



Army FY07 Budget Overview

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U.S. ARMY

Army FY07 Budget Themes

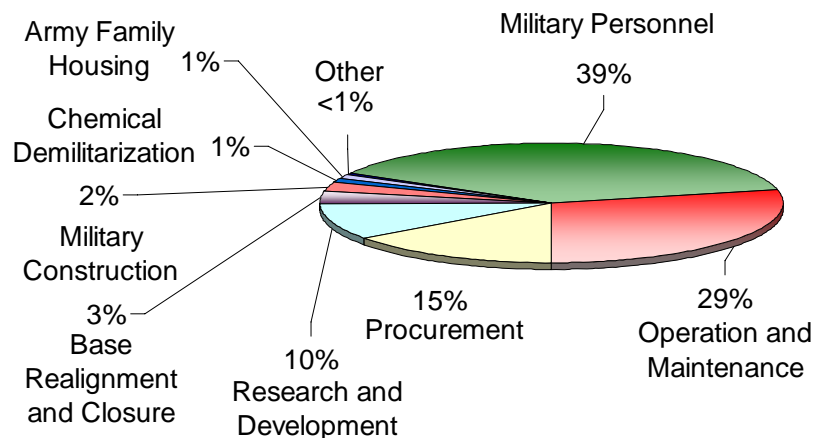


- ❖ Win the Long War
- ❖ Sustain the All-Volunteer Force
- ❖ Accelerate the Future Force Modernization Strategy
- ❖ Accelerate Business Transformation and Process Improvements

Army Budget Authority



Category	(\$B)		
	FY05 Pres Budget	FY06 Pres Budget	FY07 Pres Budget
Military Personnel	39.4	41.4	42.6
Operation and Maintenance	32.6	31.8	32.0
Procurement	10.4	11.8	16.8
Research and Development	10.4	9.7	10.9
Military Construction	2.1	1.9	2.7
Army Family Housing	1.6	1.4	1.3
Base Realignment and Closure			3.6
Chemical Demilitarization	1.4	1.4	1.4
Other	0.6	0.6	0.5
Totals	98.5	100.0	111.8



FY07 Army Budget Request



	(\$M)
Military Personnel	42,636.7
Military Personnel, Army	29,111.9
Reserve Personnel, Army	3,405.7
National Guard Personnel, Army	5,253.6
Retiree Health Care	4,865.5
Operation and Maintenance	32,040.3
Operation and Maintenance, Army	24,902.4
Operation and Maintenance, Army Reserve	2,299.2
Operation and Maintenance, Army National Guard	4,838.7
Research, Development, and Acquisition	27,696.6
Aircraft Procurement, Army	3,566.5
Missile Procurement, Army	1,350.9
Other Procurement, Army	7,718.6
Procurement of Ammunition, Army	1,903.1
Weapons and Tracked Combat Vehicles	2,301.9
Research, Development, Test, and Evaluation	10,855.6
Military Construction / Army Family Housing	3,971.3
Base Realignment and Closure	3,608.2
Chemical Demilitarization	1,400.0
Other	481.5
Total	111,834.6

Military Personnel Summary



Program Highlights

Man The Force

- ❖ Funds the Active and Reserve Component End Strengths
- ❖ Reflects a 2.2% across-the-board pay raise with selective additional increases for certain warrant officers and mid-grade senior enlisted personnel
- ❖ Maintains zero out-of-pocket expenses for Housing
- ❖ Continues Residential Communities Initiative

Budget Request (\$B)

Category	FY07
Active Army	29.1
Army National Guard	5.3
Army Reserve	3.4
Retiree Health Care	4.8
Total	42.6

