



U.S. ARMY

FY 2016 Army Budget Overview

Army Commission

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Director, Army Budget

18 June 2015





Army Budget Trends

FY 2001 – FY 2016 (\$B) Current Dollars

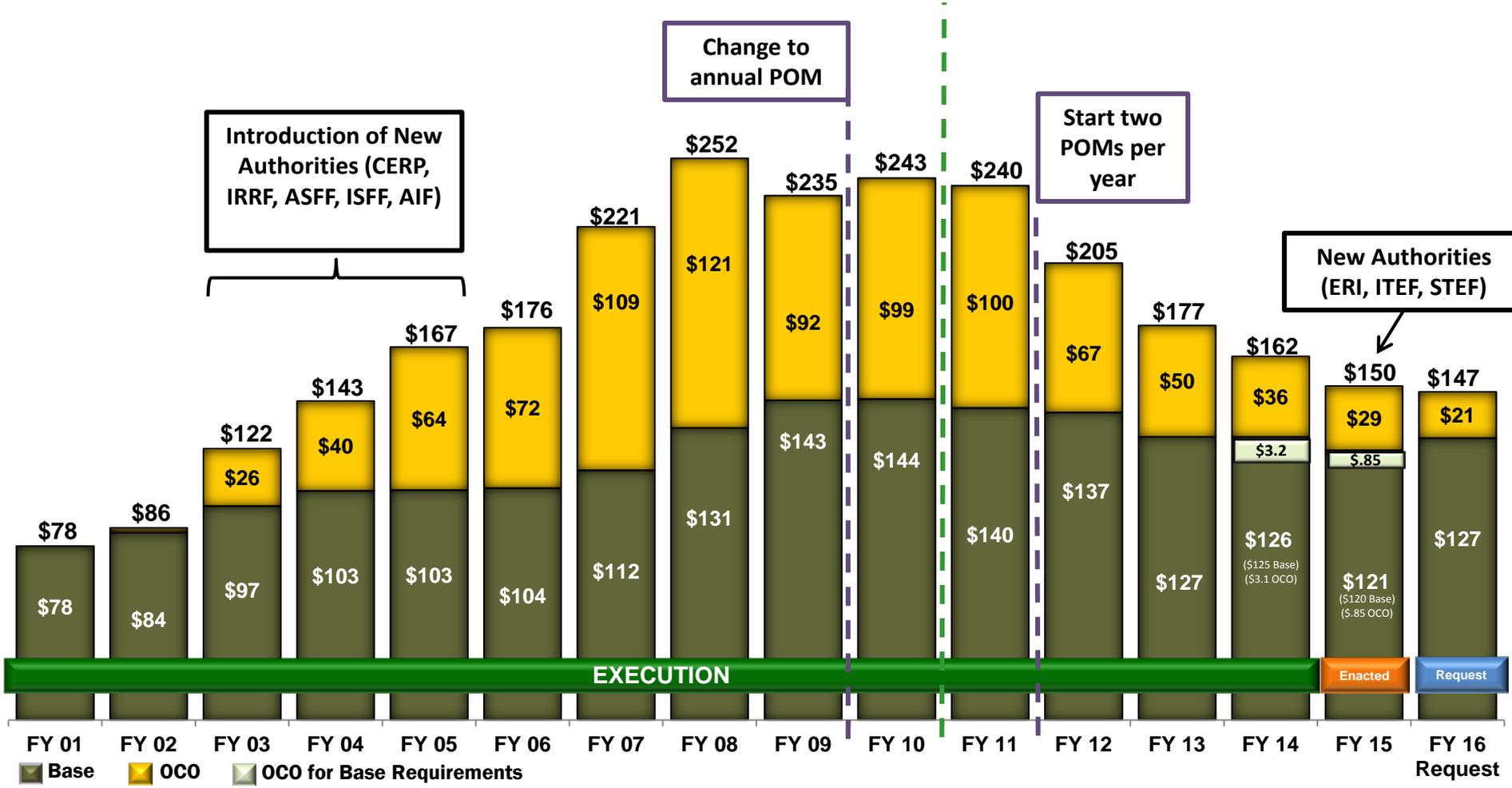
Contingency Funding transitions from supplementals to OCO funding

Introduction of New Authorities (CERP, IRRF, ASFF, ISFF, AIF)

Change to annual POM

Start two POMs per year

New Authorities (ERI, ITEF, STEF)



