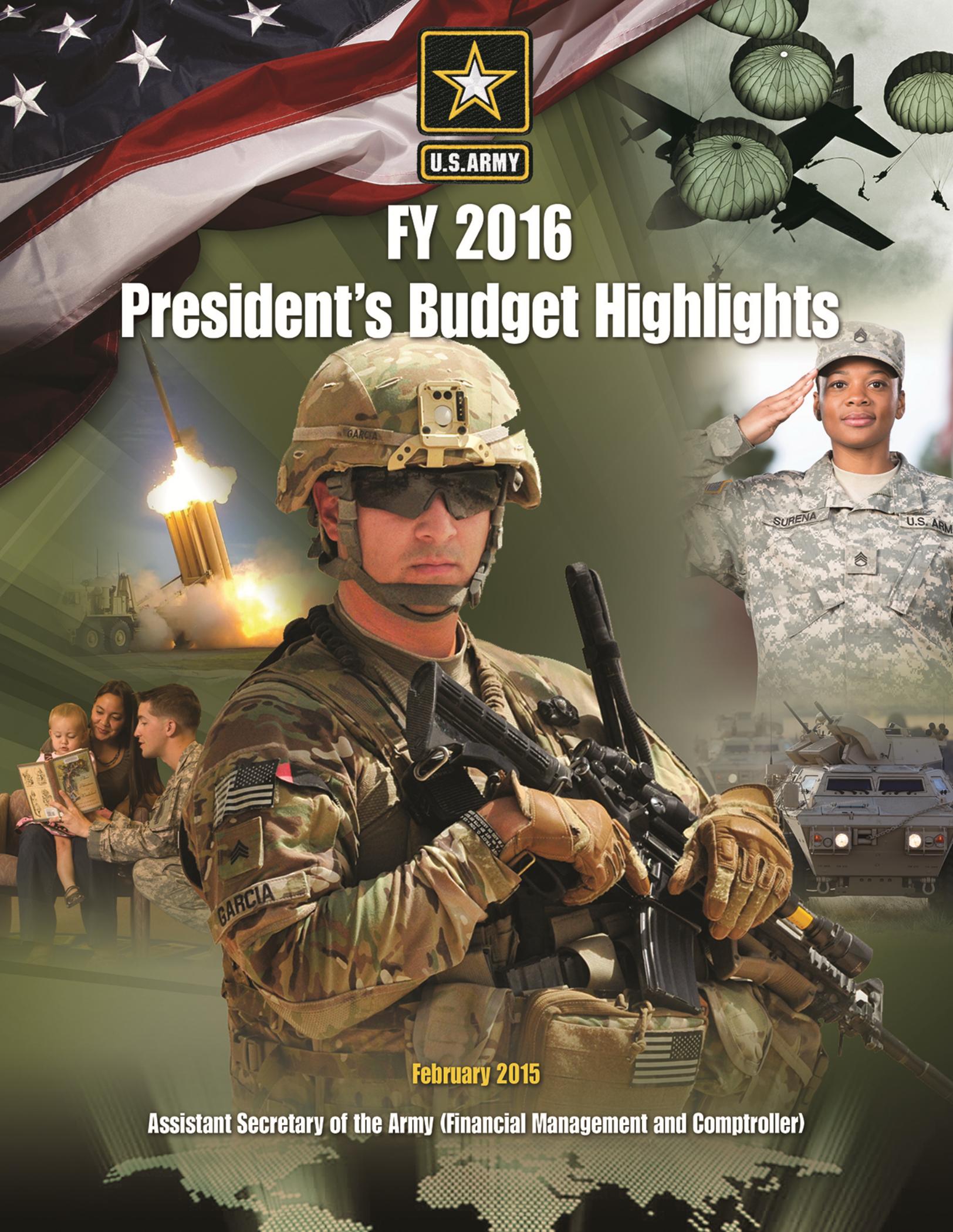




U.S. ARMY

FY 2016

President's Budget Highlights



February 2015

Assistant Secretary of the Army (Financial Management and Comptroller)



FY 2016
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Assistant Secretary of the Army
(Financial Management and Comptroller)

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Our Strategic Goals

America's Army remains indispensable to National Defense as the velocity of instability around the world has increased. Operating in environments characterized by heightened competition for resources, widespread urbanization, shifting alliances between state and non-state actors, and threats that appear across multiple domains, now more than ever before, the Army must be prepared to meet broad, wide-ranging requirements across the globe simultaneously.

Even as we reduce our presence in Afghanistan, the global demand for Brigade Combat Teams, the Army's basic warfighting unit, is projected to decrease by only one by 2016. Nine of ten Active Army Divisions are currently committed to either named operations or regionally aligned engagements. Army forces have been responding to a myriad of crises in troubled corners around the globe. We find ourselves returning to the Middle East to conduct a variety of military operations, with the likelihood that these missions will continue. In Africa, the Army sent forces to Guinea, Liberia, Sierra Leone, and Senegal to work in support of the U.S. Agency for International Development and other interagency and international partners to combat the Ebola crisis.

Demand for Army capabilities and presence continues to increase across all Combatant Commands in response to unforeseen contingencies. The Army is the backbone of the Joint Force through its unique ability to provide commanders flexible options to deter and operate in multiple regions simultaneously, in all phases of military operations — preventing conflicts, shaping the security environment, and when necessary, winning decisively in support of U.S. policy objectives.

Unlike previous eras and conflicts, today's fast-paced world simply does not allow us the time to regenerate capabilities when needed. Consequently, our Army must be sized, shaped, organized, trained, and equipped for the world in which we live. The FY 2016 President's Budget Request is formulated to maintain strategic and operational flexibility to ensure the Army is positioned to support the national security strategy in the future.

Budget Objectives

The FY 2016 Budget Objectives

The Army's FY 2016 Budget Request provides Combatant Commanders with trained and ready land forces capable of winning in an increasingly complex strategic environment.

MAINTAIN STRATEGIC AND OPERATIONAL FLEXIBILITY

- ❖ The outbreak of hostilities in Ukraine; the speed in which the Islamic State in Syria and the Levant seized large portions of territory in Iraq and Syria; along with the swift global reaction to the Ebola crisis in Africa demonstrates how volatile the world is and underscores the importance of maintaining strategic and operational flexibility.

PROVIDE GLOBALLY RESPONSIVE AND REGIONALLY ENGAGED FORCES

- ❖ As we start 2015, nine of the Army's ten active duty Division headquarters and nine Brigade Combat Teams are either engaged in named operations or in regional engagements.

BUILD NEAR-TERM READINESS

- ❖ The Army must remain ready and capable of dominating across the full operational spectrum with sufficient land forces. The Bipartisan Budget Act enabled the Army to buy back a portion of readiness suppressed under the Budget Control Act. However, we need to further build readiness in order to meet the global challenges associated with the velocity of instability when our nation calls.

PRIORITIZE LEADER DEVELOPMENT

- ❖ Leader development is the Chief of Staff of the Army's number one priority. The newly released Army Operating Concept seeks to maximize leader development, human performance, and professionalism.

SUPPORT SOLDIER-CENTRIC MODERNIZATION

- ❖ Sustaining efforts to equip Soldiers to meet warfighting requirements of today, the Army has accepted mid-term risk in its efforts to modernize for the warfight of tomorrow.

SUSTAIN THE PREMIER ALL-VOLUNTEER ARMY

- ❖ We have an enduring commitment to Soldiers, Families, and Civilians and to sustain a system of programs and services to mitigate the unique demands of military life, foster life skills, strengthen resilience, and promote a strong and ready Army.