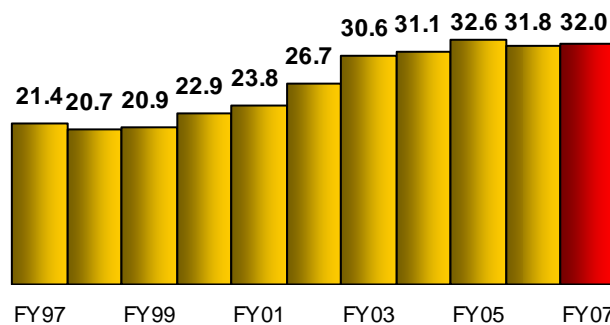
Operation and Maintenance Summary



Program Supports

- ❖ Execution of the Combined Arms Training Strategy for air and ground OPTEMPO
- ❖ Army's Baseline Depot Maintenance Program
- ❖ Army commitment to improve Base Support/Sustainment, Restoration, and Maintenance for soldiers and families
- ❖ Ongoing Kosovo Operations, but relies On Supplemental For Operations Iraqi Freedom and Enduring Freedom
- ❖ Implementation of efficiencies as element of Army Business Transformation
- ❖ Training soldiers, units, and leaders to succeed in the current operational environment

Budget Request
(\$B)



Budget Request
(\$B)

Operation and Maintenance	FY07
Army	24.9
Army National Guard	4.8
Army Reserve	2.3
Total	32.0

Aircraft

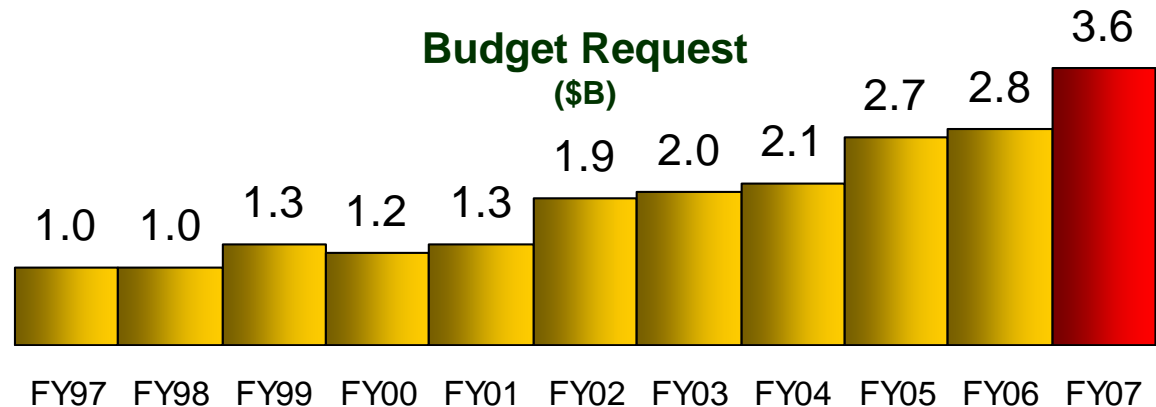


Program Highlights (\$M) FY07

- ❖ Funds AH-64 Apache Helicopter upgrades and 36 conversions 795
- ❖ Procures 38 UH-60 Black Hawk Helicopters 740
- ❖ Procures CH-47 Chinook Helicopters, F-models and engines 620
- ❖ Procures Aircraft Survivability Infrared Countermeasures components 306
- ❖ Funds 39 Light Utility Helicopters 199
- ❖ Funds 8 Armed Reconnaissance Helicopters 141