Increased Velocity of Instability and Change

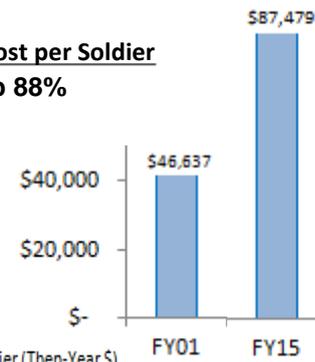


Army Budget Over Time



Striking a balance between End Strength, Readiness, and Modernization is increasingly difficult due to operational and fiscal turbulence and instability

MPA Cost per Soldier
Up 88%



MPA per Soldier (Then-Year \$)

Increased Soldier Capability

FY 2001

- Paratroopers & Grad (PASGT)
- Helmet & Acces.
- Protective Goggles
- PASGT Vest
- Gloves
- M16A2
- Battle Dress Uniform
- Load Carrying Equipment
- Close Combat Optic
- PAC-4 Infrared Aiming Light*
- Combat Boots
- PVS 7
- Night Vision Device & Accs.



\$12,034

FY 2019

- PVS 14
- Monocular Night Vision Device & Accs.
- Army Combat Helmet & Accs./NAPE
- Protective Eyewear
- IRA, ESAPL, DAP, Side Plates, IOTV
- Gloves
- Close Combat Optic
- M4 Carbine (Modular)
- PEQ-20 Infrared Light
- Fus Resistant Army Combat Uniform (FR ACU)
- Knee & Elbow Pads
- Infantry Combat Boot Type II (Tan)
- Thermal Weapon Sight II (Light)



