Department of Defense

Morale and Quality of Life Study

13 June 2001

DoD Study of Morale/QoL Study Charter

- National Security Presidential Directive #2
 - Tasked SecDef to conduct study of qualify of life
 - Requested recommendations for improvements in several key QoL areas
- SecDef expanded study charter to encompass the broader issue of Morale
 - Concern for Morale/QoL is a primary duty for civilian and military leaders
 - Must address quality of life issues in context of their impact on morale of total workforce

Problem Statement

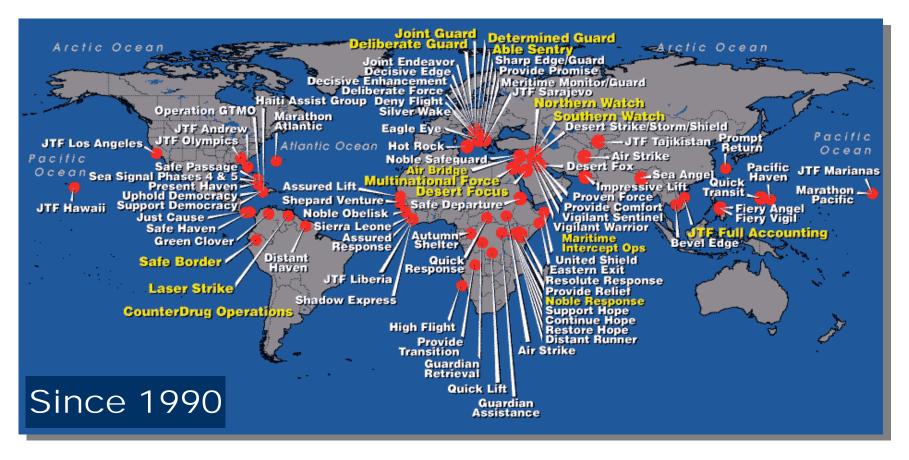
- Highly esteemed institution but declining propensity to serve
- High operational tempo
- No longer downsizing
- Fewer "influencers" with military experience
- Too much & dated infrastructure
- Limited/missing job enablers
- Inefficient business practices

- Total force usage
- Competitiveness in market for personnel
- Inflexible, "one-size fits all" personnel system
- Career compression
- Requirements for critical skills
- Changing demographics
- High individual expectations
- Substandard & limited housing

Call for Change is Clear

Past paradigms no longer address today's problems, much less requirements of the future.

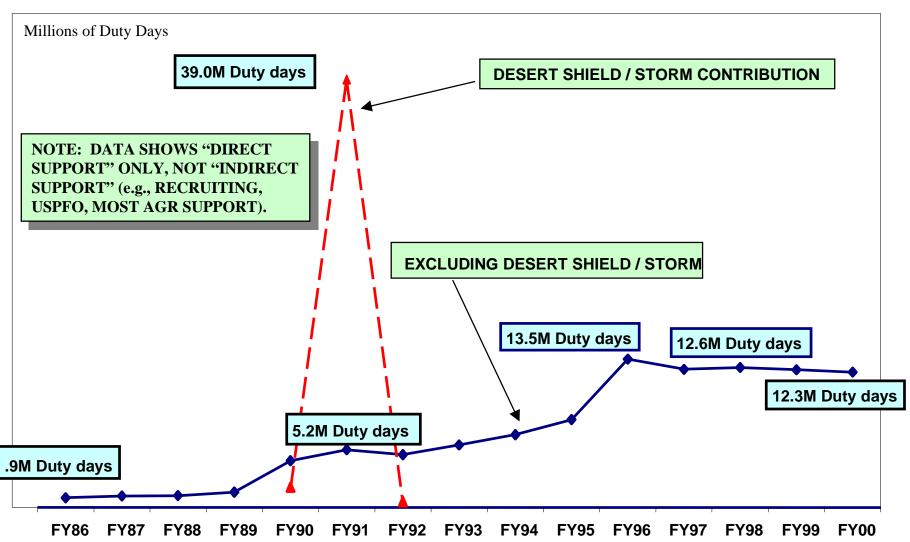
Continuing Pattern of High Operational Tempo



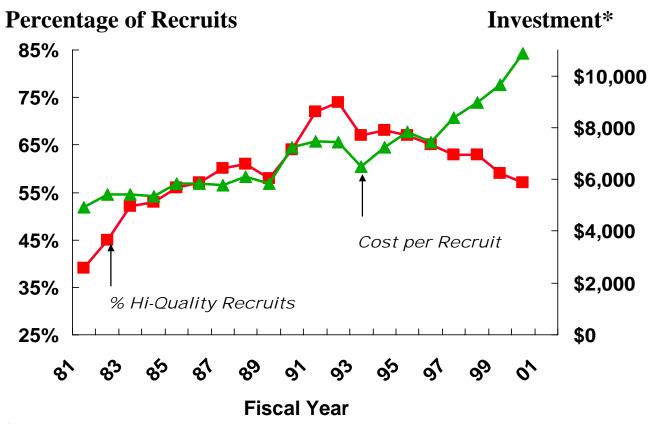
- Army Deployments up 300 percent in 10 years
- Navy Deployed Navy ships on any given day up 52 percent
- Marine Corps Calls to respond to crises tripled
- Air Force Deployments quadrupled since 1986