AH-64 Longbow Apache
Attack Helicopter

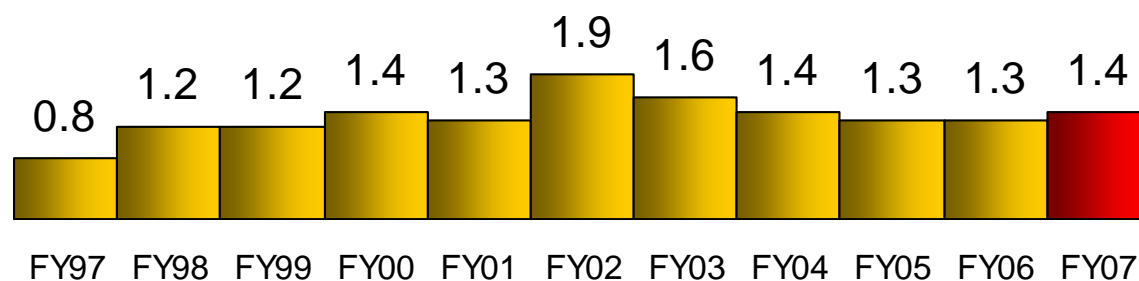


Missiles



Program Highlights	(\$M) FY07
❖ Funds 108 Patriot PAC-3 missiles	489
❖ Procures 300 Javelins	105
❖ Procures 50 High Mobility Artillery Rocket System Launchers	227
❖ Procures 702 Guided Multiple Launch and Rocket System Rockets	148
❖ Procures 949 TOW 2 missiles	64

Budget Request (\$B)



Guided Multiple Launch Rocket System

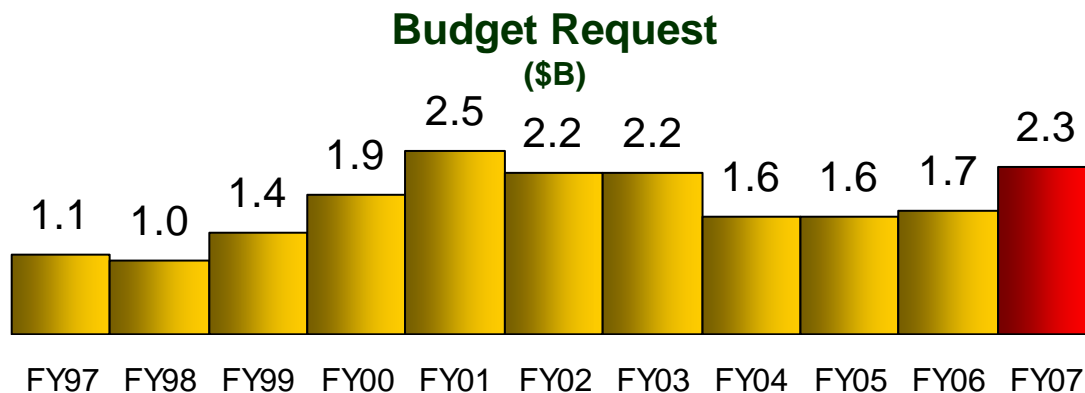
Weapons and Tracked Combat Vehicles



Program Highlights	(\$M) FY07
❖ Procures 100 Strykers	796
◆ 65 Mobile Gun Systems	
◆ 13 NBC Reconnaissance Vehicles	
◆ 22 Commander's Vehicles	
❖ Funds M1 Abrams Tanks (procures 23 M1A2 SEP tanks, 320 power packs, and other modifications)	537
❖ Procures 85 Lightweight 155mm Howitzers	187
❖ Provides machine guns for Modularity	82
❖ Continues small arms modifications	47
❖ Procures 115 sets of Stryker Reactive Tiles	33



