

The Chart Page

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Snapshots of the New Budget

In February, President Clinton presented his proposed defense budget for Fiscal Year 1995. The document requests \$252.2 billion in budget authority and \$259.2 in outlays for the direct program (DoD activities only). The budget request for the total national defense program (DoD activities and defense activities in the Department of Energy and other federal agencies) is \$263.7 billion in budget authority and \$270.7 billion in outlays.

In real terms, the defense budget in 1995 is thirty-five percent smaller than in Fiscal 1985, the peak year for DoD budget authority since the Korean War. Fiscal 1995 marks the tenth straight year of real decline for the defense budget.

Funding levels can be expressed in several ways. Totals are most frequently stated in **budget authority**, which is the value of new obligations that the government is authorized to incur. These include some obligations to be met in later years. Figures can also be expressed in **outlays** (actual expenditures, some of which are covered by amounts that were authorized in previous years).

Another difference concerns the value of money. When funding is in **current or then-year** dollars, no adjustment for inflation has taken place. This is the actual amount of dollars that has been or is to be spent, budgeted, or forecast. When funding is expressed in **constant dollars**, 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.

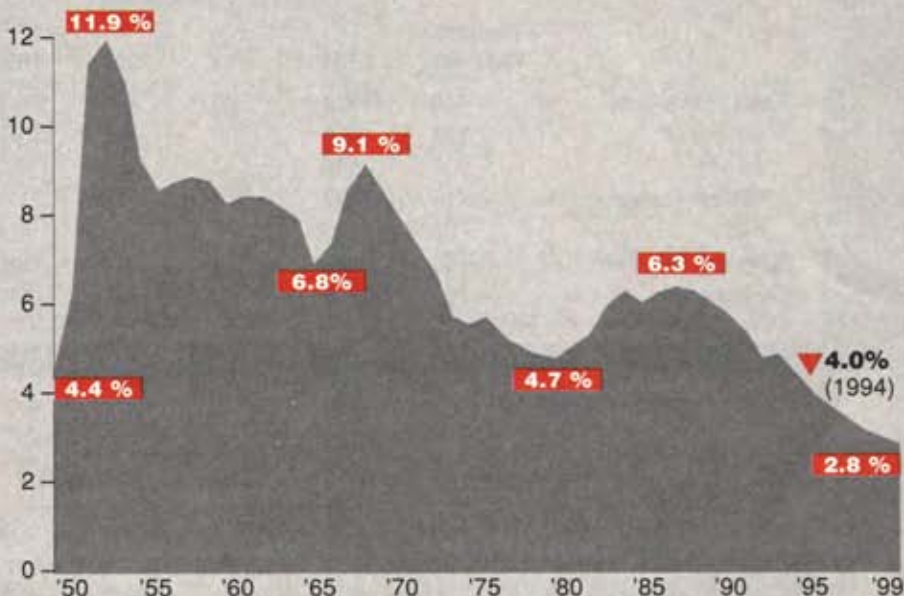
The following charts address only the Defense Department program. In some instances, numbers on the charts in this section may not sum to totals shown because of rounding. Years indicated are Fiscal Years.

Budget Topline

(\$ billions)

	1994	1995	1996	1997	1998	1999
Budget authority (current \$)	249.0	252.2	243.4	240.2	246.7	253.0
Budget authority (constant FY 1995 \$)	254.5	252.2	237.2	227.7	227.4	226.7
Outlays (current \$)	267.4	259.2	249.1	244.6	244.7	245.5
Outlays (constant FY 1995 \$)	273.3	259.2	242.8	231.9	225.6	220.1

Defense Outlays as a Share of Gross Domestic Product



Source: US Department of Defense.

Cutting the Pie: Who Gets What

(Budget authority in current \$ billions)

	1993	1994	1995	Change 1994-95
Military personnel	76.0	70.8	70.5	-0.3
Operations & maintenance	89.2	88.0	92.9	+4.9
Procurement	52.8	44.5	43.3	-1.2
Research, development, test, and evaluation (RDT&E)	38.0	34.8	36.2	+1.4
Military construction	4.6	6.0	5.0	-1.0
Family housing	3.9	3.5	3.3	-0.2
Other	3.0	1.5	0.9	-0.6
Total	267.4	249.0	252.2	+3.2

Service Shares

(Budget authority)

	1991	1992	1993	1994	1995
Current \$ billions					
Air Force	83.6	80.2	78.5	74.3	74.5
Army	72.5	67.0	63.6	56.9	60.8
Navy	94.9	84.8	82.6	74.8	78.4
Defense agencies, DoD-wide	25.0	38.9	34.2	42.7	38.5
Total	276.0	270.9	258.9	248.7	252.2

Percentages

	1991	1992	1993	1994	1995
Air Force	30.3	29.6	30.3	29.9	29.5
Army	26.3	24.7	24.6	22.9	24.1
Navy	34.4	31.3	31.9	30.1	31.1
Defense agencies, DoD-wide	9.1	14.4	13.2	17.2	15.3

Fiscal 1995 figures are those contained in the Clinton Administration's budget request.