Provides our Nation options in an increasingly volatile world

FY 2016 Budget Request

Department of the Army

Appropriation (\$M)	FY 2015 Enacted			FY 2016 Request		
	Base	OCO	Total	Base	OCO	Total
Military Personnel	53,078	3,460	56,538	53,624	2,019	55,643
<i>Active Army</i>	41,116	3,260	44,376	41,131	1,828	42,959
<i>Army National Guard</i>	7,644	175	7,819	7,942	166	8,108
<i>Army Reserve</i>	4,318	25	4,343	4,551	24	4,575
Medicare-Elig. Retiree Health Care Fund	3,080	51	3,131	2,706		2,706
<i>Active Army</i>	1,996	51	2,047	1,785		1,785
<i>Army National Guard</i>	689		689	588		588
<i>Army Reserve</i>	395		395	333		333
Operation and Maintenance	41,292	17,628	58,920	44,491	11,468	55,959
<i>Active Army</i>	32,603	17,509	50,111	35,108	11,383	46,490
<i>Army National Guard</i>	6,176	78	6,254	6,718	61	6,779
<i>Army Reserve</i>	2,513	42	2,555	2,666	25	2,690
Environmental Restoration	202		202	235		235
Procurement	13,910	1,148	15,058	16,129	1,626	17,755
<i>Aircraft</i>	5,216	196	5,412	5,689	165	5,854
<i>Missiles</i>	1,209	32	1,241	1,420	37	1,457
<i>Weapons and Tracked Combat Vehicles</i>	1,722	5	1,727	1,887	26	1,913
<i>Ammunition</i>	1,015	141	1,156	1,233	192	1,425
<i>Other Procurement</i>	4,748	774	5,521	5,899	1,206	7,105
Research, Development, Test, and Eval.	6,673	2	6,675	6,925	2	6,926
Military Construction	896	37	933	1,054		1,054
<i>Active Army</i>	589	37	626	743		743
<i>Army National Guard</i>	134		134	197		197
<i>Army Reserve</i>	173		173	114		114
Army Family Housing	430		430	493		493
<i>Operation</i>	351		351	394		394
<i>Construction</i>	79		79	100		100
Army Working Capital Fund	239		239	50		50
Arlington National Cemetery	66		66	46		46
Base Realignment and Closure	84		84	30		30
Chemical Agents-Munitions Dest/Constr.	841		841	721		721
Afghanistan Security Forces Fund		4,109	4,109		3,762	3,762
Joint Impr. Explosive Device Defeat Fund		444	444		493	493
Iraq Train and Equip Fund		1,618	1,618		715	715
Syria Train and Equip Fund					600	600
Totals	120,790	28,497	149,287	126,503	20,685	147,189

FY 2015 Base Enacted includes \$850M in OCO funding to be used for Base purposes. FY 2015 OCO is decreased for the transfer.

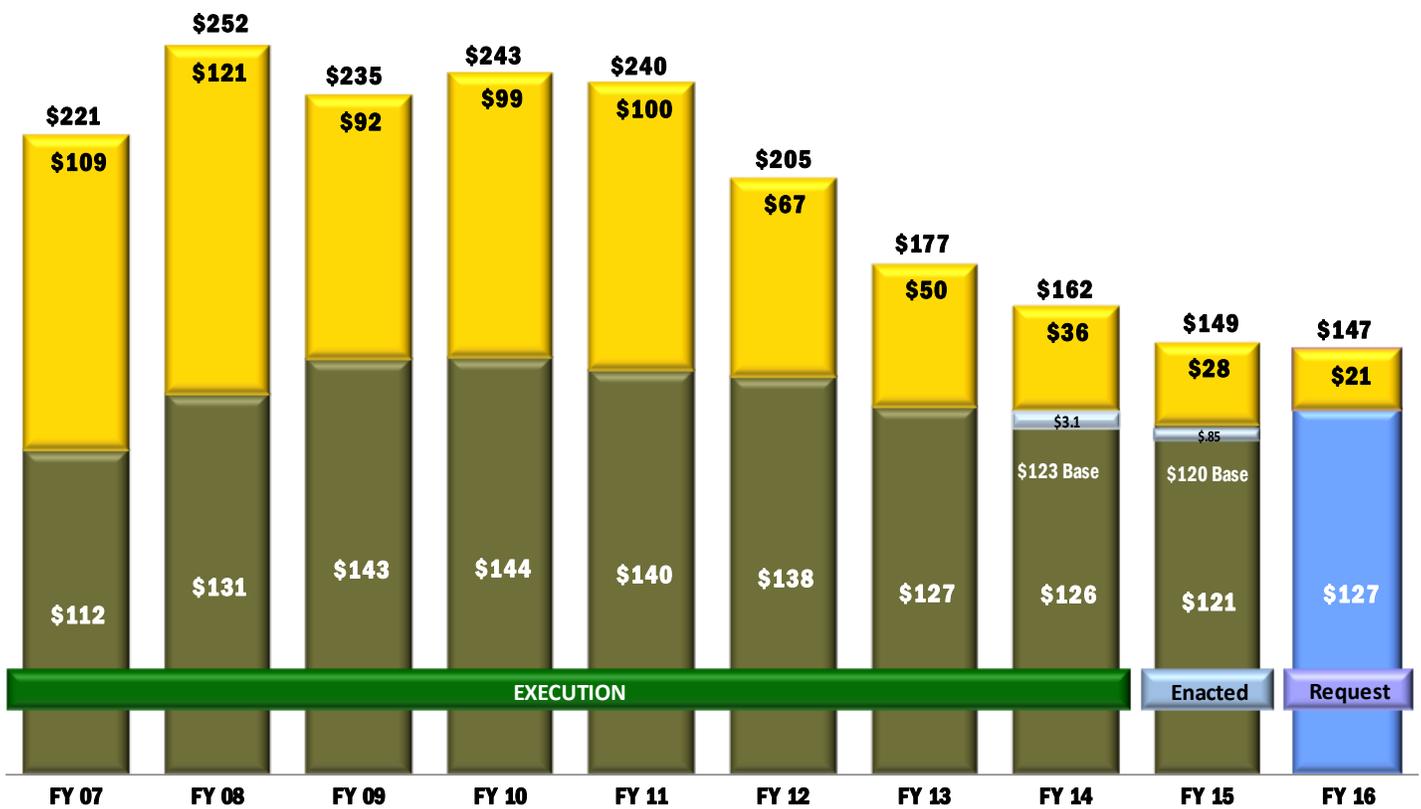
Numbers throughout this publication may not add due to rounding.

Army Budget Trends

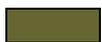
The Army's budget in both Base and Overseas Contingency Operations has been on the decline since 2008. The reduction in funding is not just a reflection of fiscal pressures of the defense budget, but also due to the great stewardship of the Army's resources.

Overseas Contingency Operations funding is now roughly 20% of the requirements from 2010. While the Army has reduced Soldier end strength by nearly 120,000 during this time period, the demand for Army capabilities and presence continues to increase across all Combatant Commands in response to unforeseen contingencies.

FY 2007 — FY 2016



Overseas Contingency Operations



Base



FY 2014 Actual Base Executed total includes \$3.10B in OCO funding used for Base purposes

FY 2015 Base Enacted total includes \$850M in OCO funding to be used for Base purposes

The Total Army Forces



Total Army Forces

The components of the Total Army—Active, Reserve, and Civilian—are the Strength of the Nation.

- ❖ The Active Component's **475,000** Soldiers requested in the FY 2016 Budget Request comprise **47%** of the Army's military strength and provide forces capable of responding quickly across the spectrum of conflict. They represent the Nation's dominant landpower response.
- ❖ The Reserve Component's **540,000** Soldiers—Army National Guard and Army Reserve requested in FY 2016—comprise **53%** of the Total Army military force. They fulfill vital national defense and homeland civil support roles and provide operational flexibility to combatant commands that complements the Active Component in responding to National Security threats. The Army National Guard request is for 342,000 Soldiers. The Army Reserve request is for 198,000 Soldiers.
- ❖ The Army's Civilian Workforce's **205,363** personnel serve the Nation by providing expertise and continuity at home and abroad.