\$19,454

Up 62%

Increased Protection and Lethality

FY 2001



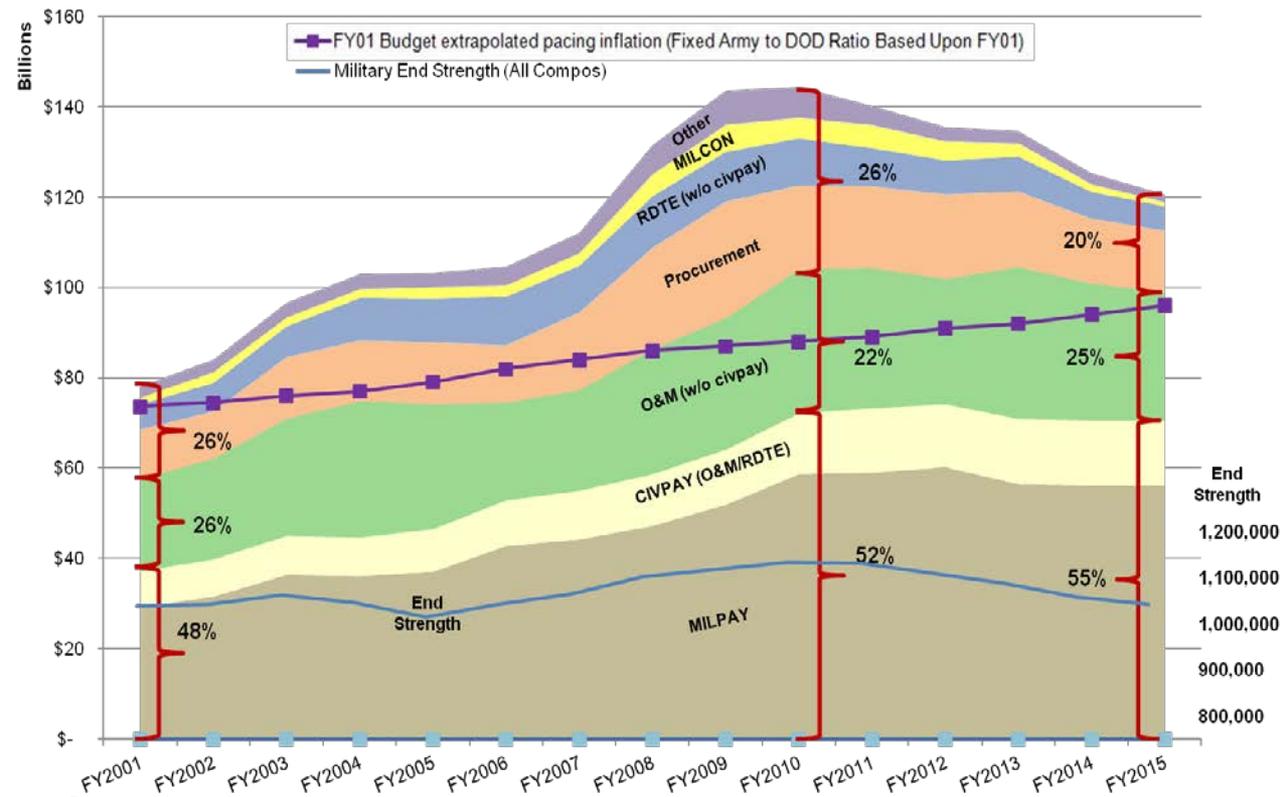
M998 HMMWV
\$45,000

FY 2019



M1152A1B1 Up Armored HMMWV
\$187,000

