

The Defense Budget—Revised

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In January, President Reagan presented a DoD budget request to Congress for Fiscal Years 1990 and 1991, providing for two percent real growth per year. In February, President Bush proposed a one-year freeze in real growth to meet deficit targets and real increases of one percent in FY '91 and FY '92 and two percent in FY '93.

The Reagan budget request has been revised, and budget authority has now been reduced by a two-year total of \$19.9 billion. The two-year Air Force request for FYs 1990 and 1991 is now \$6.3 billion below the January request.

Funding levels can be expressed in different ways. Totals are most frequently cited as *budget authority* (value of new obligations, including some in later years, that the government is authorized to incur) or *outlays* (actual expendi-

tures, some of which are funded by budget authority in previous years).

When funding is described as *constant or real dollars*, the effect of inflation has been factored out to make direct comparisons between budget years possible. A specific year, often the present one, is chosen as a baseline for constant dollars. When funding is described as *current or then-year dollars*, no adjustment has taken place. This is the actual amount spent, budgeted, or forecast.

The entire *defense program* includes not only DoD activities but also some in the Department of Energy and other federal agencies. The following charts address only the *direct program*, which comprises DoD activities only.

In some instances, numbers on the following charts may not sum to totals shown because of rounding.

DoD BUDGET REQUEST FOR FYs 1990-91

(Current \$ Billion)

	1989	1990	1991	1992	1993	1994	Cumulative 1990-94
Budget Authority							
January Budget	290.2	305.6	320.9	335.7	350.7	365.6	1,678.5
Cuts	-	-10.0	-9.9	-13.7	-14.8	-15.8	-64.2
Amended Budget	290.2	295.6	311.0	322.0	335.9	349.8	1,614.3
Outlays							
January Budget	289.8	293.8	304.7	316.2	329.3	343.4	1,587.4
Cuts	-	-4.0	-6.9	-9.4	-11.9	-13.9	-46.1
Amended Budget	289.8	289.8	297.9	306.8	317.4	329.5	1,541.3

The cuts represent a more than \$64 billion cut in budget authority from the five-year budget plan for FY '90 through FY '94. This is in addition to the \$300 billion cut already made to the FY '88-94 program presented in early 1987.

MILITARY STRENGTH

(End Fiscal Years—In Thousands)

	Actual										Programmed		
	FY 1976	FY 1980	FY 1981	FY 1982	FY 1983	FY 1984	FY 1985	FY 1986	FY 1987	FY 1988	FY 1989	FY 1990	FY 1991
Active Component Military													
Army	779	777	781	780	780	780	781	781	781	772	772	764	764
Navy	524	517	529	542	558	565	571	581	587	593	593	592	592
Marine Corps	192	188	191	192	194	196	198	199	200	197	197	197	197
Air Force	585	558	570	583	592	597	602	608	607	576	571	568	567
Total	2,081	2,040	2,071	2,097	2,123	2,138	2,151	2,169	2,174	2,138	2,133	2,122	2,120
Reserve Component Military (Selected Reserve)													
Army National Guard	362	367	389	408	417	434	440	446	452	455	457	458	459
Army Reserve	195	213	232	257	266	275	292	310	314	313	319	322	323
Naval Reserve ^a	97	97	98	105	109	121	130	142	148	149	153	153	155
Marine Corps Reserve	30	36	37	40	43	41	42	42	42	44	44	44	44
Air National Guard	91	96	98	101	102	105	109	113	115	115	115	116	116
Air Force Reserve	48	60	62	64	67	70	75	79	80	82	84	85	85
Total	823	869	917	975	1,005	1,046	1,088	1,130	1,151	1,158	1,171	1,178	1,182

^aNavy Training and Administration of Reserves (TARs) personnel are counted in the Selected Reserve from FY 1980 on. Prior to FY 1980, TAR personnel are included in the Active Military.

MILITARY MANPOWER SUMMARY

(End Strengths)

	FY 1990			FY 1991		
	January 9 Budget	Adjustment	Revised Budget	January 9 Budget	Adjustment	Revised Budget
Active Military						
Army	772,300	- 7,900	764,400	772,400	- 8,300	764,100
Navy	597,600	- 5,600	592,000	598,200	- 6,200	592,000
Marine Corps	197,200	-	197,200	197,200	-	197,200
Air Force	571,100	- 3,200	567,900	566,800	-	566,800
Total	2,138,200	- 16,700	2,121,500	2,134,600	- 14,500	2,120,100
Reserve Personnel						
Army	322,000	- 300	321,700	323,700	- 600	323,100
Navy	153,200	+ 200	153,400	153,800	+ 1,200	155,000
Marine Corps	44,000	-	44,000	44,100	-	44,100
Air Force	84,800	+ 100	84,900	85,200	-	85,200
Army National Guard	458,000	-	458,000	458,800	- 300	458,500
Air National Guard	116,300	- 100	116,200	116,100	+ 200	116,300
Total	1,178,300	- 100	1,178,200	1,181,700	+ 500	1,182,200