Military Personnel

SOLDIERS: THE STRENGTH OF OUR ARMY



The FY 2016 Budget Request

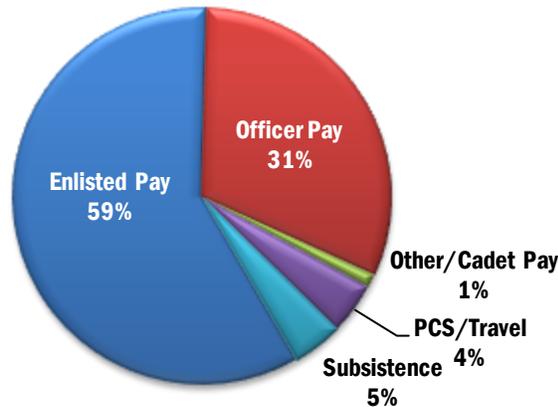
- ❖ Emphasizes manning the force, taking care of Soldiers and Families, and sustaining the quality of Army personnel
- ❖ Provides incentives to recruit and retain the All-Volunteer Force, such as recruiting and retention bonuses, education benefits, and loan repayments
- ❖ Funds Active Component end strength of 475,000
- ❖ Funds Army National Guard end strength of 342,000, and Army Reserve end strength of 198,000
- ❖ Provides a 1.3% military basic pay raise, a 1.2% basic allowance for housing increase, and a 3.4% basic allowance for subsistence increase
- ❖ Provides a payment into the Medicare-Eligible Retiree Health Care Fund for eligible beneficiaries and their dependents and survivors

MILITARY PERSONNEL SUMMARY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Active Army	41,116	3,260	44,376	41,131	1,828	42,959
Army National Guard	7,644	175	7,819	7,942	166	8,108
Army Reserve	4,317	25	4,342	4,551	25	4,576
Medicare-Elig Ret Health Care Fund	3,080	51	3,131	2,706		2,706
Totals	56,157	3,511	59,688	56,330	2,019	58,349

Military Personnel

Active Army



The Military Personnel, Army, appropriation budget sustains the All-Volunteer Force by providing Active Component (AC) basic and special pays, retired pay accrual, allowances for subsistence (rations), and housing, recruiting and retention incentives, permanent change of station moves, death gratuities, unemployment compensation benefits, as well as ROTC and United States Military Academy cadet stipends.

In FY 2016, the entire AC end strength of 475,000 is fully funded in the base. While there were 6,600 AC manyears funded in OCO for FY 2015, no manyears are requested in OCO in FY 2016.

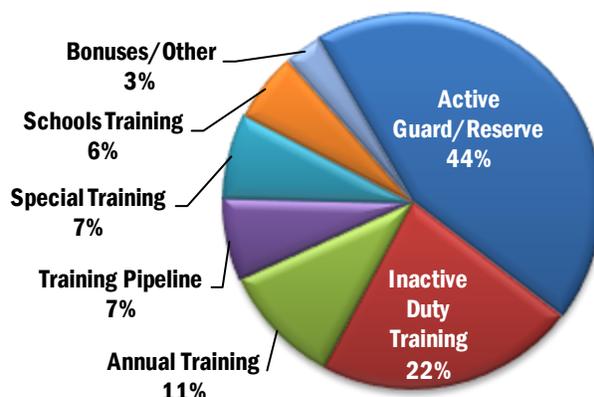
The FY 2016 Budget Request meets Army manning goals by providing mission and location-specific entitlements for Soldiers and their Families across the world. It also includes critical force shaping tools required to recruit and retain the key skill sets the Army needs to maintain a premier All-Volunteer Army.

MILITARY PERSONNEL, ARMY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Officer Pay and Allowances	12,437	1,476	13,913	12,892	482	13,374
Enlisted Personnel Pay and Allowances	24,595	1,219	25,814	24,167	932	25,099
Subsistence of Enlisted Personnel	1,794	317	2,111	1,813	259	2,072
Permanent Change of Station	1,786	102	1,888	1,787	48	1,835
Other Personnel Costs	425	146	571	392	107	499
Cadet Pay and Allowances	79		79	80		80
Totals	41,116	3,260	44,376	41,131	1,828	42,959
<i>Medicare-Eligible Retiree Health Care Fund</i>	<i>1,996</i>	<i>51</i>	<i>2,047</i>	<i>1,785</i>		<i>1,785</i>

Military Personnel

Army National Guard



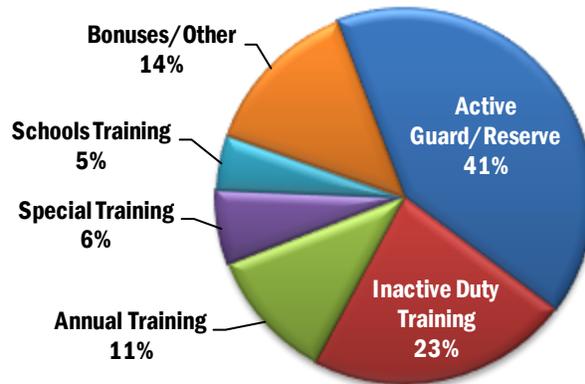
The National Guard Personnel, Army, appropriation supports individual and collective readiness as well as full-time Active Guard and Reserve (AGR) manning, benefits and bonuses throughout the Army National Guard, assuring the nation of a force ready to quickly and adeptly respond to overseas contingencies and domestic emergencies. Funded programs include Inactive Duty for Training (IDT), Annual Training (AT), individual schools, special training, and Active Duty for Operational Support — all of which ensure continuity of daily operations in support of a trained and ready force. Additionally, the appropriation funds incentives and benefits (enlistment bonuses), loan repayment programs, death gratuities, disability and hospitalization, and education benefits (i.e., Post-9/11 GI Bill). The FY 2016 Budget Request supports a 3% reduction in end strength (8,200) in conjunction with Army Total Force strength reductions. The FY 2016 end strength of 342,000 includes 30,770 AGRs (a reduction of 615). The request also includes funding for the continuation of operational support along the Southwest Border through the first quarter of FY 2016.

NATIONAL GUARD PERSONNEL, ARMY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Active Guard/Reserve	3,495	4	3,499	3,474	4	3,478
Inactive Duty Training	1,750	11	1,761	1,776	6	1,782
Annual Training	824	18	842	830	29	859
Training Pipeline (Pay Groups F and P)	481		481	567		567
Special Training	502	106	608	572	119	691
Schools Training	347	30	377	471	3	474
Bonuses	200		200	195		195
Other Incentives/Benefits	45	6	51	56	5	61
Totals	7,644	175	7,819	7,942	166	8,108
<i>Medicare-Eligible Retiree Health Care Fund</i>	<i>689</i>		<i>689</i>	<i>588</i>		<i>588</i>

Military Personnel

Army Reserve



The Reserve Personnel, Army, appropriation budget supports training that promotes Army Reserve individual and collective readiness. The FY 2016 Budget Request funds pay and allowances for full-time Active Guard and Reserve (AGR) and part-time Reserve Soldiers performing duty in several training categories, including Inactive Duty Training, Annual Training, Active Duty for Training, and Active Duty for Operational Support. The FY 2016 Budget Request continues the Army's plan to transform the Army Reserve from a strategic reserve to an operational force. The FY 2016 Budget Request funds an end strength of 198,000 Soldiers. Incentives and benefits include disability and hospitalization, death gratuities, and education benefits.

RESERVE PERSONNEL, ARMY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Active Guard/Reserve	1,860		1,860	1,869		1,869
Inactive Duty Training	1,016		1,016	1,027		1,027
Annual Training	518	11	529	516	13	529
Special Training	175	14	189	294	11	305
Schools Training	162		162	215		215
Bonuses						
Other Training Support	254		254	247		247
Other Incentives/Benefits	333		333	382		382
Totals	4,318	25	4,343	4,551	24	4,575
<i>Medicare-Eligible Retiree Health Care Fund</i>	<i>395</i>		<i>395</i>	<i>333</i>		<i>333</i>

Civilian Workforce

The Department of the Army's Civilian Workforce accomplishes a multitude of worldwide defense missions in support of military forces and are an integral part of Army readiness. As military end strength is reduced, the Army continues the effort to reduce Civilians at the same rate. The FY 2016 request sustains or increases the following key operational and support programs:

- ❖ Civilian personnel pay raise rates (1.3%)
- ❖ Civilian training and Civilian unemployment compensation
- ❖ Sexual Harassment/Assault Response and Prevention Program
- ❖ Army Financial Management Optimization Initiative
- ❖ Foreign Military Sales (Army provides reimbursable manpower)
- ❖ Cyberspace and information operations



Tobyhanna Depot

Anniston Army Depot

Department of the Army Civilian Personnel Full-Time Equivalent Displays Army appropriations funding civilian pay and full-time equivalents

Appropriation Title	FY 2015	FY 2016
Operation and Maintenance	162,938	160,372
<i>Active Army</i>	122,860	121,752
<i>Army National Guard</i>	29,335	28,199
<i>Army Reserve</i>	10,743	10,421
Research, Development, Test, & Evaluation	17,260	16,758
Military Construction	5,847	5,427
Army Family Housing	635	607
Foreign Financing Program	13	13
Joint Impr. Explosive Devices Defeat Fund	254	*
Army Working Capital Fund	22,309	21,985
Cemeterial Expenses, Army	201	201
Totals	209,457	205,363

* FTEs moved to OCO funded

Operation and Maintenance



Overview

Funding for our institutional training base supports Army readiness as we recruit America's sons and daughters and transform them into officers and enlisted Soldiers in the ranks of our Nation's Army. They will return to the training base throughout their careers as they develop the technical and leadership skills needed to maintain a ready force in a complex security environment.