Up 300%

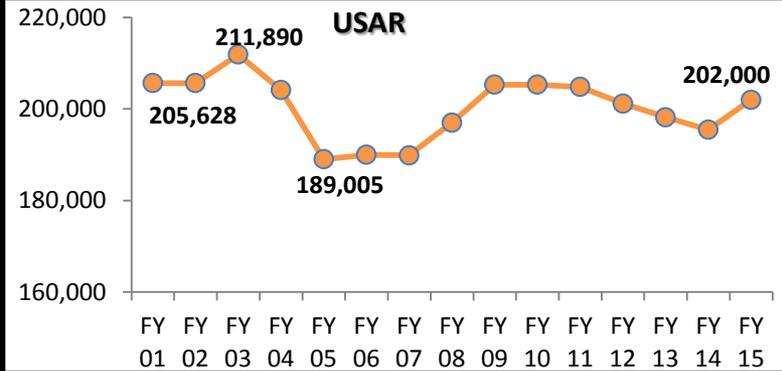
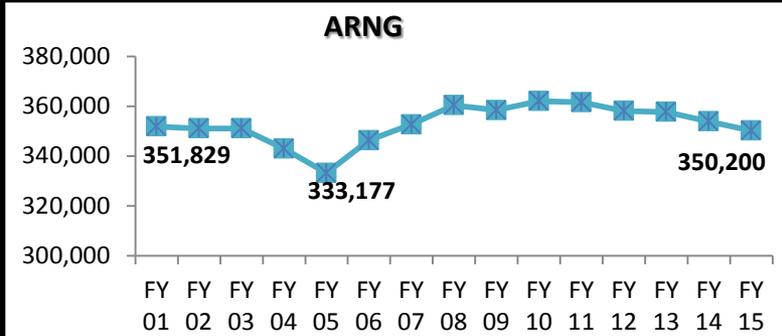
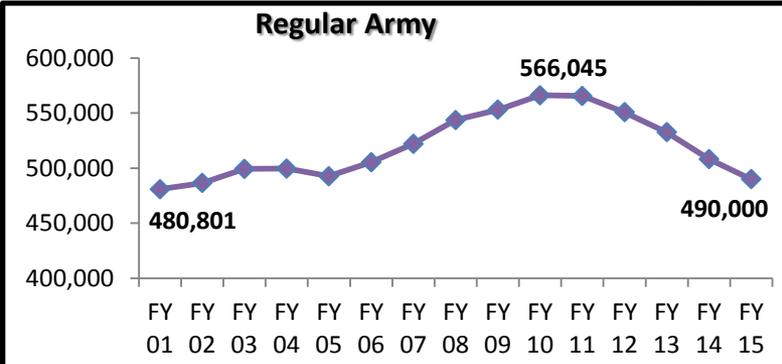
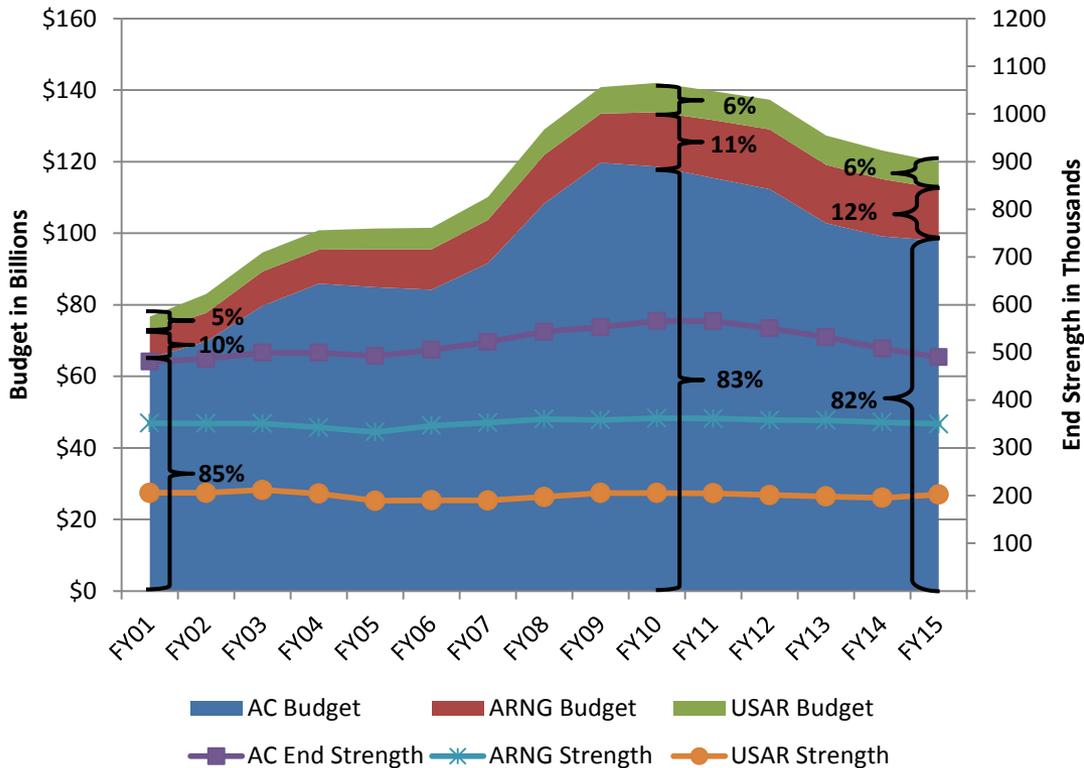


