

Table 2. Secretary Gates' January 2011 Reprogramming & Deficit Reduction Proposal

\$100 Billion Shift in Service Planning	
<p>Services trim budgets by \$100 billion</p> <p><i>Streamlining & other efficiency measures</i></p> <ul style="list-style-type: none"> • AF consolidates 2 operations centers in US and 2 in Europe • AF consolidates 3 numbered Air Force staffs • Air Mobility Command saves \$500 mil. via energy efficiency • AF improves depot and supply chain business systems • AF cuts cost of communications infrastructure by 25% • Army cuts 1,000 civilian and military personnel positions • Army saves \$1.4 bil. in construction costs by keeping older facilities • Army saves \$500 mil. by consolidating email systems & data centers • Navy reduces shore personnel and reassigns 6,000 to sea • Navy saves \$1.3+ billion via multi-year procurement of aircraft • Navy cuts staff for subs, patrol aircraft, destroyers, and one carrier strike group • Navy disestablishes HQ of Second Fleet in Norfolk <p><i>Modernization cuts</i></p> <ul style="list-style-type: none"> • Army cancels SLAM-RAAM surface-to-air missile • Army terminates Non-Line of Sight Launch System • Marines delay and reassess their variant of F-35 Joint Strike Fighter • Marines cancel Expeditionary Fighting Vehicle 	<p>Services plan \$100 billion in new expenditures</p> <p><i>Spend \$28 billion on higher operating costs</i></p> <p><i>Spend \$70+ billion :</i></p> <ul style="list-style-type: none"> • AF buys more Reaper UAVs • Move Intelligence, Surveillance and Reconnaissance programs in war budget to base budget • Increase buy of Evolved Expendable Launch Vehicle • Modernize radars on F-15s • Buy more simulators for F-35 crew training • Start new long-range nuclear-capable bomber program • Improve suicide prevention and substance abuse counseling • Modernize Abrams tanks, Bradley Fighting Vehicles, and Stryker wheeled vehicles • Accelerate fielding of new Army communications network • Buy more Army MC-12 reconnaissance aircraft • Accelerate procurement of Army Grey Eagle UAVs • Develop new Army vertical unmanned air system • Accelerate development of new Navy electronic jammers • Increase repair and refurbishment of Marine equipment • Develop new sea-borne unmanned aircraft • Buy more F-18s and extend their service life • Purchase additional Navy ships • More funds for long-range and theater missile defense effort
Sources of Proposed \$78 Billion Reduction in Budget Plan	
<p>\$54 billion in DoD-wide overhead reductions and efficiencies</p> <ul style="list-style-type: none"> • Two-year freeze on civilian salaries • Near-total freeze on number of civilian positions for three years • Trim civilian workforce: save \$ 4 billion • Consolidate & improve data centers: save \$1 billion • Cut staff support by contractors 10% yearly for 3 years, shift or eliminate positions: save \$6 billion • Reduce combatant commander intelligence organizations; surge capabilities as needed • Consolidate redundant counter-terrorism intelligence programs • Eliminate more than 100 general officer and flag officer positions • Eliminate or downgrade about 200 civilian executive positions 	<ul style="list-style-type: none"> • Close the Office of the Asst. Sec. Def. for Network Intelligence & Information, the Business Transformation Agency, and Joint Forces Command • Downgrade and streamline component HQs for Army, Navy and Air Force in Europe • Reduce DoD's internal reporting burden: save \$1.2 billion <p>\$24 billion in additional savings</p> <ul style="list-style-type: none"> • Change in economic assumptions, decreased inflation rate, smaller pay raises: save \$14 billion • Slow procurement of F-35 and re-price it: save \$4 billion • Cut Active Army by 27,000 and Marine Corps by 15,000-20,000 starting FY 2015: save \$6 billion
Source: Robert M. Gates, Statement on Department Budget and Efficiencies, The Pentagon, 6 January 2011.	