The FY 2016 Operation and Maintenance budget request funds the Army's relevant and ready Land Force capability. The request will fund the full spectrum of Army activities, recruiting and initial training of Soldiers, unit training, global employment of forces, operation of Army installations, and physical and mental well-being of our Soldiers, Families and Civilians. The request also includes funding for our ongoing worldwide operations.

The operation and maintenance budget request also funds global missions to which the Army provides land forces. These include the Global Response Force, Korea Rotations, United Nations Multinational Force Observer rotations in the Sinai (Egypt), European and North Atlantic Treaty Organization Response Forces, Ground Based Missile Defense rotations, and

(Continued on page 14)

OPERATION AND MAINTENANCE SUMMARY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Active Army*	32,603	17,509	50,112	35,108	11,383	46,491
Army National Guard	6,176	77	6,253	6,718	61	6,779
Army Reserve	2,513	41	2,554	2,666	24	2,690
Environmental Restoration	202		202	235		235
Totals	41,494	17,627	59,121	44,727	11,468	56,195

* FY 2015 Base Enacted includes \$850M in OCO funding to be used for Base purposes. FY 2015 OCO Enacted is decreased for the transfer.

Operation and Maintenance



Homeland Defense missions. All of these missions demonstrate not only US resolve around the world, but they are also opportunities to meet emerging theater security cooperation requirements for regionally aligned forces in Asia-Pacific, European, and African theaters.

Army's Base Operations Support strategy continues to prioritize funding for Life, Health, and Safety programs, logistics capabilities that enable unit readiness, and services to Soldiers and Families. Base Operations Support funds municipal services, facilities operations, logistics, security, human resources, community services, and environmental programs to provide a desirable quality of life and work environment for Soldiers, Families, and Army Civilians. The Army remains committed to its Family Programs and assessing these service portfolios in order to maintain relevance and effectiveness.

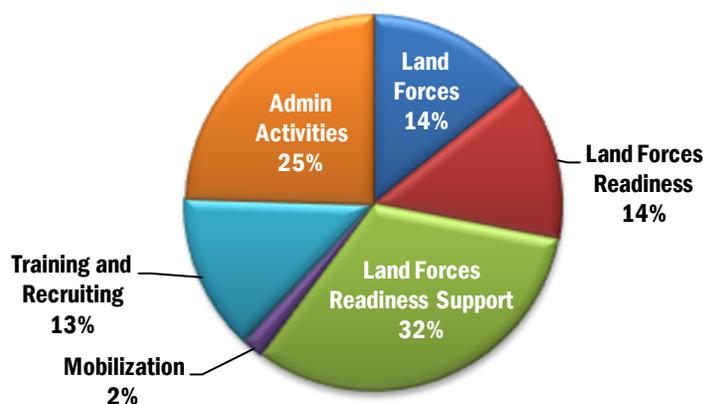
The Army is focused on improving physical, emotional, and psychological resilience in Soldiers, Families, and Army Civilians. Through the Ready and Resilient Campaign, personal and unit readiness is enhanced by integrating and synchronizing multiple Army-wide programs to reinforce holistic fitness, mitigate stress, and build resilience.

Other prevention-focused programs include the Health Promotion, Risk Reduction, and Suicide Prevention program; Comprehensive Soldier and Family Fitness program, and the Sexual Harassment/Assault Response and Prevention program. The Army continues to support programs for Wounded Warriors and their Families. Survivor Outreach Services continues as a high priority in support of Family members of fallen Soldiers.

Consistent with available budget resources, the Quadrennial Defense Review and Secretary of Defense guidance, the Army will continue to reduce its end strength. However, to achieve the reduced end strength required, we will not be able to retain all Soldiers that have served their Nation honorably. As Soldiers depart the Active Army, we are committed to assisting them and their Families as they transition to the Army Reserve, Army National Guard, or civilian life through programs such as Soldier for Life. Soldier for Life connects Army, governmental, and community efforts to build relationships that facilitate successful reintegration of our Soldiers, Retired Soldiers, Veterans, and their Families to keep them Army Strong and instill their values, ethos, and leadership within communities.

Operation and Maintenance

Active Army



The Operation and Maintenance, Army, (OMA), appropriation budget request provides funding to organize, train, and sustain the All-Volunteer Army to enable the Joint Force with decisive sustainable landpower in support of combatant commanders' demands. OMA funding supports readiness, strategic mobilization, recruitment, and sustainment of the force through adaptive unit, individual, and leader training and support of Soldier well-being. The Army continues to reorganize, realign, and restructure forces. The Brigade Combat Team (BCT) reorganization enhances brigade combat power by adding a third maneuver battalion and reducing total BCTs from 32 in FY 2015 to 30 in FY 2016. The FY 2016 budget restores readiness lost from sequestration and the Bipartisan Budget Act by transitioning from a limited contingency force in FY 2015, i.e., "tiered readiness," to a more balanced Total Readiness across the force in FY 2016. In summary, the OMA budget request builds Army readiness in an uncertain security environment as the Army continues the transition to a smaller, leaner, more agile force, and ensures the combat experience and lessons our Soldiers have learned are institutionalized to inform the future.

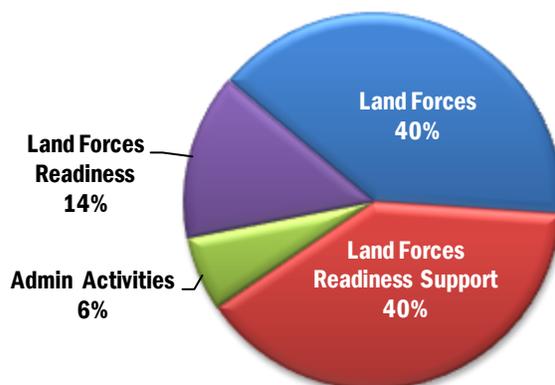
OPERATION AND MAINTENANCE, ARMY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Operating Forces	19,501	14,135	33,636	21,115	9,285	30,400
Land Forces	4,307	2,249	6,556	5,035	1,653	6,688
Land Forces Readiness	4,793	1,402	6,195	4,812	1,237	6,049
Land Forces Readiness Support	10,401	10,484	20,885	11,268	6,395	17,663
Mobilization	589	60	649	670	40	710
Training and Recruiting	4,364		4,364	4,713		4,713
Accession Training	658		658	712		712
Basic Skill and Advanced Training	2,523		2,523	2,756		2,756
Recruiting/Other Training and Education	1,183		1,183	1,245		1,245
Admin and Servicewide Activities	8,149	3,315	11,464	8,610	2,058	10,668
Security Programs	1,029	1,122	4,090	1,121	1,268	2,389
Logistics Operations	2,238	1,852	4,763	2,337	535	2,872
Servicewide Support	4,422	341	4,763	4,642	255	4,897
Support of Other Nations	460		460	510		510
Totals	32,603	17,509	50,112	35,108	11,383	46,491

* FY 2015 Base Enacted includes \$850M in OCO funding to be used for Base purposes. FY 2015 OCO Enacted is decreased for the transfer.

