment contained a provision (sec. 322) that would continue the orderly phase-out of the temporary authority for contract performance of security guard functions under section 322 of the Bob Stump National Defense Authorization Act for Fiscal Year 2003 (Public Law 107-314).

The House bill contained no similar provision.

The House recesses.

Subtitle E—Reports

Reports on National Guard readiness for emergencies and major disasters (sec. 351)

The House bill contained a provision (sec. 351) that would amend section 482 of title 10, United States Code, to require the Department of Defense to begin reporting on the readiness of the National Guard to respond to civil support mission requirements. The report would be included in the quarterly readiness report to Congress provided to the congressional defense committees and also reported to the State governors.

The Senate amendment contained a similar provision (sec. 343) that would amend sections 482 and 10541 of title 10, United States Code, to require the Department of Defense to routinely measure and report on the readiness of the National Guard to perform domestic support missions.

The House recesses with an amendment that would set an effective date for the first report's submission to allow a reasonable amount of time for the Department to develop appropriate measures and processes to implement this change to the reporting systems. The House amendment would also require that the Department's reports refer to the National Guard's duties specified in sections 331 through 333 and 12304(b) of title 10, United States Code. The House amendment would also specify that the terms emergency and major disaster are used as defined in section 5122 of title 42, United States Code.

The conferees are concerned that increased demands on the personnel and equipment of the National Guard in support of operations in Iraq and Afghanistan have left the States at significant risk in terms of the Guard's ability to respond to domestic crises. The Government Accountability Office reported in January 2007, that the Department does not routinely measure or report to Congress on the readiness of non-deployed National Guard forces for domestic missions. The conferees believe that the degree or acceptability of domestic risk cannot be appropriately managed, by either the Department or the States, without an accurate and reliable readiness measurement and reporting system.

The conferees intend that this provision would result in the establishment of clear lines of authority and responsibility for measuring and reporting readiness that helps define clear lines of federal and State responsibility for strategies and investment priorities to achieve and maintain the appropriate levels of readiness.

The Department has recognized the need to have more visibility over the availability and repair of the National Guard's equipment provided by the Department specifically for its federal mission essential tasks but that is also relevant and useful for the Guard's domestic support missions. The conferees understand that the Department has begun to collect data on this federally provided equipment and units' readiness but note that these efforts are not mature.

The conferees are pleased with the progress of the development and fielding of the Defense Readiness Reporting System and expect that this system would also provide the basis for the measurement and management of National Guard readiness for its domestic support missions.

Annual report on prepositioned materiel and equipment (sec. 352)

The House bill contained a provision (sec. 355) that would amend chapter 131 of title 10, United States Code, by adding a section to require the Secretary of Defense to report to the congressional defense committees annually on the materiel and equipment in the prepositioned stocks.

The Senate amendment contained no similar provision.

The Senate recedes with an amendment that would strike the reference to the obsolete Status of Resources and Training system and adds a requirement for the Government Accountability Office to review the report each year for 7 years.

The conferees believe in the strategic importance of the collection and placement of military materiel and supplies in locations around the world to facilitate and speed our response to crisis or contingencies. Prepositioned stocks have been a critical strategic hedge in our global response strategy since the Cold War, especially for our Army and Marine Corps ground forces. These stocks, both stored on land and on ships afloat, become even more important if we anticipate continuing conflict in the global war on terror in other parts of a dangerous world.

The conferees are aware, however, that current stocks of prepositioned materiel and equipment have been largely distributed or consumed in support of operations in Iraq and Afghanistan. The depleted condition of these stocks reduces our strategic depth and flexibility and increases risk. The conferees are concerned that the Department of Defense's plans and resources are not aligned and sufficient to aggressively reconstitute or reset prepositioned stocks to reduce risk and reestablish strategic flexibility. The conferees expect that this annual report will aid in addressing these concerns and will enable increased congressional oversight.