Total Funding of Major Programs

(Current \$ millions, including RDT&E, procurement, and military construction funding)

	1995
Air Force	
C-17 transport	2,986.4
F-22 fighter	2,465.7
B-2 bomber	818.2
E-8 Joint STARS aircraft	802.2
Milstar satellite	648.0
Joint Primary Aircraft Training System	162.6
Joint Advanced Strike Technology	101.4
Army	
RAH-66 helicopter	525.2
AH-64 helicopter	273.4
Navy	
DDG-51 destroyer	2,926.2
F/A-18C/D/E/F fighter	2,579.3
Trident II ballistic missile	745.8
E-2C early warning aircraft	397.7

Manpower

(End strength in thousands)

	Change 1987-93	1994	1995	1996	1997	1998	1999	Change 1994-99
Total active-duty	-446	1,624	1,526	1,496	1,469	1,458	1,453	-171
Air Force	-162	426	400	396	392	391	390	-36
Army	-206	540	510	500	495	495	495	-45
Marine Corps	-18	177	174	174	174	174	174	-3
Navy	-61	481	442	426	408	398	394	-87
Selected reserves	-56	1,039	979	950	934	919	906	-133
Civilians	-169	923	873	846	822	809	794	-129

Force Structure Changes

(Budget authority in current \$ billions)

	Cold War Base 1990	1993	1994	1995	Bottom-Up Review Plan
Air Force					
Active fighter wings	24	16.1	13.4	13.0	13
Reserve component fighter wings	12	11.3	8.7	7.5	7
Army					
Active divisions	18	14	12	12	10
Reserve component divisions	10	10	8	8	5+
Navy					
Battle force ships (including carriers)	546	435	387	373	346
Aircraft carriers					
Active	15	13	12	11	11
Reserve	1	—	—	1	1
Carrier air wings					
Active	13	11	11	10	10
Reserve	2	2	2	1	1
Marine Corps					
Active divisions/air wings	3	3	3	3	3
Reserve divisions/air wings	1	1	1	1	1

How the Defense Budget Dropped

(Budget authority in current \$ billions)

	1995	1996	1997	1998	1999	Total 1995-99
Last Bush estimate	258.5	261.5	266.8	271.1	274.1	1,332.0
Bottom-Up Review cuts	-6.0	-13.0	-22.0	-22.0	-28.0	-91.0
Program review changes	-2.0	-6.0	-6.0	-4.0	+5.0	-13.0
September 1993 baseline	250.5	242.5	238.8	245.1	251.1	1,228.0
Pay raise adjustments	+2.4	+1.7	+2.2	+2.4	+2.7	+11.4
Revised baseline	252.9	244.2	241.0	247.5	253.8	1,239.4
Offsetting receipts	-0.7	-0.8	-0.8	-0.8	-0.8	-3.9
February 1994 DoD topline	252.2	243.4	240.2	246.7	253.0	1,235.5

Procurement of Major Air Force Systems

(Current \$ millions)

	1993	1994	1995
Aircraft Procurement			
B-1B bomber	160.5	162.4	154.3
B-2A bomber	2,642.0	571.7	384.4
C-17 transport	2,065.4	2,157.0	2,662.8
C-130H transport	287.1	53.6	50.0
E-8B Joint STARS aircraft	575.0	560.0	564.2
F-16C/D fighter	666.8	470.6	100.5
Nondevelopmental airlift aircraft	0.0	97.9	103.7
Missile Procurement			
Ballistic missiles	66.9	27.1	16.2
AGM-129 Advanced Cruise Missile	98.6	5.3	0.0
AGM-130 powered GBU-15	79.9	70.4	71.8
AGM-137 Triservice Standoff Attack Missile	0.0	159.6	373.9
AIM-120A Advanced Medium-Range Air-to-Air Missile	605.8	487.2	309.5
Spares	61.9	51.5	68.3
Guided bombs & munitions	0.0	0.0	279.6
Other Procurement			
Global Positioning System	175.6	166.6	190.2
Defense Support Program	229.0	356.3	364.0
Space boosters (Titan)	380.0	463.2	422.7
Medium launch vehicle	201.1	139.0	149.0
Space shuttle operations	87.0	72.9	103.5
RDT&E			
Milstar	1,107.3	918.4	648.0
B-2 bomber	1,189.3	785.8	408.5
C-17 transport	168.6	232.5	221.4
F-22 fighter	1,925.2	2,082.9	2,461.1
E-8 Joint STARS aircraft	313.5	283.1	190.4
Joint Advanced Strike Technology	0.0	0.0	101.4
Follow-On Early Warning System	236.6	107.4	0.0
Advanced spacebased warning system	0.0	0.0	150.0

Operational Training Rates

	1993	1994	1995
Air Force			
Flying hours per crew per month			
Fighter/attack aircraft	20.7	19.7	20.7
Bombers	21.8	18.0	19.9
Army			
Flying hours per crew per month	13.5	14.5	14.5
Annual tank miles	588.0	620.0	800.0
Navy			
Flying hours per crew per month	24.0	24.0	24.0
Ship steaming days per quarter			
Deployed fleet	54.9	50.5	50.5
Nondeployed fleet	28.3	29.0	29.0