BUDGET AUTHORITY BY MILITARY COMPONENT

(\$ Million)

	FY 1984	FY 1985	FY 1986 ^a	FY 1987	FY 1988	FY 1989	FY 1990	FY 1991
Current Dollars								
Department of the Army	62,181	74,270 ^b	73,128 ^b	73,994 ^b	75,813 ^b	78,164 ^b	78,771 ^b	81,836 ^b
Department of the Navy	82,088	99,015 ^b	96,113 ^b	93,500 ^b	100,281 ^b	97,407 ^b	97,812 ^b	103,144 ^b
Department of the Air Force	86,108	99,420 ^b	94,870 ^b	91,624 ^b	88,324 ^b	94,580 ^b	97,740 ^b	102,984 ^b
Other	27,773	14,096	17,279	20,353	19,336	20,035	21,277	23,037
Total—Direct Program (B/A)	258,150	286,801	281,390	279,469	283,755	290,186	295,600	311,000
Constant FY 1990 Dollars								
Department of the Army	75,944	87,269 ^b	83,537 ^b	82,071 ^b	80,920 ^b	80,541 ^b		
Department of the Navy	99,040	116,127 ^b	109,813 ^b	103,234 ^b	106,824 ^b	100,223 ^b		
Department of the Air Force	102,742	115,444 ^b	107,506 ^b	100,894 ^b	94,416 ^b	97,622 ^b		
Other	34,134	16,857	20,096	23,013 ^b	20,894 ^b	20,874 ^b		
Total—Direct Program (B/A)	311,861	335,697	320,952	309,213	303,054	299,261		

^aLower Budget Authority in the Military Personnel Accounts in FY 1986 reflects the congressional direction to finance \$4.5 billion for the military pay raise and retirement accrual costs by transfers from prior year unobligated balances.

^bIncludes Retired Pay accrual.

BUDGET AUTHORITY BY MILITARY COMPONENT

(Current \$ Billion)

	FY 1990			FY 1991		
	January Budget	Adjustment	Revised Request	January Budget	Adjustment	Revised Request
Army	80.5	- 1.7	78.8	84.1	- 2.2	81.8
Navy	101.7	- 3.9	97.8	105.1	- 1.9	103.1
Air Force	100.5	- 2.7	97.7	106.6	- 3.6	103.0
Defense Agencies	20.3	- 1.3	19.0	22.3	- 1.4	20.9
Defense Wide	2.6	- 0.5	2.1	2.9	- 0.8	2.1
Total	305.6	- 10.0	295.6	320.9	- 9.9	311.0

BUDGET AUTHORITY BY TITLE

(\$ Million)

	FY 1984	FY 1985	FY 1986*	FY 1987	FY 1988	FY 1989	FY 1990	FY 1991
Current Dollars								
Military Personnel	48,363	67,773	67,794	74,010	76,584	78,566	79,185	81,283
Retired Pay	16,503	^b	^b	^b	^b	^b	^b	^b
Operation & Maintenance	70,950	77,803	74,888	79,607	81,629	85,939	90,199	94,042
Procurement	86,161	96,842	92,506	80,234	80,053	79,232	78,754	87,147
Research, Development, Test and Evaluation	26,867	31,327	33,609	35,644	36,521	37,542	39,545	39,495
Special Foreign Currency Program	3	9	2	4	-	-	-	-
Military Construction	4,510	5,517	5,281	5,093	5,349	5,703	4,823	5,648
Family Housing & Homeowners Assistance Program	2,669	2,890	2,803	3,075	3,199	3,266	3,235	3,620
Revolving & Management Funds	2,774	5,088	5,235	2,612	1,246	722	774	850
Trust Funds, Receipts & Deductions	-650	-447	-729	-809	-827	-784	-758	-720
Proposed Legislation	-	-	-	-	-	-	-157 ^c	-365 ^c
Total—Direct Program (B/A)	258,150	286,802	281,390	279,469	283,755	290,186	295,600	311,000
Constant FY 1990 Dollars								
Military Personnel	58,538	78,132	75,434	80,365	80,210	80,011		
Retired Pay	20,205	^b	^b	^b	^b	^b		
Operation & Maintenance	84,615	91,140	86,686	89,194	88,572	89,311		
Procurement	104,102	113,599	105,223	88,324	85,089	81,549		
Research, Development, Test and Evaluation	32,560	36,853	38,501	39,576	39,133	38,788		
Special Foreign Currency Program	4	10	2	4	-	-		
Military Construction	5,481	6,505	6,051	5,637	5,704	5,878		
Family Housing & Homeowners Assistance Program	3,182	3,352	3,175	3,392	3,423	3,371		
Revolving & Management Funds	3,659	6,355	6,397	3,196	1,465	793		
Trust Funds, Receipts & Deductions	-485	-248	-518	-475	-542	-441		
Proposed Legislation	-	-	-	-	-	-		
Total—Direct Program (B/A)	311,861	335,697	320,952	309,213	303,054	299,261		