Consistent with this view and enduring congressional concerns, section 1046 of the Ronald W. Reagan National Defense Authorization Act for Fiscal Year 2005 (Public Law 108-375) directed the Department to conduct a policy review of programs for prepositioned materiel and equipment. The conferees note the arrival of an in-

terim report, 2 years late, and urge the Department to complete its analysis and final report as rapidly as possible. Any plan to reconstitute or reset prepositioned stocks, as the provision in this bill would require, must be guided by strategic policy that addresses current and future requirements and manages risk.

Report on incremental cost of early 2007 enhanced deployment (sec. 353)

The Senate amendment contained a provision (sec. 323) that would amend section 323 of the John Warner National Defense Authorization Act for Fiscal Year 2007 (Public Law 109–364) to include a reporting requirement on the incremental increase in reset costs related to the deployment of additional forces to Iraq.

The House bill contained no similar provision.

The House recedes with an amendment that would include the incremental change in reset costs associated with the redeployment of forces from Iraq.

The conferees acknowledge that deployed and redeployed force levels will increase and decrease consistent with changes in strategy in both the current and next fiscal years. This fluctuation will change the reset requirements and costs over time. This provision requires the military departments to identify and project the actual and potential increase and decrease in costs of reset and report those changes to Congress.

Modification of requirements of Comptroller General report on the readiness of Army and Marine Corps ground forces (sec. 354)

The Senate amendment contained a provision (sec. 357) that would amend section 323 of the John Warner National Defense Authorization Act for Fiscal Year 2007 (Public Law 109–364) to include, as part of the reporting requirement, the Comptroller General's assessment of (1) the ability of Army and Marine Corps forces to meet the requirements of operations in Iraq and Afghanistan, and (2) the strategic depth of the Army and Marine Corps and their ability to meet other contingency plans or requirements.

The House bill contained no similar provision.

The House recedes with an amendment that would change the deadline of the report to June 1, 2008, and would clarify the baseline for troop increase calculations.

Plan to improve readiness of ground forces of active and reserve components (sec. 355)

The House bill contained a provision (sec. 352) that would require the Secretary of Defense to submit an annual report to the congressional defense committees regarding plans for the improvement of the readiness of active and reserve component ground forces.

The Senate amendment contained no similar provision.

The Senate recedes with an amendment that would strike reference to the obsolete Status of Resources and Training System and set the expiration of this reporting requirement after the receipt of five annual reports.

The conferees support the Department of Defense's efforts to modernize its readiness management system and encourage the

Department to use the new Defense Readiness Reporting System to meet the requirements of this provision.

Independent assessment of Civil Reserve Air Fleet viability (sec. 356)

The House bill contained a provision (sec. 354) that would require the Secretary of Defense to provide for an independent assessment of the viability of the Civil Reserve Air Fleet (CRAF) to be conducted by a federally-funded research and development center. The provision would require that the independent assessment examine defense planning for organic lift requirements, commercial market factors, and any barriers to the viability of CRAF and provide recommendations for improving the CRAF program.

The Senate amendment contained no similar provision.

The Senate recesses with an amendment that would require the independent assessment to examine the efficacy of authorizing the Department of Defense to establish minimum annual purchase amounts for CRAF partners as a means for improving the program's viability when operations transition from the current tempo to peacetime operations.

Department of Defense Inspector General report on physical security of Department of Defense installations (sec. 357)

The Senate amendment contained a provision (sec. 359) that would require a report to Congress within 1 year from the Department of Defense Inspector General on the physical security of Department of Defense installations and resources.

The House bill contained no similar provision.

The House recesses.

Review of high-altitude aviation training (sec. 358)

The Senate amendment contained a provision (sec. 362) that would require a report by the Secretary of the Army regarding potential costs and cost avoidance in permanently stationing utility, cargo, and light utility helicopters at the High Altitude Aviation Training Site in Colorado.

The House bill contained no similar provision.

The House recesses with an amendment that would require the report to be from the Secretary of Defense instead of the Secretary of the Army; would change the report due date to 180 days after enactment; and would expand the analysis to include the high-altitude and power-limited helicopter training requirements, systems, and resources of all military departments.

