DEPARTMENT OF THE NAVY

FY 2017 REQUEST FOR ADDITIONAL APPROPRIATIONS

March 17, 2017
SECDEF Mattis Guidance 31 Jan 2017

- **Improve Warfighting Readiness**
  - Currently being addressed to meet the new and accelerated requirements now

- **Achieve Program Balance by Addressing Pressing Shortfalls**
  - An accelerated budget review will look to balance program shortfalls
  - Rebuild readiness, increase facility funding, grow force structure

- **Build Capacity and Improve Lethality**
  - Development of a new force size construct
  - Enhance the force against high end competitors and emerging threats
  - Ambitious reform agenda to take advantage of effectiveness and efficiencies
FY 2017 DON RAA Base Budget

**O&M: $2.73B**
- Ship Ops & Maint: $1.08
- Aviation Ops & Maint: $0.69
- Base Ops & Support: $0.21
- Marine Corps O&M: $0.45
- Combat/Weapons Support: $0.21
- Service Wide Support: $0.05
- Training and Education: $0.00
- Reserve O&M: $0.29
- Mobilization: -$0.25

**MilPers: $0.37B**
- Basic Pays: $0.01
- Housing Allowance: $0.06
- Retired Pay Accrual: -$0.12
- Health Accrual: $0.19
- Reserve Personnel: $0.01
- Subsistence: -$0.01
- Allowances: $0.06
- Special Pays: $0.05
- Other: $0.12

**Infrastructure: $0.07B**
- MILCON: $0.07

**Procurement: $5.55B**
- Ships: $0.69
- Aircraft: $4.01
- Weapons: $0.17
- Marine Corps: $0.41
- Ammunition: $0.05
- Other Proc: $0.22

**R&D: $0.30B**
- S&T: $0.00
- Adv Component Dev: $0.04
- System Dev & Demo: $0.09
- Management Support: $0.06
- Ops Systems Dev: $0.10

Numbers may not add due to rounding
**Readiness Adjustments**

### Details:

**Improve Warfighting Readiness**
- Ship Operations - funds forward-deployed operations USS PONCE retains five deployable guided missile cruisers
- Air Operations - adds \(\sim 14,000\) flying hours to support tactical training and \(\sim 27,000\) flight hours to support student pilots and crew
- Ship Depot Maintenance - supports 14 surface ship maintenance availabilities in FY 2017
- Information and Cyber Warfare - upgrade and maintain afloat and ashore networks
- MILCON / MCNR: funds to complete construction of four previously enacted projects

**Achieve Program Balance by Addressing Pressing Shortfalls**
- FSRM
- MILCON - funds $50M for planning and design for future and emergent projects
- Shore Support

**Build Capacity and Improve Lethality**

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<tr>
<th>APPN ($B)</th>
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<th>FY17 RAA</th>
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\* OMN includes ERN and NDSF
Procurement Adjustments

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<th>FY17 (Qty)</th>
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Details:

**Improve Warfighting Readiness**
- Aviation Spares funded to 88% of requirement
- 24 additional F/A-18E/F aircraft – Strike Fighter Shortfall
- 96 additional Tomahawk missiles – Minimum Sustaining Rate (MSR)
- 30 additional Rolling Airframe Missiles (RAM) supports improvements in meeting Service’s TMR goals
- 151 additional Guided Multiple Launch Rocket System (GMLRS) alternative warhead (AW) – Will accelerate attainment of the Total Munitions Requirement (TMR) goal
- 515 Javelin Guided Missiles – Will support improvements in meeting Service’s TMR goal
- 3 Ground/Air Task Oriented Radar (G/ATOR) systems – Accelerate fielding of critical ground and air defense enabler
- 3 additional Ship To Shore Connector craft
- Increases for subsequent year full funding for the 3rd FY16 DDG-51
- Training Range Infrastructure

**Achieve Program Balance by Addressing Pressing Shortfalls**
- Six additional P-8A aircraft – buy to inventory objective sooner

**Build Capacity and Improve Lethality**
Personnel Adjustments

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Navy
- Properly man 2-4-6 Cruiser Modernization Program
- Restore 15,000 critical Permanent Change of Station moves and associated transients in the Individuals Account
- Slight Increase to Officer Strength
- Fund 2.1% Military Pay Raise

Marine Corps
- Fund End Strength to 185,000
- Fund 2.1% Military Pay Raise

Reserve Components
- Fund 2.1% Military Pay Raise
OCO Adjustments

**Details:**

**Operations**

- OMN funds additional UAV ISR hours, increased theater communications usage, COCOM JUON for counter UAV IED systems, and classified programs
- OMMC funds additional intel analysis and NIP program support

**Investment / RDTEN**

- APN replaces 1 MV-22 destroyed during combat operations
- OPN and RDTEN supports JUON for Counter-UAS
- RDTEN also supports classified programs
- PANMC procures additional General Purpose bombs to replenish operational usage (JDAM)
- PMC procures hardware to support expansion of the Joint Processing, Exploitation, and Dissemination (JPED) capability within Joint Worldwide Intelligence Communications System (JWICS)
### SEAMS

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**Congessional Adds**

**RAA Adds**
- + 12 F/A-18 E/F $0.979 – Strike Fighter mitigation
- + 2 V-22 $0.128 – Accelerated fielding
- + 2 C-40A $0.207 - USN in conference / USMC in ABS
- + $0.194 APN Spares – PB had 71%, our add brings to 88%, this would bring to 96%
- + $0.404 SCN - Balance of FY16 DDG-51 add

**Congessional Reductions**

**RAA Reductions**
- - $0.018 to Navy Energy - ABS cut -$0.025

**RAA Add:**
- - $0.120 in the P-8A Poseidon
- - $0.024 to the Explosive Ordnance Disposal line
- - $0.028 to Tomahawk Mission Planning
- - $0.020 to V-22A program
- - $0.010 to the Standard Missile program

- - $0.035 to the F-18 (IRST) – ABS cut - $0.106