-Data reflects Base Execution
-GDP Price Index inflation values derived from OMB Table: History of Economic Assumptions.

Since the turn of the century, the Army has proportionately paid more for personnel at the expense of investments and modernization



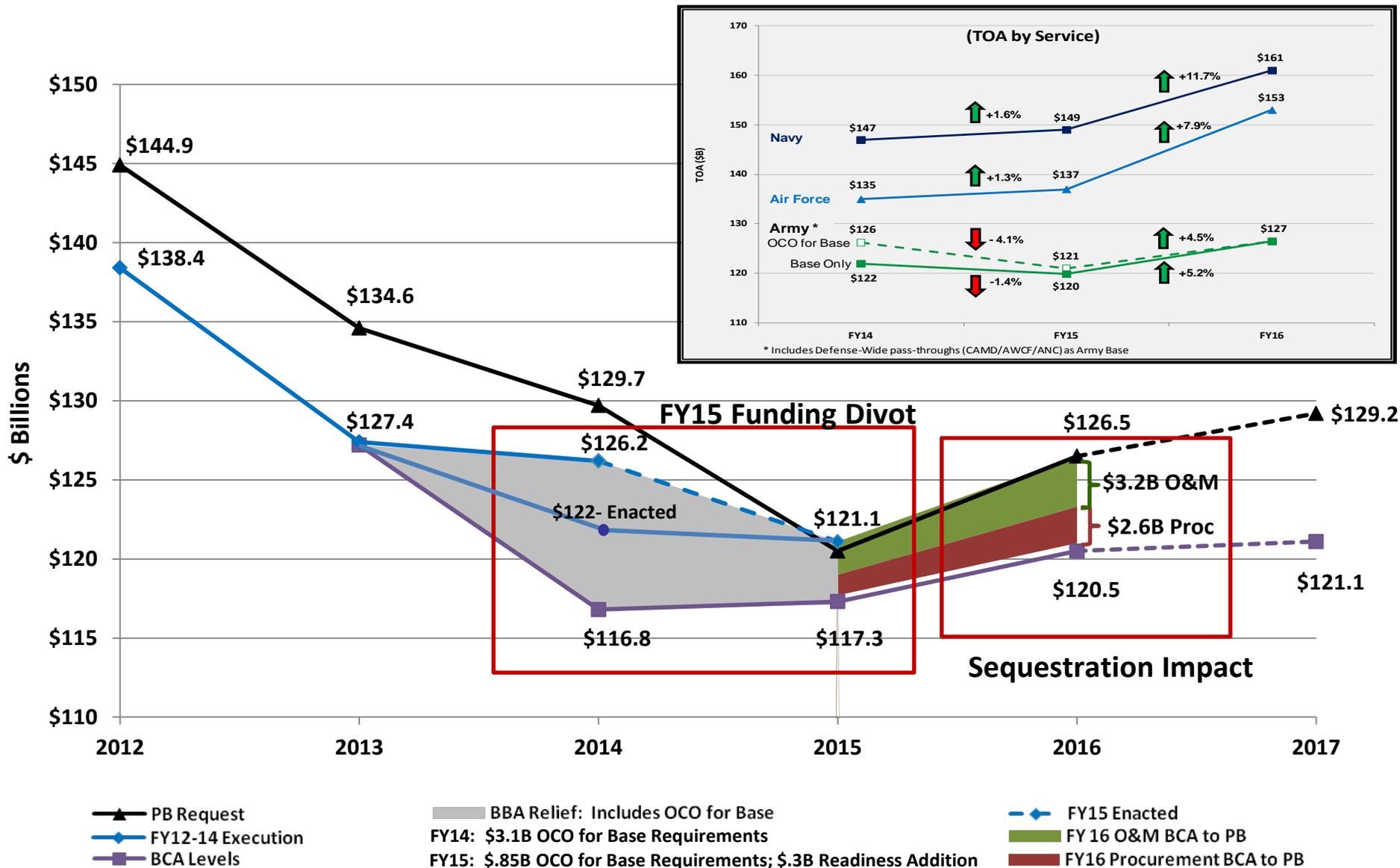
COMPOS Budget/End Strength Over Time





Army Topline

(Base Funding Program)





FY 2015/2016 Budget Comparison

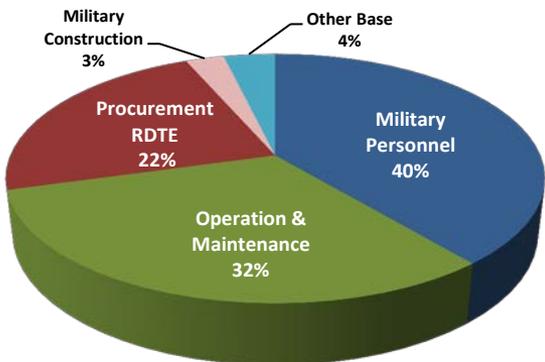


(Base Funding Program)

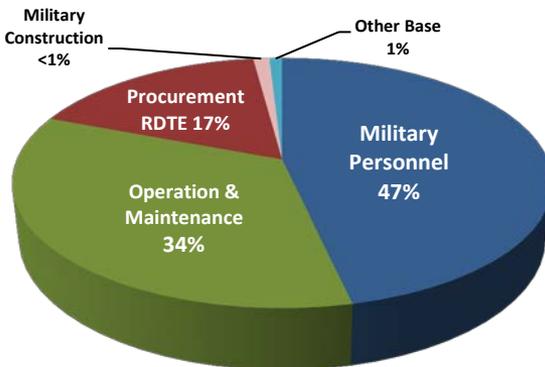
Request (\$B)	FY13 Actuals	FY14 Actuals	FY15 Enacted	FY16 BCA Level	FY16 Request
Military Personnel	56.1	56.4	56.2	56.1	56.3
Operation and Maintenance	43.1	44.7¹	41.8²	41.5	44.7
Procurement/RDTE	23.1	21.2	20.6	20.4	23.1
Military Construction	3.4	2.6	0.9	0.9	1.1
Other Base (Housing/BRAC/CAMD/AWCF/ANC)	1.7	1.3	1.6	1.6	1.4
Totals	127.4	126.2¹	121.1²	120.5	126.5

Other Base: Chemical Agent and Munitions Destruction, Army Working Capital Fund, Arlington National Cemetery
 1: Includes \$3.1B OCO for Base Transfer 2: Includes \$.85B OCO for Base Transfer and \$.27B in Readiness Increase