Stryker



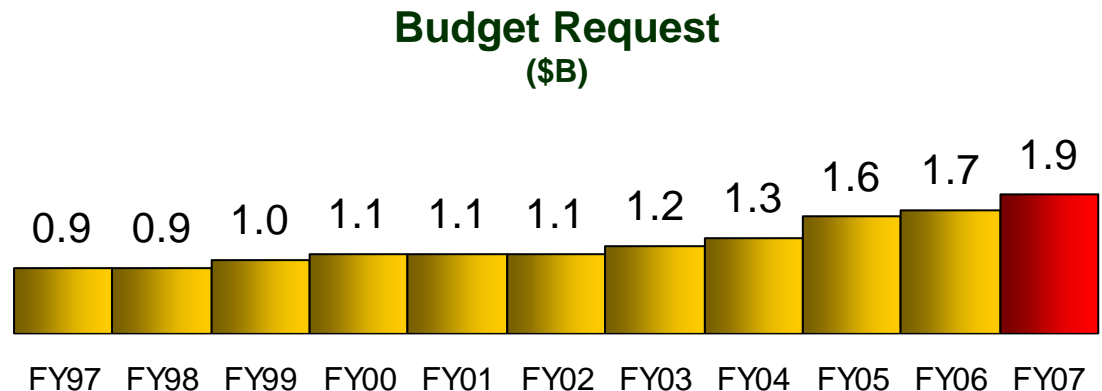
Ammunition



Program Highlights	(\$M) FY07
❖ Funds overall Training Ammunition to 77% (Small Arms at 100%)	1,353
❖ Procures modest War Reserves	304
❖ Funds Production Base	221
❖ Funds Transportation and Testing	25



Abrams Tank Ammunition
M829A2 SABOT Anti-tank



Other Procurement



OPA 1/3 -- Tactical and Support Vehicles/Other Support Equipment

(\$M)
FY07

Program Highlights

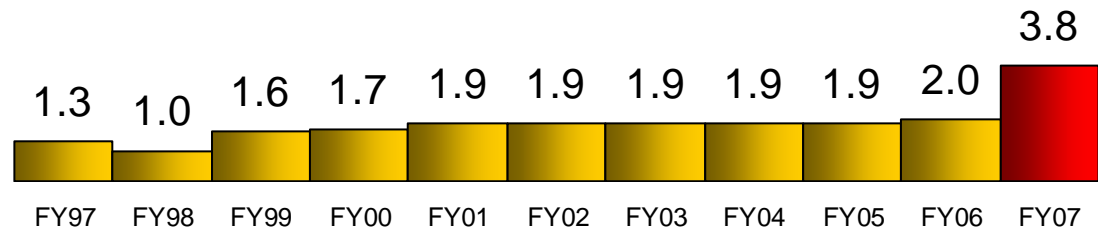
Procures

- ❖ Up Armored High Mobility Multipurpose Wheeled Vehicle (3,091) 583
- ❖ Medium Tactical Vehicles (4,119) 695
- ❖ Heavy Tactical Vehicles 353
- ❖ Non System Training Devices 243



Medium Tactical Truck

Budget Request (\$B)



Other Procurement (cont'd)



OPA 2/4 -- Communications and Electronics/Initial Spares

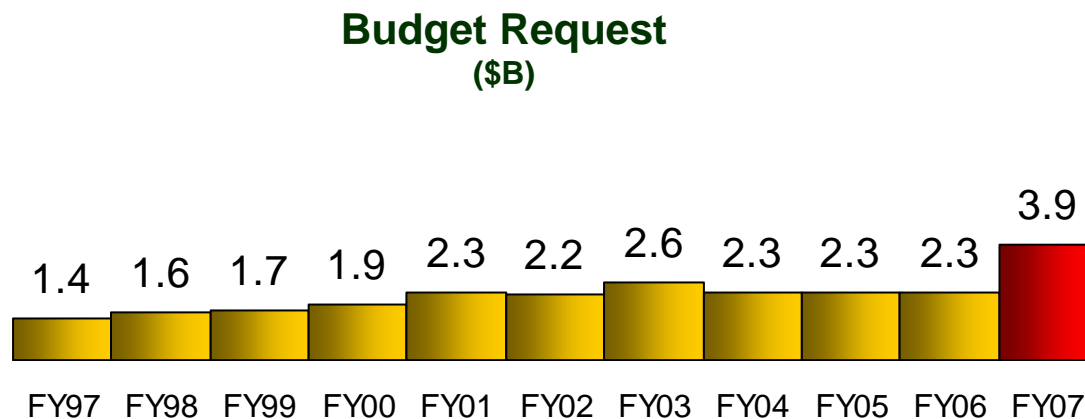
Program Highlights (\$M) FY07

Funds

❖ Bridge to Future Networks	340
❖ Night Vision Devices	321
❖ Night Vision Thermal Weapon Sights	210
❖ Force XXI Battle Command Brigade and Below	160
❖ Unmanned Aerial Systems	100