The conferees are aware that geographic and environmental conditions in Iraq and particularly the mountainous terrain of Afghanistan present significant challenges to effective and safe helicopter operations. The conferees note that there is little evidence that the Army, or any other military department, has defined a requirement for or adequately resourced this type training either in basic pilot training or in pre-deployment training. The conferees believe that specific training in high-altitude and power-limited helicopter flight can increase effectiveness and reduce accident risks by ensuring that pilots and crews are properly trained for these conditions.

The conferees note that the Army National Guard provides this training at the High-Altitude Aviation Training Site at Gypsum, Colorado. However, because the National Guard has neither the helicopters nor funds adequate to fully support this training mission, units attending the training are required to fund the transportation of their own equipment and support personnel to Colorado. This resource shortfall particularly burdens the National Guard despite the fact that over 50 percent of the annual student load is active-duty Army personnel.

Furthermore, the conferees are aware that deploying aviation units of all services want this training but may not have the time or aircraft available to take advantage of it because of the way resources are currently configured and provided, or because of limitations in regulatory authorities necessary to share aircraft across services.

Accordingly, the conferees believe that the Department of Defense should be responsible for a comprehensive review of high-altitude and power-limited requirements and training to ensure that helicopter units of all military departments deploying to environments such as Iraq or Afghanistan have access to appropriate and necessary pre-deployment training opportunities.

Reports on safety measures and encroachment issues and master plan for Warren Grove Gunnery Range, New Jersey (sec. 359)

The Senate amendment contained a provision (sec. 364) that would require three annual reports on safety efforts at the Warren Grove Gunnery Range by the services who use it. It would also require a study by the Secretary of the Air Force on encroachment issues at the range.

The House bill contained no similar provision.

The House recedes with an amendment that would change the requirement from a report on encroachment issues to a master plan for the range.

Report on search and rescue capabilities of the Air Force in the northwestern United States (sec. 360)

The House bill contained a provision (sec. 367) that would prohibit the deactivation of the 36th Rescue Flight assigned to Fairchild Air Force Base in Spokane, Washington.

The Senate amendment contained a similar provision (sec. 361) that would require the Secretary of the Air Force to provide a report on search and rescue requirements and capabilities in the northwestern United States to support Air Force operations and training as well as the National Search and Rescue Plan. The Senate amendment would also require the Secretary of Defense to review this report for the purposes of certification regarding search and rescue capabilities in the northwestern United States as required by section 1085 of the Ronald W. Reagan National Defense Authorization Act for Fiscal Year 2005 (Public Law 108-375).

The House recedes with an amendment that would add an element to the reporting requirement for an assessment of non-Air Force search and rescue capabilities in the northwestern United States.

Report and master infrastructure recapitalization plan for Cheyenne Mountain Air Station, Colorado (sec. 361)

The House bill contained a provision (sec. 356) that would prohibit the Secretary of Defense from proceeding with the relocation of the North American Aerospace Defense (NORAD) command center until 180 days after the Secretary submits a report containing a cost-benefit analysis of the relocation, and the final plans for the relocation. The provision would also require the Comptroller General of the United States to submit a review of the report and final plans not later than 60 days after the Secretary submits them.

The Senate amendment contained a related provision (sec. 1050) that would require the Secretary of Defense to submit a report, not later than 90 days after the date of enactment of this Act, on the relocation of the NORAD command center, including a cost-benefit analysis of the relocation and an explanation of the functions that will remain at Cheyenne Mountain Air Station, Colorado. The provision would also require the Secretary of the Air Force to submit, not later than March 16, 2008, a master infrastructure recapitalization plan for Cheyenne Mountain Air Station.

