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**Calendar No. 593**

108TH CONGRESS } 2d Session	SENATE	REPORT 108-284
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DEPARTMENT OF DEFENSE APPROPRIATIONS BILL, 2005

JUNE 24, 2004.—Ordered to be printed

Mr. STEVENS, from the Committee on Appropriations,  
submitted the following

**REPORT**

[To accompany S. 2559]

The Committee on Appropriations reports the bill (S. 2559) making appropriations for the Department of Defense for the fiscal year ending September 30, 2005, and for other purposes, reports favorably thereon and recommends that the bill do pass.

*New obligatory authority*

Total of bill as reported to Senate .....	\$416,153,400,000
Total of 2005 budget estimate .....	417,807,305,000
Amount of fiscal year 2004 enacted with supplementals .....	431,541,115,000
The bill as reported to the Senate:	
Below fiscal year 2005 budget estimate .....	1,653,905,000
Below enacted appropriations for fiscal year 2004 .....	15,387,715,000

**TITLE IX**  
**CONTINGENT EMERGENCY RESERVE FUND**  
**IRAQ FREEDOM FUND**

Budget estimate, 2005 ..... \$25,000,000,000  
 Committee recommendation ..... 25,000,000,000

The Committee recommends an appropriation of \$25,000,000,000.  
 This is equal to the budget estimate.

**COMMITTEE RECOMMENDED PROGRAM**

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[In thousands of dollars]

Item	2005 budget estimate	Committee recommendation	Change from budget estimate
Military personnel .....		504,600	+ 504,600
Operation and maintenance .....		17,595,400	+ 17,595,400
Procurement .....		2,304,000	+ 2,304,000
Defense Health Program .....		746,000	+ 746,000
Classified programs .....		1,250,000	+ 1,250,000
Iraqi Captured Enemy Ammunition .....		100,000	+ 100,000
Iraq Freedom Fund .....	25,000,000	2,500,000	- 22,500,000
<b>Total, Title IX .....</b>	<b>25,000,000</b>	<b>25,000,000</b>	

**OVERVIEW**

On May 12, 2004 the President submitted a budget amendment for the Department of Defense, requesting \$25,000,000,000 in the Iraq Freedom Fund as a contingent emergency reserve. The Department of Defense developed this recommendation following discussions with our commanders in Iraq and Afghanistan. Developments on the ground and uncertainty when Congress would be in session to consider a fiscal year 2005 supplemental indicated that the availability of a reserve fund may be necessary to ensure there is no disruption in funding and resources for our armed forces.

This contingent emergency reserve fund would be available only after a subsequent request by the President that designates all or some of the funds as an emergency and essential to operations in Iraq and Afghanistan. The cost of continued operations of the next year cannot be estimated with precision at this time. The contingent emergency reserve fund would be accessed should there be a need for additional resources. The Committee understands that the Administration plans to submit a full supplemental request in early 2005 when the Department of Defense will have better information on required resources. Until then, the contingent emergency

reserve fund ensures that our troops will have the necessary resources when they need them. Funds spent from the reserve would reduce the cost of a full fiscal year 2005 supplemental request.

#### COMMITTEE RECOMMENDATION

The Committee fully supports the President's request for a \$25,000,000,000 contingent emergency reserve fund, and commends the Administration for submitting this request. Some level of contingency operations funding is clearly required early in fiscal year 2005, to avoid absorbing the incremental costs of increased military operations by disrupting base programs and forcing the cancellation or deferral of planned operational activities.

The Committee recommends providing \$25,000,000,000, available upon enactment, as a contingent emergency reserve in the Iraq Freedom Fund [IFF]. The Iraq Freedom Fund, a transfer account created by the Congress in the Emergency Wartime Supplemental Appropriations Act, 2003 (Public Law 108-11) provides necessary financial flexibility and ensures proper congressional oversight. By initially providing resources in the IFF, instead of providing resources in established appropriation accounts, the Committee seeks to be consistent with the Administration's request for a contingent emergency reserve fund that would be used only as needed.

After a budget request and required emergency designation by the President, the Committee recommendation would, by directed transfer from the IFF, provide \$22,500,000,000 to established appropriation accounts.

The Committee has maintained a statutory requirements for 5-day advance Congressional notification to Congress before making any transfer from the IFF, and a quarterly reporting requirement on the use of funds.