Changing Force Design & Employment Concepts

Expanded Use of Reserve Component

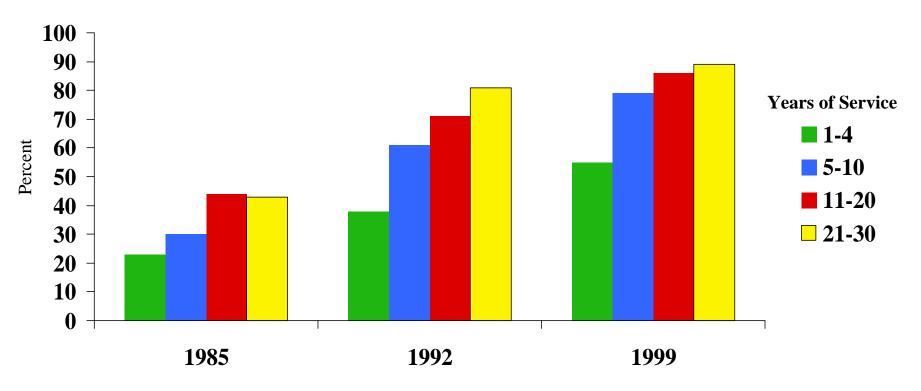


The War for Qualified Personnel Rising Cost of Quality



^{*}Investment means recruiters, recruiter support, advertising, education benefits, and bonuses per recruit in the year shown (constant FY 2000 dollars). Hi-Quality = HSDG/I-IIIA.

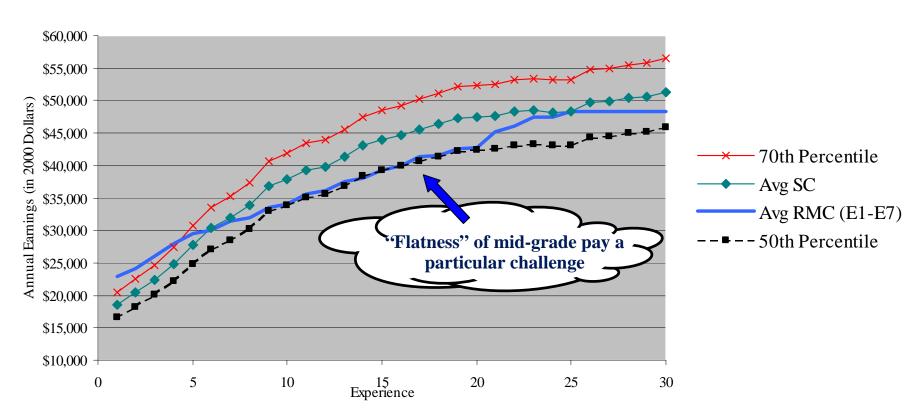
Changing Demographics of Enlisted Force Educational Aspirations and Attainment



Enlisted personnel, percent with "some college" education

Enlisted Pay Insufficient for Comparable Workforce Relative to Earnings of Civilians with Some College

July 2000 Enlisted Pay (Regular Military Compensation) Compared With Predicted Year 2000 Earnings of Males with Some College (SC)



Aging DoD Civilian Workforce



Challenges in management of civilian workforce

- Management of DoD civilian workforce based on complex civil service system, not under SecDef control
- Effects of continuing downsizing have resulted in workforce imbalances by age, experience, and skills
- Half of civilian workforce eligible to retire in next five years
- Fewer young people available to grow into mid-level and senior positions
- Lack of attention on civilian leadership and management development

Providing Better Military Housing Sooner Housing Privatization through Public-Private Ventures

Lackland AFB - Before & After

Before--Wherry Housing ----



Workplace Conditions Impact Morale & QoL





"Pay me now or pay me much more later"

F-15 aircraft at Langley AFB drives over deteriorated sewer grate and collapses into the hole (January 1999).

Four Key Areas Identified by Morale/QoL Study

- Leadership
- Force Management
- Workplace
- Personnel & Family Support

Leadership Recommendations

• Communicate nobility and value of military service

• Engage American public

 Reinforce integrity throughout chain of command

Improve command climate

Force Management Recommendations

• Develop overall human resource strategic plan

Implement DoD personnel requirements

• Design flexible career management system

Redesign recruiting and accession strategies

Compensate workforce satisfactorily

Workplace Recommendations

• Right-size and modernize infrastructure

• Transform business processes

• Improve worker quality of life

Personnel & Family Support Recommendations

- Provide better housing sooner
- Continue to improve health benefits
- Respond to changing family demographics in military
- Redesign relocation process
- Guarantee service members' and spouses' right to vote

Presidential Initiatives: Restoring Military Morale POTUS Trip to Fort Stewart

• Increase Military Pay and Allowances (\$1.4B)

• Improve Housing for Military Personnel and Families (\$.4B)

• Implement expanded health benefits for military retirees (\$3.9B)