The Senate recedes with an amendment that would merge the reporting requirements of the two provisions and require, as an added element of the report of the Secretary of Defense, the findings and recommendations of a security and vulnerability assessment of Peterson Air Force Base, Colorado and the Secretary's plans for mitigating any risks identified in the assessment. The amendment would require the Secretary to submit the report not later than March 1, 2008. The amendment would also limit the availability of \$5.0 million of the fiscal year 2008 funds for Air Force operation and maintenance for the Cheyenne Mountain transformation project until Congress receives the report by the Secretary of Defense. The amendment would also require the Comptroller General to submit to Congress a review of the report by the Secretary of Defense not later than 120 days after the Secretary submits the report.

Subtitle F—Other Matters

Enhancement of corrosion control and prevention functions within Department of Defense (sec. 371)

The House bill contained a provision (sec. 1041) that would amend section 2228 of title 10, United States Code, to make permanent and strengthen the Director of the Office of Corrosion Policy and Oversight as an independent activity within the Office of the Under Secretary of Defense for Acquisition, Technology and Logistics. This section would also require the Secretary of Defense to submit, with the Department's annual budget request, a report detailing the Department's long-term corrosion control and prevention strategy; the return on investment achieved by implementing the strategy; and an explanation of the funding request versus the funding requirement. The Government Accountability Office would be required to review the Secretary's report within 60 days of submission.

The Senate amendment contained a similar provision (sec. 351).

The Senate recedes with an amendment that would grant the Director of the Office of Corrosion Policy and Oversight authority to interact directly with other government corrosion prevention agencies and academic research and educational institutions, including entering into cooperative research agreements.

Authority for Department of Defense to provide support for certain sporting events (sec. 372)

The House bill contained a provision (sec. 361) that would amend section 2564 of title 10, United States Code, to authorize the Secretary of Defense to support sporting events sanctioned by the United States Olympic Committee (USOC) through the Paralympic Military Program. The provision would also authorize the Secretary to provide support for USOC-sanctioned national or international paralympic sporting events when the events are held in the United States and when participation exceeds 100 athletes.

The Senate amendment contained a similar provision (sec. 358) that would additionally condition support for paralympic sporting events to those in which at least 10 percent of the athletes are members or former members of the armed forces who are participating based upon an injury or wound incurred in the line of duty and veterans who are participating based on a service-connected disability.

The House recedes.

Authority to impose reasonable restrictions on payment of full replacement value for lost or damaged personal property transported at government expense (sec. 373)

The House bill contained a provision (sec. 362) that would authorize the Secretary of Defense to require compliance with reasonable conditions for a military member or civilian employee of the Department of Defense to receive full replacement value for personal property lost or damaged while being transported at government expense.

The Senate amendment contained a similar provision (sec. 355).

The Senate recedes with a technical amendment.

The conferees believe that requiring service members and civilian employees to submit surveys about the quality of their permanent change of station moves is a reasonable condition for obtaining the benefits of the full replacement value standard for claims relating to lost or damaged personal property. Survey data is a key factor in rating the quality of service provided by individual moving companies. In this regard, the conferees are concerned about potential adverse effects on capable, service-oriented small business movers resulting from the implementation of the full replacement value standard for recovery due to higher costs involved in obtaining liability insurance. The conferees direct the Secretary of Defense to analyze the potential effects of implementing full replacement value on small businesses' and, no later than April 1, 2008, to provide a report to the congressional defense committees on these effects and the Secretary's recommendations for improving small businesses' ability to compete for Department of Defense-related moves.

Priority transportation on Department of Defense aircraft of retired members residing in commonwealths and possessions of the United States for certain health care services (sec. 374)

The House bill contained a provision (sec. 363) that would increase the priority standing for space available travel of TRICARE beneficiaries under the age of 65 in commonwealths or possessions of the United States who are referred by a primary care physician on the commonwealth or possession for specialty care outside of the commonwealth or possession.

The Senate amendment contained no similar provision.
The Senate recedes with a technical amendment.

Recovery of missing military property (sec. 375)

The House bill contained a provision (sec. 364) that would amend chapter 165 of title 10, United States Code, to add new sections 2788 and 2789 in order to make uniform among the military departments the prohibition on unauthorized disposition of military property and the authority to seize improperly disposed military property.