Operation and Maintenance

Army National Guard



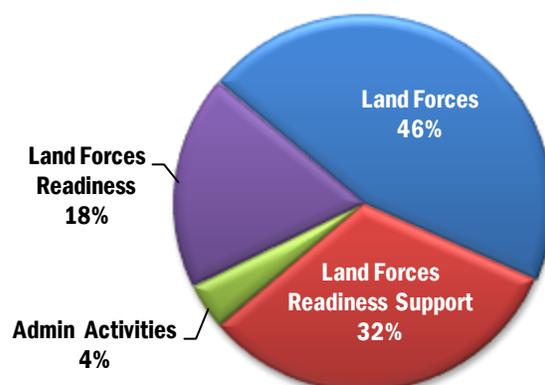
The Operation and Maintenance, Army National Guard, appropriation budget request funds for day-to-day operations, readiness, administration, logistics, and communication activities of Army National Guard units across 50 states, 3 territories, and the District of Columbia. With mobilizations declining, the Army National Guard will fund an increased number of Soldiers participating in individual and collective training events. Increased investments are made to begin the process of restoring readiness and base operations support. Additionally, investments are directed to increase sustainment and modernization efforts that will reduce the backlog of Army National Guard buildings and structures that have been deferred from prior years. Funding continues to support Family and Soldier programs that promote well-being to the Army National Guard's most valuable asset—its Soldiers and Families.

OPERATION AND MAINTENANCE, NATIONAL GUARD

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Operating Forces	5,808	78	5,886	6,288	61	6,349
Land Forces	2,673	44	2,717	2,683	23	2,706
Land Forces Readiness	925	15	940	954	13	967
Land Forces Readiness Support	2,210	19	2,229	2,651	25	2,676
Admin and Servicewide Activities	367		367	431	1	432
Recruiting and Advertising	6		6	7		7
Administration	57		57	60		60
Servicewide Communications	36		36	68	1	69
Servicewide Transportation	9		9	9		9
Manpower Management	257		257	284		284
Real Estate Management	2		2	3		3
Totals	6,176	78	6,254	6,719	62	6,781

Operation and Maintenance

Army Reserve



The Operation and Maintenance, Army Reserve, appropriation budget request funds operations, logistics, administration, maintenance and management support for the Army Reserve. The budget supports readiness of our Soldiers with training during weekend assemblies and collective training during Annual Training, and other exercises. Additionally, the budget provides for installation management, maintenance of real property, records management, and personnel support to Retirees, Veterans, and their Families. With a focus on the Army's Ready and Resilient Campaign, the FY 2016 budget provides essential funding for the Sexual Harassment/Assault Response and Prevention program, suicide prevention, family support, and transition programs to include the Soldier For Life-Transition Assistance Program. The FY 2016 budget continues the Army's plan to transform the Army Reserve into a force prepared to prevail in current and future conflicts while supporting the homeland with sustained cyclical readiness of units and Soldiers.

OPERATION AND MAINTENANCE, ARMY RESERVE

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Operating Forces	2,415	42	2,456	2,560	25	2,585
Land Forces	1,226	6	1,232	1,213	3	1,216
Land Forces Readiness	503	1	503	490	1	490
Land Forces Readiness Support	686	35	721	858	21	878
Admin and Servicewide Activities	99		99	106		106
Totals	2,513	42	2,555	2,666	25	2,690

Research, Development, and Acquisition

Overview

The FY 2016 modernization budget request maintains the Army's focus on the Soldier and our commitment to provide a full spectrum force capable of dominant engagement. However, current operational and readiness priorities leave research, development and acquisition funding out of balance with what historically was allocated to modernization in a balanced Army program.

The Army's request for research, development, and acquisition funding reflects an increased emphasis on Aviation modernization and Science and Technology programs, while deferring new investment in future fighting vehicles, armed aerial scout and full "on the move" networking. Significant investments for FY 2016 include:

- ❖ Aviation programs (Black Hawk, Apache, Chinook)
- ❖ Patriot modernization and Patriot Missile Segment Enhancement missiles and Integrated Air and Missile Defense
- ❖ Development of the Armored Multi-Purpose Vehicle
- ❖ Continuation of the M1 Abrams, M2 Bradley and Stryker combat vehicles programs that enable network integration, mobility, and protection
- ❖ Tactical networking to connect Soldiers and formations across the full-spectrum of operations
- ❖ Low Rate Initial Production procurement of the Paladin Integrated Management capability
- ❖ Increased procurement of the Joint Light Tactical Vehicle
- ❖ Additional Gray Eagle Unmanned Aerial Vehicles



Tactical Networks



AH-64 Apache Helicopter

Procurement Summary

The FY 2016 Budget Request Supports

- ❖ UH-60 Black Hawk (\$1,563M APA). Procures 70 UH-60M (60 COMPO 1, 10 COMPO 2), 24 HH-60M (19 COMPO 1, 5 COMPO 2), and purchases mission equipment packages.
- ❖ AH-64 Apache (\$1,149M APA). Procures 64 remanufactured AH-64E (Apache Block III) aircraft and associated modifications to AH-64D fleet.
- ❖ CH-47F Chinook (\$1,210M APA). Procures a base quantity of 27 remanufactured aircraft as well as 12 newly built CH-47F aircraft and associated modifications to CH-47 fleet.
- ❖ WIN-T Network (\$783M OPA). Funds upgrade of 31 WIN-T Inc 1 units to enhance interoperability with units fielded with WIN-T Inc 2. Supports procurement of 248 communications nodes (39 Tactical Communications Nodes, 167 Soldier Network Extensions, and 42 Points of Presence) for WIN-T Inc 2, and continues fielding and support for previously procured Low Rate Initial Production equipment. Supports integration of 179 modification kits for AN/TRC-190 radio systems, and fields Tactical NetOps Management Systems to 89 non-WIN-T units, and 283 Battlefield Video-Teleconferencing Center III systems.
- ❖ Stryker Vehicles (\$561.1M WTCV). Completes procurement of 3rd DVH brigade set and procures 87 4th DVH brigade set with integrated Engineering Change Package 1. Supports fleet modifications, addresses C4I obsolescence, training devices and DVH survivability, and safety mods.
- ❖ Unmanned Aircraft Systems (\$473M APA). Procures 17 Gray Eagle aircraft (15 base Aircraft, payloads, and ground equipment), 2 battle loss/attrition Gray Eagle aircraft, 4 Shadow V2 retrofit kits and launchers, 10 One System Remote Video Terminal Systems, Fielding and New Equipment Training.
- ❖ Patriot Missiles (\$415M MIPA). Procures 80 Patriot Missile Segment Enhancement Missiles.
- ❖ Abrams Tank Mod (\$367.9M WTCV). Continues with armor production transitioning to the Engineering Change Package (ECP) 1A Armor package configuration, procures the remaining ECP 1A hardware beginning FY 2016 in support of M1A2SEP v3 production in FY17. Continues procurement of training devices, program management, system technical support, safety modifications and operational field modifications. Modifications include Blue Force Tracking 2 A-kit; CROWS (Low Profile); Ammunition Data Link; Training Aids, Devices, Simulators and Simulations; and TIGER engine improvements and transmission upgrades to improve reliability and durability.
- ❖ Joint Light Tactical Vehicle (\$308M OPA; 450 vehicles). Low Rate Initial Production decision is currently scheduled for Q4 FY 2015. A single vendor will be selected to produce vehicles that provide the most capability at a \$250K or less average unit manufacturing cost.
- ❖ Paladin Integrated Management (PIM) (\$273.9M WTCV). Procures Low Rate Initial Production of 30 PIM Systems; 30 Self-Propelled Howitzers, and 30 Carrier, Ammunition, Tracked. A PIM full rate production decision is anticipated in January 2017.