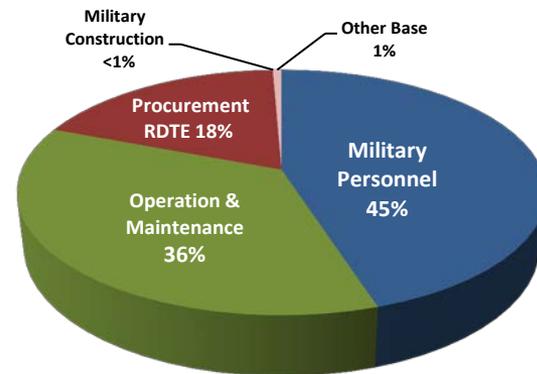
Historical AVG
FY 01 - FY12



FY15 Base Enacted
\$121.1B



FY16 Base Request
\$126.5B



FY16 Budget Request Equals FY14 Expenditures

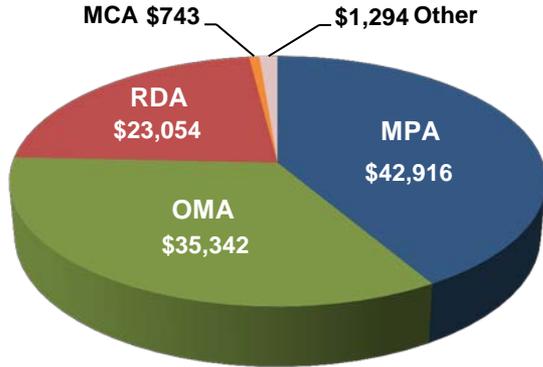


FY2016 PB Request by Compo

(\$ Millions)



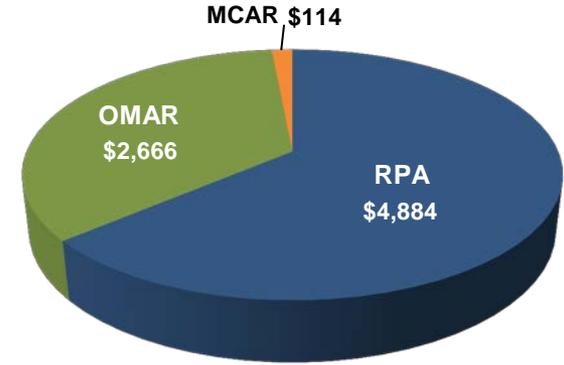
Active Component \$103,349M



Army National Guard \$15,445M



Army Reserve \$7,664M

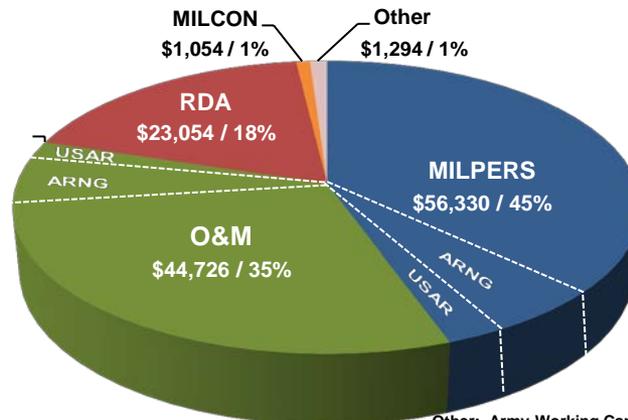


MPA: Military Personnel, Army
 OMA: Operation & Maintenance, Army
 RDA: Procurement and Research, Development, Testing & Evaluation
 MCA: Military Construction, Army
 Other: Army Working Capital Fund / Housing / BRAC/Chem

NGPA: National Guard Personnel, Army
 OMNG: Operation & Maintenance, National Guard
 MCNG: Military Construction, National Guard

RPA: Reserve Personnel, Army
 OMAR: Operation & Maintenance, Army Reserve
 MCAR: Military Construction, Army Reserve

Base Request \$126.5B



Other: Army Working Capital Fund / Housing/BRAC/Chem

MILPERS: Military Personnel Appropriation
 O&M: Operation & Maintenance
 RDA: Procurement and Research, Development, Testing & Evaluation
 MILCON: Military Construction