The Senate amendment contained a similar provision (sec. 354).

The Senate recedes with an amendment that would require that seizures of U.S. property take place pursuant to applicable Department of Defense and service regulations and that would clarify that transfers of property may take place between members of the armed forces.

Retention of combat uniforms by members of the armed forces deployed in support of contingency operations (sec. 376)

The House bill contained a provision (sec. 365) that would add a new section 4566 to title 10, United States Code, authorizing the Secretary of the Army to allow soldiers to keep their combat uniforms if they had been deployed in support of a contingency operation for at least 30 days.

The Senate amendment contained a similar provision (sec. 356) that would authorize the secretaries of each of the military departments to allow members of the armed forces under their jurisdiction to retain their combat uniforms issued as part of organizational clothing and individual equipment in connection with their deployment in support of a contingency operation.

The House recedes with an amendment that would change the provision to add a new section 2568 to title 10, United States Code, authorizing the secretaries of each military department to allow service members under their jurisdiction who are deployed for at least 30 days in support of contingency operations to retain combat uniforms issued as organizational clothing and individual equipment.

Issue of serviceable material of the Navy other than to armed forces (sec. 377)

The House bill contained a provision (sec. 366) that would extend to all military departments the same authority currently provided to the Army to issue excess arms, tentage and equipment to the Junior Reserve Officers Training Corps in support of training.

The Senate amendment contained no similar provision.
The Senate recesses.

Reauthorization of Aviation Insurance Program (sec. 378)

The Senate amendment contained a provision (sec. 353) that would amend section 44310 of title 49, United States Code, relating to the expiration of chapter 443, Aviation Insurance Program. The provision would extend the authority of the Secretary of Transportation to provide insurance and reinsurance until December 31, 2013.

The House bill contained no similar provision.
The House recesses.

LEGISLATIVE PROVISIONS NOT ADOPTED

Increase in threshold amount for contracts for procurement of capital assets in advance of availability of working capital funds for the procurement

The House bill contained a provision (sec. 321) that would amend section 2208 of title 10, United States Code, to increase the authority for the acquisition of capital assets through the working capital fund from \$100,000 to \$300,000.

The Senate amendment contained no similar provision.

The House recesses based on the inclusion in the conference report of a provision (sec. 330) that would make working capital funds available to the Army to conduct a pilot program for certain product improvements.

Authorization of use of working capital funds for acquisition of certain items

The House bill contained a provision (sec. 323) that would amend section 2208 of title 10, United States Code, by adding a new paragraph at the end that would establish dollar thresholds for the Defense Working Capital Funds to acquire items that support maintenance and technology refreshment and ensure the viability of core logistics capabilities.

The Senate amendment contained no similar provision.
The House recesses.

Individual body armor

The Senate amendment contained a provision (sec. 324) that would require a joint technical assessment by the Director of Defense Research and Engineering (DDR&E) and the Director of Operational Test and Evaluation (DOT&E) of individual body armor systems currently available in the domestic market.

The House bill contained no similar provision.
The Senate recesses.

The conferees note that the Army has published a request for proposals to initiate a competition as part of a formal acquisition to qualify a range of ballistic protection technologies for individual body armor systems. This procurement process will include extensive and comprehensive first article ballistic and environmental testing by the Army Test and Evaluation Command of articles submitted by all potential vendors. The conferees are satisfied that,

consistent with the intent of section 324 in the Senate amendment, the DDR&E and the DOT&E, as well as the Government Accountability Office, will provide procedural and technical oversight of the Army's tests. The conferees also acknowledge that an added benefit of this testing approach is that it will result in an authoritative procurement decision upon which the Army can act immediately, ensuring that the best possible individual body armor capability is qualified, produced, procured, and issued to our service members without delay.

Additional requirements for annual report on public-private competitions

The House bill contained a provision (sec. 327) that would add additional elements to the annual report on the results of public-private competitions conducted by the Department of Defense.