PROCUREMENT SUMMARY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Aircraft	5,216	196	5,412	5,689	165	5,854
Missile	1,209	32	1,241	1,420	37	1,457
Ammunition	1,015	141	1,156	1,233	192	1,425
Weapons and Tracked Combat Vehicles	1,722	5	1,727	1,887	26	1,913
Other: Tactical and Support Vehicles	1,873	620	2,493	2,372	1,068	3,440
Other: Comm/Elect and Initial Spares	2,874	154	3,028	3,526	138	3,664
Totals	13,910	1,148	15,057	16,129	1,626	17,753

Aircraft



UH-60 Black Hawk Helicopters

AIRCRAFT

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Aircraft	3,965	196	4,161	4,560	116	4,676
CH-47 Chinook Cargo Helicopter MYP	892		892	1,025		1,025
CH-47 Chinook Cargo Helicopter Adv Proc	102		102	99		99
UH-60 Black Hawk Helicopter MYP *	1,340	16	1,356	1,436		1,436
UH-60 Black Hawk Helicopter Adv Proc *	117		117	127		127
AH-64 Apache Block IIIA Reman *	572	144	716	1,168		1,168
AH-64 Apache Block IIIA Reman Adv Proc	158		158	210		210
Light Utility Helicopter *	401		401	187		187
MQ-1 Gray Eagle *	238		238	260	17	277
RQ-11 Raven *	4		4			
Utility Fixed Wing *	11		11	1		1
Aircraft Aerial Common Sensor *	130	36	166		99	99
UH-60 Blackhawk A- and L-Models				47		47
Modifications	878		878	771	49	820
MQ-1 Payloads *	25		25	97	9	106
RQ-7 Shadow Unmanned Aerial Vehicle	126		126	82	8	90
AH-64 Apache Helicopter	182		182	116		116
Utility Helicopter	77		77	14		14
CH-47 Chinook Cargo Helicopter	32		32	86		86
Network and Mission Plan *	105		105	113		113
Comms, Nav Surveillance	116		116	83		83
Global Air Traffic Management	54		54	34		34
Utility/Cargo Airplane	15		15	16		16
Guardrail	14		14			
Multi-Sensor Airborne Reconnaissance	132		132	96		96
Guardrail/Common Sensor SEMA Mods				4		4
Airborne Reconnaissance-Low SEMA Mods				16	32	48
Enhanced Med Alt Recon/Surv System SEMA Mods				14		14
Support Equipment and Facilities	373		373	358		358
Survivability Counter Measures	8		8	56		56
Aircraft Survability Equipment *	89		89	9		9
Common Missile Warning System *	61		61	78		78
Avionics Support Equipment	7		7	7		7
Common Ground Equipment	29		29	65		65
Aircrew Integrated Systems	48		48	44		44
Air Traffic Control	127		127	95		95
Industrial Facilities	1		1	1		1
Launcher, 2.75 Rocket Industrial	3		3	3		3
Totals	5,216	196	5,412	5,689	165	5,854

*Programs with Congressional adjustments

Missiles



Patriot Missile System

MISSILES

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Other Missiles - Sub-Total	935	32	967	1,019	37	1,056
Lower Air and Missile Defense	110		110	115		115
Guided Multiple Launch Rocket System Rkts	127		127	251		251
TOW-2 Missile	70		70	88		88
Javelin Missile*	73		73	77		77
Hellfire Missile	4	32	37	28	37	65
Multiple Launch Rocket System Practice Rkts*	17		17	17		17
Patriot MSE Missile*	533		533	415		415
Joint Air-to-Ground MsIs				28		28
Modification of Missiles – Sub-Total	227		227	357		357
Patriot*	184		184	242		242
High Mobility Artillery Rocket System	6		6	3		3
Multiple Launch Rocket System	10		10	36		36
Guided Multiple Launch Rocket System				18		18
Improved Target Acquisition System-TOW	20		20	20		20
Stinger	1		1	2		2
Avenger	6		6	6		6
ATACMS				30		30
Spares and Repair Parts – Sub-Total	37		37	34		34
Support Equipment & Facilities – Sub-Total	10		10	10		10
Totals	1,209	32	1,241	1,420	37	1,457

*Programs with Congressional adjustments

Ammunition



155 mm Howitzer

AMMUNITION

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Small and Medium Caliber	188	35	223	239	4	243
Artillery*	198	25	223	259	17	276
Mortars	123	5	128	151	23	174
Rockets	28	67	95	41	136	177
Tank	102		102	106		106
Simulators/Signals	19		19	20	8	28
Mines/Countermine	46	9	55	35	4	39
Production Base Improvements	148		148	221		221
Ammunition Demilitarization	114		114	113		113
Miscellaneous	49		49	48		48
Totals	1,015	141	1,156	1,233	192	1,425

*Programs with Congressional adjustments



120 mm Mortar

Weapons and Tracked Combat Vehicles



Stryker

WEAPONS AND TRACKED COMBAT VEHICLES

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Tracked Combat Vehicles	435		435	181		181
Stryker	435		435	181		181
Modifications: Tracked Combat Vehicles	1,056		1,056	1,484		1,484
Stryker Upgrade				306		306
Paladin PIM Mod	247		247	274		274
Bradley Program (MOD)*	136		136	225		225
M1 Abrams Tank	237		237	368		368
Improved Recovery Vehicle*	123		123	124		124
Abrams Upgrade Program*	120		120			
Stryker (MOD)	40		40	74		74
Fire Support Vehicle	27		27			
Assault Breacher Vehicle	37		37	3		3
Joint Assault Bridge*	39		39	33		33
Assault Bridge (MOD)	3		3	2		2
M88 Family of Vehicles	2		2	15		15
M109A6 Howitzer, Paladin	45		45	60		60
Weapons and Other Combat Vehicles	66	5	71	83	26	109
Common Remotely Operated Wpns Station*	8	5	13	8	19	27
Handgun	4		4	5		5
Carbine-M4A1*	21		21	35		35
M320 Grenade Launcher Module	28		28	26		26
Mortar Systems	5		5	5	7	12
Precision Sniper Rifle				2		2
Compact Semi-Automatic Sniper Sys				2		2
Mods: Weapons/Other Combat Vehicles	146		146	120		120
Support Equipment and Facilities	19		19	19		19
Totals	1,722	5	1,727	1,887	26	1,913

*Programs with Congressional adjustments

Other Procurement

Tactical and Support Vehicles/Other Support Equipment



Family of Medium Tactical Vehicles



Joint Light Tactical Vehicle

OTHER PROCUREMENT

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Tactical and Support Vehicles	755	546	1,301	783	990	1,774
Family of Medium Tactical Vehicles*	100	96	196	90	244	334
Family of Heavy Tactical Vehicles*	78		78	28		28
Joint Light Tactical Vehicle	165		165	308		308
Modification of In-Service Equipment *	83		83	131	130	261
All Other Vehicles and Trailers*	157	450	607	216	616	832
Non-Tactical Vehicles *	12		12	11		11
ARNG HMMWV Modernization*	160		160			
Other Support Equipment	1,118	74	1,192	1,588	78	1,666
Training Equipment*	205		205	463		463
Combat Service Support Equipment*	199	54	253	199	55	253
Construction Equipment	107		107	107		107
Smoke/Obscurants Systems	20		20	28	4	32
Test Measurement and Diagnostic Equip*	56		56	50		50
Engineer Equipment (Non-Construction)	91		91	121		121
Bridging Equipment	17		17	89		89
Generators	115		115	178		178
Medical Equipment	47		47	74		74
Petroleum Equipment	42		42	41		41
Rail Float Containerization Equipment*	6		6	46		46
Material Handling Equipment	14		14	18	11	28
Maintenance Equipment	27		27	28		28
Other Support Equipment*	173	20	193	148	9	156
Totals	1,873	620	2,493	2,372	1,068	3,439

*Programs with Congressional adjustments

Other Procurement

Communication-Electronic/Initial Spares

OTHER PROCUREMENT

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Communications	1,411		1,411	1,639	35	1,674
Joint Communications*	697		697	842		842
Combat Communications*	252		252	215		215
Satellite Communications*	173		173	291	6	297
Base Communications	183		183	168	30	198
Information Security*	70		70	92		92
Intel Communications*	8		8	5		5
Long Haul Communications	29		29	16		16
Command, Control Communications				10		10
Electronic Equipment	1,427	154	1,581	1,839	102	1,941
Tactical Surveillance*	603		603	755	3	757
Tactical Command and Control*	306		306	398	0	399
Electronic Warfare	33	80	113	80	34	114
Tactical Intelligence and Related Activities	218	74	292	377	65	441
Automation*	261		261	217	1	218
Audio-Visual Systems	5		5	4		4
Support	0		0	8		8
Spares and Repair Parts*	36		36	49		49
Totals	2,874	154	3,028	3,526	138	3,664