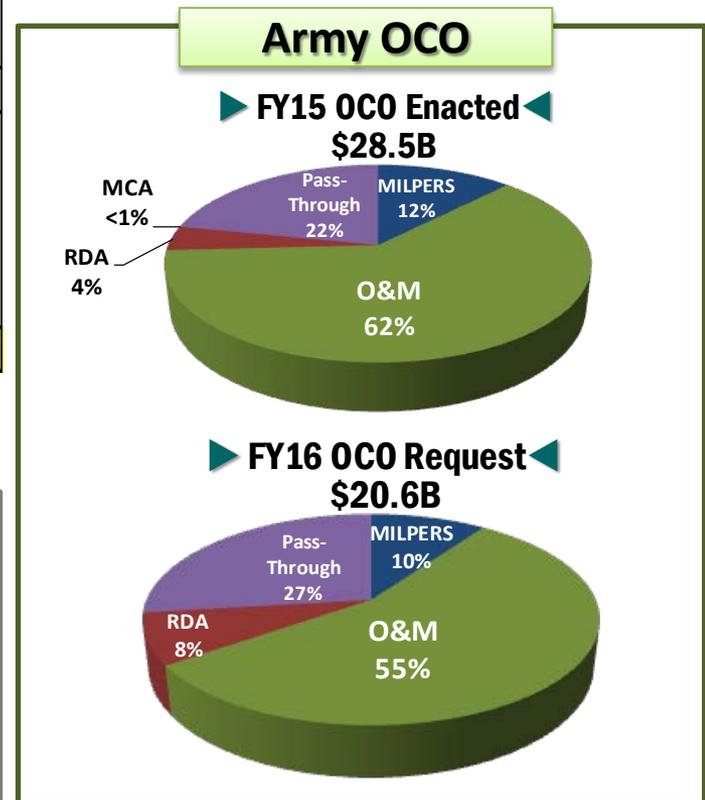


FY 2016 Overseas Contingency Operations Budget Comparison



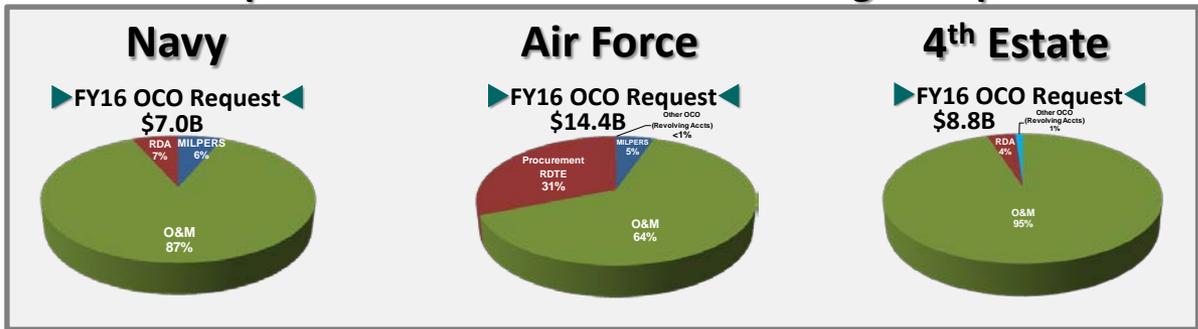
Request (\$M)	FY13 Actuals	FY14 Actuals	FY15 Enacted	FY16 Request
Military Personnel (MILPERS)	8,798	5,593	3,511	2,019
Operation & Maintenance (O&M)	31,767	23,636	17,628	11,468
Research, Development, & Acquisition (RDA)	2,105	1,802	1,150	1,627
Military Construction, Army (MCA)	-	-	37	-
Working Capital Fund (ACWF)	43	49	-	-
Army Total	42,713	31,080	22,326	15,114
Passthrough / Transfer Accounts				
Afghan Security Forces Fund	4,946	3,962	4,109	3,762
Iraq Train & Equip Fund	-	-	1,618	715
Syria Train & Equip Fund	-	-	-	600
Joint Improvised Explosive Device Defeat Fund	1,384	879	444	493
Afghanistan Infrastructure Fund	325	199	-	-
All Army Appropriations	49,368	36,120	28,497	20,685

Operation (\$M)	FY15	FY16
Operation FREEDOM'S SENTINEL (OEF)	25,710	16,954
Operation INHERENT RESOLVE (OIR)	798	1,487
European Reassurance Initiative (ERI)	439	504
Operation Spartan Shield (OSS)	303	783
Total OCO by Operation	27,250	19,728



1: Does not include \$3.1B OCO for Base Requirements
 2: Does not include \$.85B OCO for Base Requirements

FY16 Departments and 4th Estate OCO Budget Request



Despite increasing "Velocity of Instability" Army's OCO continues to decline