The Senate amendment contained no similar provision.

The House recedes.

Sense of Senate on the Air Force logistics centers

The Senate amendment contained a provision (sec. 344) that would express the sense of the Senate that the Air Force should work closely with Congress as they develop and implement the Global Logistics Support Center (GLSC) concept.

The House bill contained no similar provision.

The Senate recedes.

The conferees note that the Air Force is developing and implementing enterprise-wide reorganization and modernization of its logistics management systems and supporting technologies. This reorganization includes the creation of the Global Logistics Support Center that would consolidate several enterprise approaches to supply chain management. The conferees expect the Air Force to work closely with Congress to ensure that management changes enhance Air Logistics Centers' productivity, increase readiness, and reduce costs.

Plan for optimal use of strategic ports by commander of surface distribution and deployment command

The House bill contained a provision (sec. 353) that would require the commander of the Surface Distribution and Deployment Command (SDDC) to develop a plan to ensure optimal use of strategic ports.

The Senate amendment contained no similar provision.

The House recedes.

The conferees are encouraged that the SDDC has initiated a study to address many of the concerns raised in section 353. The conferees direct that the SDDC shall, not later than April 1, 2008, submit to the Committees on Armed Services of the House of Representatives and the Senate a plan to optimize the use of strategic ports. The conferees further direct that the SDDC's plan shall include:

- (1) the location, cost effectiveness, personnel and equipment requirements, and utilization of resources for each strategic port;

(2) an analysis of how each strategic port is selected and how the effect of limitations imposed by the Secretary of Defense on commercial shipping options for certain routes and cargo sizes impacts each port;

(3) provisions for consultation with local port authorities at strategic ports that do and do not have a permanent SDDC presence; and

(4) the effect of Department of Transportation policy initiatives to encourage international code sharing and alliances.

Report on public-private partnerships

The House bill contained a provision (sec. 357) that would require the Secretary of Defense to submit a report on the public-private partnerships at the Department of Defense Centers of Industrial and Technical Excellence (CITEs).

The Senate amendment contained no similar provision.

The House recedes.

The conferees direct the Secretary of Defense to submit a report to the Committees on Armed Services of the House of Representatives and the Senate by March 1, 2008, that describes:

(1) common approaches and procedures for Department of Defense CITEs to use in the implementation of public-private partnerships;

(2) consistent cost methodologies and reimbursement guidance applicable to maintenance and repair workload performed by Federal Government personnel participating in public-private partnerships;

(3) implementation procedures for completing contract negotiations for public-private partnerships within 12 months of initiating negotiations;

(4) the Secretary's use in a public-private partnership of commercial practices to replace existing inventory and component management, technical publication data, document management, and equipment maintenance and calibration requirements;

(5) delegation during a public-private partnership of Class 2 design authority based on commercial practices to maintain the form, fit, and function of a weapon system platform, major end item, component of a major end item, or article; and

(6) plans to expand core capabilities through the use of public-private partnerships at Department of Defense CITEs.

The conferees direct the Comptroller General to review the Department's report for completeness and submit the review to the Committees on Armed Services of the House of Representatives and Senate by May 1, 2008.

Continuity of depot operations to reset combat equipment and vehicles in support of wars in Iraq and Afghanistan

The Senate amendment contained a provision (sec. 360) that would require the Secretary of Defense to submit to the congressional defense committees a report on the challenges of implementing the transfer of depot supply, storage, and distribution functions and impacts on production, including parts reclamation and refurbishment.

The House bill contained no similar provision.

The Senate recedes.

The conferees note that the 2005 Base Realignment and Closure (BRAC) round consolidates depot level supply, storage, and distribution functions at the Defense Logistics Agency (DLA). A recent Government Accountability Office report raises questions about the Department of Defense's business plan to implement this consolidation indicating that there are depot management risks associated with the loss of control of parts needed within the depots' production processes.