KEY NETWORK MODERNIZATION PROGRAMS

- ❖ Handheld, Manpack and Small Form Fit. A tactical radio program with Manpack and Rifleman Radio variants to extend the network down to the squad/team leader.
- ❖ Nett Warrior. A hand-held display device using commercial smart phone technology to extend automated command and control/position location information down to the team leader.
- ❖ Joint Battle Command-Platform. To provide critical situational awareness, command and control, and location information of mounted forces on the battlefield, from the brigade down to the platoon.
- ❖ Warfighter Information Network-Tactical, Increment 2. To enhance at-the-halt communications with an on-the-move capability to provide situational understanding for effective Mission Command to combat leaders at division, brigade combat team, battalion, and company level, with higher capacity.
- ❖ Airborne, Maritime Fixed Small Airborne Link-16 Terminal tactical radio. To modernize the Apache platform to enable seamless connectivity with joint attack and C2 platforms.
- ❖ AMF Small Airborne Networking Radio tactical radio. To provide all aviation platforms the ability to join the Army's terrestrial voice and data networks through the use of advance software defined waveform capabilities.
- ❖ Mid-Tier Networking Vehicular Radio. A tactical radio planned to enhance high-capacity terrestrial (line of sight) communications in tactical units through the use of the Wideband Networking Waveform.

SUMMARY OF MAJOR NETWORK PROGRAMS

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Warfighter Information Network-Tactical*	664		664	783		783
Joint Tactical Radio System *	45		45	92		92
Distributed Common Ground Sys-Army	128	64	192	260	54	314
Joint Battle Command Platform*	88		88	133		133
Nett Warrior*	72		72	80		80
Totals	997	64	1,061	1,349	54	1,403

*Programs with Congressional adjustments

Research, Development, Test, and Evaluation



The FY 2016 Research, Development, Test, and Evaluation (RDTE) budget request of \$6,926 million supports the full range of RDTE activities balanced between current and future needs with a priority toward meeting long-term objectives, exploration and research. The major cornerstones of the Army's FY 2016 budget are Science and Technology, Network Programs, Combat Vehicle Development, Combat Vehicle Modernization, Air and Missile Defense, and Aviation.

The Army continues its Science and Technology mission dedicating \$2,201 million to invention, and demonstration of technologies. Basic Research (\$425M) creates new understandings of new phenomena, novel materials and physical/cognitive processes physical, biological or other processes for potential exploration toward military needs. Applied Research (\$880M) develops and assesses current technologies for potential military applications. Advanced Technology Development (\$896M) demonstrates mature technology that can be applied to acquisition programs in the near term. Key FY 2016 Army science and technology investments include technology demonstrations to inform requirements development and reduce technical risk for future programs of records in combat vehicle prototyping, Assured Position/Navigation/Timing research, Joint Multi-Role rotorcraft development for the Army's Future Vertical Lift capability, High Energy Laser efforts and degraded visual environment mitigation for aviators. Investments to improve existing capabilities and to identify and overcome vulnerabilities include next generation armor and affordable missile research efforts and technology vulnerability assessments. As the seed corn for the future, Army science and technology research efforts will continue in long range precision fires, cyber, materials, medical, Soldier, and quantum science technologies.

The Army will continue developments associated with key network efforts such as Warfighter Information Network-Tactical (WIN-T) and Networked Tactical Radios synchronized through

(Continued on page 27)

RESEARCH, DEVELOPMENT, TEST, AND EVALUATION

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Basic Research	461		461	425		425
Applied Research*	982		982	880		880
Adv Technology Development*	1,114		1,114	896		896
Adv Component Development-Prototypes* **	303	2	305	499	2	500
System Development and Demonstration*	1,623		1,623	2,069		2,069
Management Support*	1,015		1,015	1,027		1,027
Operational Systems Development*	1,175		1,175	1,129		1,129
Totals	6,673	2	6,675	6,925	2	6,926

* Programs with Congressional adjustments

** FY 2016 OCO Request = \$1.5B

Research, Development, Test, and Evaluation

Network Integration Evaluation (NIE). WIN-T funding (\$43.5M) develops the Network Operations (NETOps) software to meet the Army Network Convergence goals. NIE funding (\$85M) supports two evaluations, integrates platforms, components, and software systems, and validates the Army is fielding an interoperable capability. NIE first develops the infrastructure and test plans, then conducts the integration and evaluation of the potential solutions. The outcome of the NIE is the solution set for the next Capability Set. Networked Tactical Radio funding supports Joint Tactical Radios (JTRS) and Mid-Tier Networking Vehicular Radio (MNVR) programs. MNVR funding (\$8.8M) supports system security certification activities needed to execute a Non-Development Item strategy for mid-tier networking vehicular capability. JTRS funding (\$9.9M) supports operational and qualification testing to support full and open competition.

The Army is developing new vehicles as well as modernizing its current fleets. The Army continues to develop the Combat Vehicle Strategy of Future Fighting Vehicle development (\$49.3M). The strategy also includes efforts to increase protection for Soldiers, while improving a platform's lethality. Along those lines, funding continues development testing to include sub-system qualification and underbelly testing of the Paladin Integrated Management (\$152.3M), and begins detailed design of components and subsystems of the Armored Multi-Purpose Vehicle (\$230.2M). The Army's vehicle modernization effort integrates network capability, improves the command and control interface, and enhances engine design, suspension, and track life of the Abrams and Bradley (\$151.4M) and Stryker combat vehicles (\$105.8M).

Development efforts in ground mobility include the Joint Light Tactical Vehicle (\$32.5M), which supports the creation of a family of vehicles designed to provide protected, sustained, network mobility for personnel and payloads across the full range of military operations.

Air and Missile Defense programs (\$155.9M) include Patriot Product Improvement, Army Integrated Air and Missile Defense (AIAMD), Joint Land Attack Missile Defense Elevated Netted Sensor (JLENS), and the Counter-Rocket Artillery Mortar (C-RAM) System of Systems (SoS). Patriot Product Improvement continues software improvement for Threat Evolution, Radar Digital Processor (RDP) development, RDP Waveform Suite, Combat ID Enhancements, and Active Electronically Scanned Array (AESA) concept development. The AIAMD Program is the Army's System of Systems Battle Command System. JLENS supports AIAMD by providing fire control quality data to surface-to-air missile systems such as Army Patriot and Navy Aegis. The C-RAM program is working to develop, procure, field, and maintain a system of systems that can sense rocket, artillery, and mortar launches, then warn friendly forces, and, finally intercept and defeat incoming rockets and projectiles.

Aviation requirements (\$433M) include developmental efforts regarding the modernization and integration of combat and support aircraft, intelligence gathering platforms, and aircraft system components. FY 2016 efforts include supporting the Engineering and Manufacturing Development phase of the Common Infrared Counter Measure; development, integration and testing work associated with the planned Remanufacture and New Build AH-64 Apache helicopters; UH-60L Black Hawk cockpit digitization; continued development of the Improved Turbine Engine Program for the UH-60 Black Hawk and AH-64 Apache helicopters; and continued efforts regarding the redesign of the CH-47 rotor blade to provide increased lift capability. Other efforts also include software development of the Radar Warning Receiver for the AH-64E Apache within the Aircraft Survivability Equipment Program; development and testing of a Long Range Radar prototype for the Airborne Reconnaissance Low Advanced Development Program; and the development of modernized tactical and fixed base Air Traffic Control Systems.

Military Construction/BRAC



Unaccompanied Enlisted Personnel Housing, Hawaii

MILITARY CONSTRUCTION SUMMARY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Active Army	589	37	626	743		743
Army National Guard	134		134	197		197
Army Reserve	173		173	114		114
Totals	896	37	933	1,054		1,054

The FY 2016 Military Construction Budget Request funds the Army's most critical facility needs for the Active and Reserve Components for the following initiatives: Replacement of Aging Facilities, Barracks, Modularity, Quality of Life, and Global Posture. Within these initiatives are projects required to establish the U.S. Army Cyber Headquarters at Fort Gordon, Georgia and the Homeland Defense Operations Center at Joint Base San Antonio, Texas. Other investment priorities include construction of new Reserve and National Guard readiness centers, ranges, training and maintenance facilities; modernization of inadequate training barracks and replacement of failing and obsolete infrastructure.