Tactical Unmanned Aerial Vehicle
Shadow 200



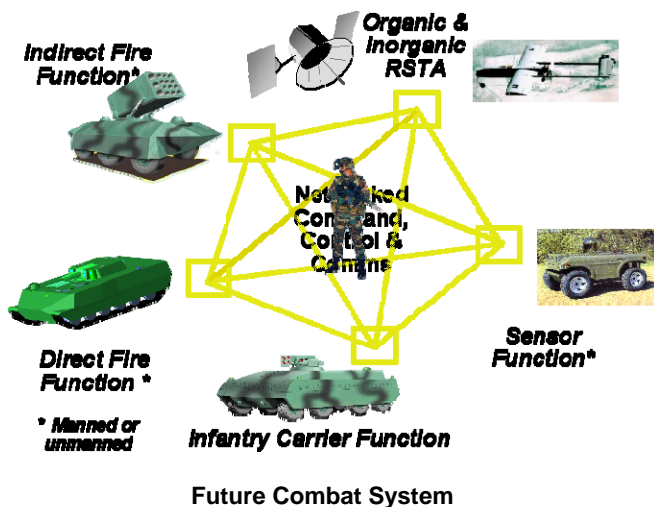
Research, Development, Test, and Evaluation



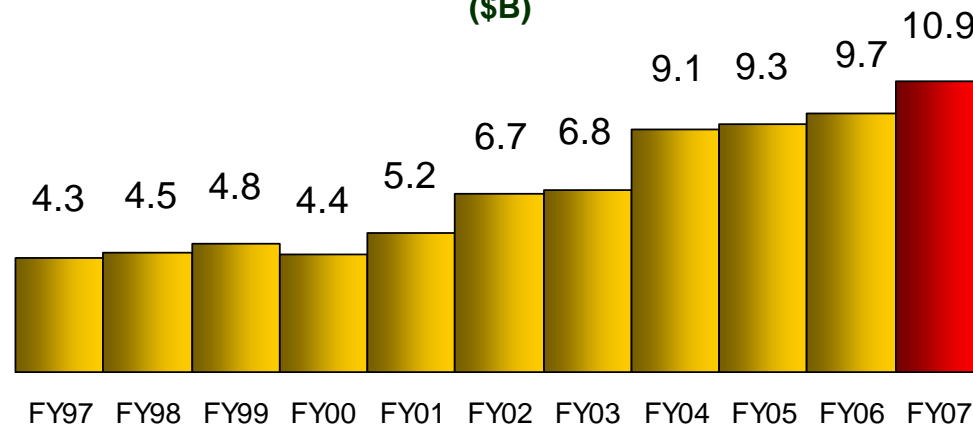
Program Highlights

(\$M)
FY07

- ❖ Continues System Development and Demonstration for Future Combat Systems 3,311
- ❖ Supports Future Non Line Of Sight Fires 435
- ❖ Sustains Science and Technology 1,719
- ❖ Funds Joint Tactical Radio System (Restructure) 832
- ❖ Patriot/Medium Extended Air Defense System Combined Aggregate Program 330
- ❖ Enables AH-64 Apache Block III Acquisition Strategy 124



Budget Request (\$B)