The conferees direct that, not later than June 1, 2008, the Secretary of Defense shall submit to the congressional defense committees a report on the implementation of the consolidation of depot supply, storage, and distribution functions with the DLA as required by the 2005 BRAC.

This report shall describe:

- (1) the adequacy of the Department's business plan to:
 - (a) efficiently and effectively transfer depot supply, storage, and distribution functions to the DLA;
 - (b) reduce the risk of disrupting depot production and parts reclamation and refurbishment;
 - (c) ensure the availability and responsiveness of DLA supply personnel and facilities to meet depot throughput needs, including potential impact on depot turnaround time; and
 - (d) ensure the authority and control of depot commanders to manage supply, storage, and distribution personnel and facilities throughout the production process, particularly with respect to overtime scheduling and meeting surge requirements.
- (2) the current estimated costs and projected savings of implementing the transfer;
- (3) the estimated impact of the transfer on the hourly rates charged by the DLA and depots; and
- (4) the number of personnel positions affected by type and depot.

The conferees further direct that, not later than September 30, 2008, the Comptroller General of the United States shall review the report submitted by the Secretary of Defense and submit to the congressional defense committees an assessment of the matters addressed in such report.

Sense of Congress on future use of synthetic fuels in military systems

The Senate amendment contained a provision (sec. 363) that would express the sense of Congress on the future use of synthetic fuels in military systems.

The House bill contained no similar provision.

The Senate recedes.

The conferees agree that the Department of Defense should continue and, as appropriate, accelerate the testing and certification of alternative fuels including synthetically derived liquid petroleum, unconventional oil (including oil shale and tar sands), biologically derived fuels (including bio-jet fuel, ethanol, and bio-

diesel), and non-liquid fuels (including hydrogen and electricity) for use in all military air, ground, and sea systems.

Limitation on the expenditure of funds for initial flight screening at Pueblo Memorial Airport

The House bill contained a provision (sec. 368) that would prohibit the expenditure of funds for initial flight screening at Pueblo Memorial Airport in Pueblo, Colorado, until the Air Force and the City of Pueblo have developed a plan to meet the Air Force crash, fire, and rescue requirements to support Air Force flight training operations.

The Senate amendment contained no similar provision.

The House recedes.

The conferees note that the Air Force has reached an agreement with the Pueblo Memorial Airport that establishes responsibilities and proportional sharing of costs for the operation and maintenance of the flying facilities jointly used by military and non-military aircraft. The conferees expect that the Air Force will sign this agreement without delay.

TITLE IV—MILITARY PERSONNEL AUTHORIZATIONS

Subtitle A—Active Forces

End strengths for active forces (sec. 401)

The House bill contained a provision (sec. 401) that would authorize the following end strengths for active-duty personnel of the armed forces as of September 30, 2008: Army, 525,400; Navy, 329,098; Marine Corps, 189,000; and Air Force, 329,651. The House provision included increases of 36,000 and 9,000 for the Army and Marine Corps, respectively, to support those services' growth in ground forces. The House provision also included increases of 489 Navy personnel to restore a reduction in end strength in Navy medicine, and it restored 209 and 963 military positions in the Navy and Air Force, respectively, for military-to-civilian conversions programmed for fiscal year 2008 by the Department of Defense.

The Senate amendment contained a similar provision (sec. 401) that would authorize active-duty end strengths of 328,400 for the Navy and 328,600 for the Air Force, and identical end strengths for the Army and Marine Corps.

The Senate recedes with an amendment that would authorize an end strength of 329,563 for the Air Force.

The conferees recommend end strength levels for the active forces for fiscal year 2007 as set forth in the following table:

Service	FY 2007 authorized	FY 2008		Change from	
		Request	Conferee recommendation	FY 2008 request	FY 2007 authorized
Army	512,400	489,400	525,400	36,000	13,000
Navy	340,700	328,400	329,098	698	-11,602
Marine Corps	180,000	180,000	189,000	9,000	9,000
Air Force	334,200	328,600	329,563	963	-4,637