*Lower Budget Authority in the Military Personnel Accounts in FY 1986 reflects the congressional direction to finance \$4.5 billion for the military pay raise and retirement accrual costs by transfers from prior year unobligated balances.

^bRetired Pay accrual included in Military Personnel appropriation.

^cFigure is for total defense-wide contingencies, which includes other legislation and management improvements.

BUDGET AUTHORITY BY TITLE

(Current \$ Billion)

	FY 1990			FY 1991		
	January Budget	Adjustment	Revised Request	January Budget	Adjustment	Revised Request
Military Personnel	79.8	-0.7	79.2	82.1	-0.8	81.3
O&M	91.7	-1.5	90.2	95.5	-1.5	94.0
Procurement	84.1	-5.4	78.8	91.9	-4.7	87.1
RDT&E	41.0	-1.5	39.5	41.3	-1.8	39.5
Military Construction	5.3	-0.5	4.8	5.9	-0.3	5.6
Family Housing	3.3	^a	3.2	3.7	-0.1	3.6
Other	0.4	-0.6	-0.2	0.6	-0.8	-0.2
Total	305.6	-10.0	295.6	320.9	-9.9	311.0

^aLess than \$50 million.

PROGRAM TERMINATIONS

(Current \$ Million)

	FY 1990		FY 1991		FY 1992-1994	
	Quantity	Dollars	Quantity	Dollars	Quantity	Dollars
Army						
AH-64 Helicopter (after 1991)	-6	-38	-6	+17	-144	-1,603
AHIP	-36	-276	-36	-304	-96	-996
M88 Recovery Vehicle	-	-	-78	-86	-137	-206
Navy						
V-22 Aircraft	-12	-1,267	-24	-1,540	-157	-5,758
F-14D Aircraft	-12	-365	-12	-469	-36	-1,532
Phoenix Missile	-	-	-420	-327	-406	-281
SSN-688 Submarine	-1	-714	-	-	-	-
Air Force						
F-15 Aircraft (after 1991)	-	-11	-	+552	-78	-3,620
LANTIRN	-	-	-	-	-	-
Navigation Pod	-67	-50	-	-	-	-
Targeting Pod	-37	-32	-30	-31	-	-

PROGRAMS RESCHEDULED

(Current \$ Million)

	FY 1990 Changes		FY 1991 Changes	
	Quantity	Dollars	Quantity	Dollars
Army				
ADATS Missile	-234	-149	-406	-114
ATACMS Missile	-124	-46	-	-
UH-60 Helicopter	-11	-32	-11	-32
Navy				
SH-60F Helicopter	-18	-205	-	-
T-45TS Aircraft	-24	-264	-24	-172
F/A-18 Aircraft	-6	-156	-6	-74
Coastal Minehunter	-2	-110	-	-
Air Force				
B-2 Bomber	^b	-855	-	-3,226
Tacit Rainbow Missile	-	-	^b	-30
National Aerospace Plane ^a	-	-200	-	-390
Defense Agencies				
SDIO	-	-991	-	-1,271

^aLegislation is proposed to provide \$100 million to NASA in FY 1990.

^bQuantities classified.

FORCE STRUCTURE CHANGES

(\$ Million)

	FY 1990 Changes		FY 1991 Changes	
	Dollars	Manpower	Dollars	Manpower
Army				
Deactivate One Active Mechanized Brigade/Cancel Activation of Selected Units	-91.3	-7,929	-197.7	-7,929
Restructure Army Attack Helicopter Units	-2.1	-	-15.9	-375
Navy				
Retire the USS Coral Sea	-53.3	-1,257	-106.6	-1,418
Accelerate Retirement of Destroyers	-74.3	-3,357	-108.6	-2,709
Deactivate 73 P-3A/B Aircraft	-67.7	-876	-77.5	-876
Transfer 10 Frigates				
From the Active Forces	-29.7	-676	-70.6	-1,690
To the Reserves	+28.9	+696	+55.9	+1,740
Air Force				
Deactivate WC-130 Hurricane Reconnaissance Aircraft	-14.0	-439	-6.2	-
Restructure TR-1 Program	-4.8	-71	-3.5	-70