Military Construction

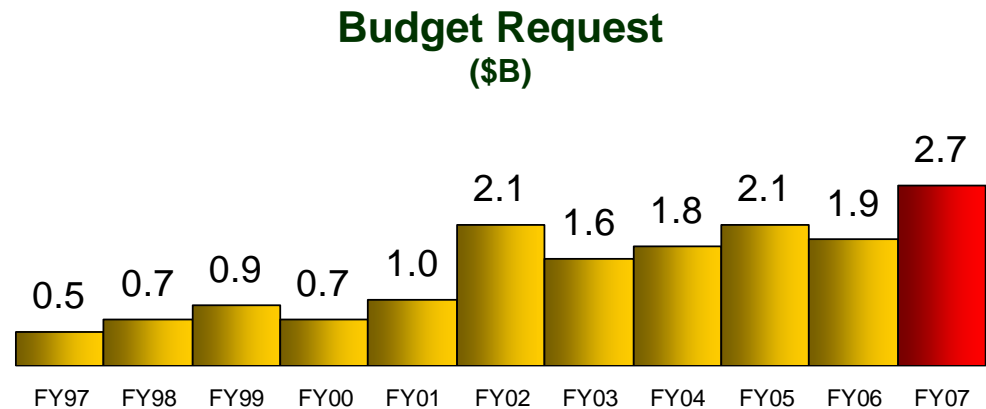


Improves Facilities Across the Army...

Program Funds	(\$M) FY07
❖ Active Army Barracks, Community, Facilities and Readiness projects ◆ (Army Modular Force projects = 398)	1,582
❖ Army Reserve Training Facilities	130
❖ National Guard Maintenance and Supply Facilities	240



Barracks for 3d Brigade Combat Team
82d Airborne Division, Fort Bragg, NC



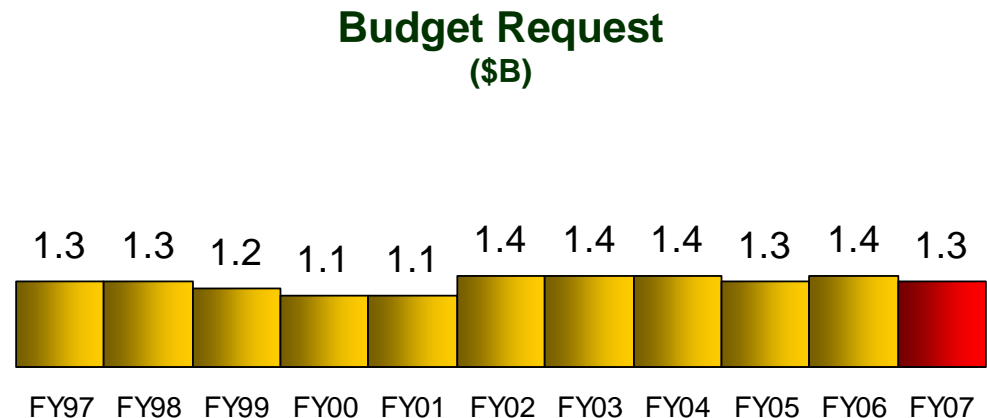
Army Family Housing



Program Highlights	(\$M) FY07
❖ Upgrades 4,561 Family Housing Units <ul style="list-style-type: none"> ◆ AFH Construction (1,622 units) ◆ RCI Privatization (2,939 units) <ul style="list-style-type: none"> • Army Modular Force Projects <ul style="list-style-type: none"> ▪ Fort Drum (358 units) ▪ Fort Irwin (172 units) 	595
❖ Operates and maintains 45,454 Army controlled Housing Units	677



Fort Belvoir Family Housing (RCI)



Base Realignment and Closure 2005



The Army's BRAC 2005 Strategy and Process supports initiatives that:

- ❖ Enhance military value,
- ❖ Advance the Modular Force,
- ❖ Accommodate the rebasing of overseas units,
- ❖ Reduce cost of ownership,
- ❖ Contribute to Joint operations and Joint business function opportunities, and
- ❖ Enable the transformation of the Reserve Components and the rebalancing of Active and Reserve forces.

Army FY07 Budget Themes



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