The FY 2016 Military Construction request remains at historical low spending levels. This request funds 32 military construction projects in 21 states plus OCONUS (Germany).

BASE REALIGNMENT AND CLOSURE

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Base Realignment and Closure	84		84	30		30

The FY 2016 Base Realignment and Closure (BRAC) Budget Request supports the Army's environmental clean-up and disposal efforts at the remaining BRAC properties.

Military Construction

MILITARY CONSTRUCTION, ARMY

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Replace Aging Facilities	365		365	494		494
Modularity	85		85			
Planning and Design	51		51	109		109
Minor Construction	25		25	25		25
Barracks	52		52	56		56
Global Defense Posture	11	37	48	51		51
Improve Quality of Life				8		8
Totals	589	37	626	743		743

MILITARY CONSTRUCTION, ARMY NATIONAL GUARD

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Replace Aging Facilities	52		52	148		148
Modularity	50		50	14		14
Minor Construction	14		14	15		15
Planning and Design	18		18	20		20
Totals	134		134	197		197

MILITARY CONSTRUCTION, ARMY RESERVE

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Replace Aging Facilities	161		161	98		98
Minor Construction	4		4	7		7
Planning and Design	8		8	9		9
Totals	173		173	114		114

Army Family Housing



Family Housing Tower, Daegu, Republic of Korea

The FY 2016 Army Family Housing Operations budget supports the operation, maintenance, repair, utilities, and oversight of homes for Soldiers and their Families in both the United States and overseas. It provides funding for 10,614 Army-owned units; 4,984 leases; and portfolio and asset management for 86,077 privatized homes. This request also includes new construction of 143 Family Housing units (90 units at Camp Walker, Korea, 38 units at Rock Island, Illinois, and 15 at Camp Rudder, Florida).

ARMY FAMILY HOUSING

Budget Request (\$M)	FY15 Enacted			FY 16 Request		
	Base	OCO	Total	Base	OCO	Total
Construction	78			100		100
New/Replacement Construction	77		77	89		89
Improvement				4		4
Planning and Design	1		1	7		7
Operations	351		351	393		393
Operation and Utilities	153		153	151		151
Maintenance	65		65	75		75
Leasing	113		113	145		145
Privatization	20		20	22		22
Totals	430		430	493		493

Other Accounts



Arlington National Cemetery

The Army National Cemetery Program is an Army account. The Army is DoD’s financial management agent for the Chemical Agent and Munitions Destruction account. Army Working Capital Fund is an Army revolving account that directly supports the materiel readiness of operating units.

- ❖ Army National Cemetery Program funding (\$71M, Base) supports Arlington National Cemetery in Arlington, Virginia, and the Soldiers’ and Airmen’s Home National Cemetery in Washington, DC.
- ❖ Chemical Agent and Munitions Destruction funding (\$721M, Base) supports safe storage and destruction of the remaining chemical munitions stockpiles in Kentucky and Colorado.
- ❖ Army Working Capital Fund (\$50M, Base) provides for the acquisition of secondary items for Army Prepositioned Stocks and supports acquisition of the Paladin Integrated Management engines.

OTHER ACCOUNTS

Appropriation Title (\$M)	FY15 Enacted	FY16 Request
Army National Cemetery and Construction	66	71
Chemical Agent and Munitions Destruction	841	721
Army Working Capital Fund	239	50



Blue Grass Chemical Agent-Destruction Pilot Plant

Overseas Contingency Operations

OVERSEAS CONTINGENCE OPERATIONS BUDGET REQUEST

- ❖ Military Personnel budget request primarily funds entitlements; pay and allowances, training, and administrative support for Reserve Component Soldiers.
- ❖ Operations and Maintenance budget request funds support Operation FREEDOM'S SENTINEL (Afghanistan); Operation INHERENT RESOLVE (Targeted operations against Islamic State in Iraq and the Levant terrorists); European Reassurance Initiative; Operation SPARTAN SHIELD (supporting Regionally Aligned Forces concept with partners in the Arabian Gulf region), and Iraq and Syria Train and Equip Support missions. These missions continue to evolve in response to the volatility of current events throughout those regions.
- ❖ Research, Development, and Acquisition account funds battle losses and ammunition.
- ❖ Afghanistan Security Forces Fund provides assistance to the security forces of Afghanistan.
- ❖ Iraq Train and Equip Fund supports efforts to counter the Islamic State in Iraq and the Levant.
- ❖ Syria Train and Equip Fund supports efforts to counter the Islamic State in Syria and the Levant.
- ❖ Joint Improvised Explosive Device Defeat Fund supports JIEDDO's ability to find and procure solutions to existing and emerging capability gaps in order to counter IEDs, terrorism, and insurgency threats.



Technical Engineer



Signal Support

OVERSEAS CONTINGENCY OPERATIONS SUMMARY

OCO Request (\$M)	FY15 Enacted	FY16 Request
Army Accounts: Totals	23,175	15,114
Military Personnel	3,511	2,019
Operation & Maintenance	18,478	11,468
Research, Development, & Acquisition	1,150	1,627
Military Construction, Army	37	
Passthrough Accounts: Totals	6,172	5,571
Afghan Security Forces Fund	4,109	3,762
Iraq Train & Equip Fund	1,618	715
Syria Train & Equip Fund		600
Joint Improvised Explosive Device Defeat Fund	444	493
Totals	29,347	20,685

Conclusions

STEWARDSHIP

The Army fully supports fiscal responsibility and has worked hard to be good stewards of taxpayer dollars and maximize its limited resources. Although the Bipartisan Budget Act provided fiscal relief in FY 2014 and FY 2015, the Army has been actively pursuing several key initiatives in order to preserve strategic and operational flexibility.

- ❖ Drawdown of Military Forces
- ❖ Continued reorganization of Brigade Combat Teams
- ❖ Condense the contracted and civilian workforce through reshaping efforts
- ❖ Minimally fund facilities restoration and modernization
- ❖ Delaying development of Critical Warfighter Capabilities
- ❖ Aviation Restructuring Initiative

Since the passage of the Budget Control Act nearly four years ago, the security environment in which the Army now operates has changed significantly. The Army continues to work diligently to adjust to sequestration and sequestration level-funding constraints while prudently managing its resources in support of national security commitments.

THE ARMY FACES NUMEROUS MAJOR CHALLENGES

IN THE CURRENT ENVIRONMENT

The “velocity of instability” has substantially increased since the FY 2016 spending cap was set almost four years ago; the cap simply has not kept pace with the geopolitical reality unfolding around the world.

Near Term. Sequester funding levels strains the Army enterprise’s ability to provide sufficient trained ready land forces with dominate capabilities to meet emergent mission demands. The FY 2016 President’s Budget seeks to achieve a return to an appropriate funding balance that addresses requirements identified among our Commanders to build readiness; our Logistical Centers to sustain supplies and equipment; our Installations to maintain facilities while providing quality training support services and family programs; the Institution to recruit and train Soldiers and civilians; and the Industrial Base to develop and equip the best Army in the world.

Long Term. Sequestration in FY 2016–FY 2023 dramatically suppresses defense spending without acknowledging the changes to the world in which we live since the Budget Control Act was passed. While Bipartisan Budget Act provided a measure of predictability, funding levels have resulted in the Army postponing major new modernization programs until the next decade. Continued sequestration will reduce the force to 420,000 AC/315,000 ARNG/185,000 USAR, jeopardizing the Army’s ability to execute even one prolonged multiphase contingency operation. The FY 2016 President’s Budget continues the process to achieve a desirable balance between end strength, readiness, and modernization required over the long term if the Army is to remain the premiere land force capable of winning in a complex world.



Army Strong!

PUBLICATION INFORMATION

This booklet provides the highlights of the Army's Budget submitted to Congress as part of the President's Budget.

Questions concerning the source or interpretation of the information in this booklet may be directed to the **Army Budget Office (Budget Formulation Division), 703-692-5766 or DSN 222-5766.**

All Army budget materials, including this booklet, are available to the public on the Assistant Secretary of the Army (Financial Management and Comptroller) website.
<http://asafm.army.mil/offices/BU/BudgetMat.aspx?OfficeCode=1200>

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