#### MILITARY PERSONNEL

The Committee recommends \$504,600,000 for the military personnel accounts. Of this amount, the Committee recommends \$126,600,000 for the purpose of increasing Family Separation Allowance from \$100 to \$250 per month and Imminent Danger Pay from \$150 to \$225 per month. In addition, the Committee recommends \$378,000,000 to support increased Army end strength as provided in S. 2400, National Defense Authorization Act for Fiscal Year 2005. Further, the Committee provides \$227,000,000 within this title to support operation and maintenance costs associated with increased Army end strength.

The following table provides details of the recommendation for the military personnel accounts:

[In thousands of dollars]

	Amount
Military Personnel, Army:	
End strength increase .....	378,000
Family Separation Allowance increase .....	32,800
Imminent Danger Pay increase .....	4,900
Subtotal .....	415,700

(In thousands of dollars)

	Amount
<b>Military Personnel, Navy:</b>	
Family Separation Allowance increase .....	27,000
Imminent Danger Pay increase .....	700
Subtotal .....	27,700
<b>Military Personnel, Marine Corps:</b>	
Family Separation Allowance increase .....	13,800
Imminent Danger Pay increase .....	2,400
Subtotal .....	16,200
<b>Military Personnel, Air Force:</b>	
Family Separation Allowance increase .....	28,500
Imminent Danger Pay increase .....	16,500
Subtotal .....	45,000
Total, Military personnel .....	504,600

## OPERATION AND MAINTENANCE

The Committee recommends \$17,595,400,000 for the operation and maintenance accounts. Of the total funding in Title IX, the Committee has provided almost three-quarters of the funding in the various operation and maintenance accounts, as these are the accounts most under strain when financing contingency military operations.

These funds are available to fund military operations by the services and Special Operations Forces to include financing flying hours, ship steaming days, ground operations, special airlift missions, increased ship and aircraft maintenance, logistics support, fuel purchases, base support, civilian personnel, personnel support costs, overseas transportation, communications support, facility management and other operation and maintenance requirements.

The following table provides details of the recommendation for the operation and maintenance accounts:

(In thousands of dollars)

	Amount
<b>Operation &amp; Maintenance, Army:</b>	
Incremental wartime operating costs .....	13,033,100
Rapid Fielding Initiative (RFI) .....	390,300
Interceptor Body Armor .....	295,000
End strength increase .....	227,000
Upper body deltoid protection .....	39,600
Family Readiness Program .....	15,000
Subtotal .....	14,000,000
<b>Operation &amp; Maintenance, Navy:</b>	
Incremental wartime operating costs .....	500,000
Subtotal .....	500,000
<b>Operation &amp; Maintenance, Marine Corps:</b>	
Incremental wartime operating costs .....	2,100,000
Interceptor Body Armor .....	100,000

(In thousands of dollars)

	Amount
Subtotal .....	2,200,000
<b>Operation &amp; Maintenance, Air Force:</b>	
Incremental wartime operating costs .....	200,000
Subtotal .....	200,000
<b>Operation &amp; Maintenance, Defense-Wide:</b>	
Military operations costs .....	150,000
Combat support activities for DLA, DTRA, and DISA .....	545,400
Subtotal .....	695,400
Total, Operation & maintenance .....	17,595,400

*Reservists Pay Security Act of 2004.*—The Committee recognizes that S. 2400, National Defense Authorization Act for Fiscal Year 2005, includes the Reservists Pay Security Act of 2004. This provides for a nonreduction in pay while a Federal employee is mobilized to perform active service as a member of the National Guard or Reserve. Should this provision be adopted in the conference on the defense authorization bill, the Committee directs the Department of Defense to absorb the costs of this new civilian personnel benefit from within funds provided.

## PROCUREMENT

The Committee recommends \$2,304,000,000 for the procurement accounts. Of this amount, the Committee recommends \$1,750,000,000 to fund the Army's most urgently required procurement needs, including improving force protection, accelerating Army modularity, and procuring essential equipment and munitions. In addition, the Committee recommends \$554,000,000 to fund the Marine Corps' most urgently required procurement needs, including improving force protection, and procuring essential equipment and munitions.

The following table provides details of the recommendation for the procurement accounts:

(In thousands of dollars)

	Amount
<b>Procurement of Weapons and Tracked Combat Vehicles, Army:</b>	
Rapid Fielding Initiative .....	150,000
WTCV, Modularity .....	125,000
XM-8 Assault Weapon, Modularity .....	13,000
Weapons, Modularity .....	25,000
Subtotal .....	313,000
<b>Procurement of Ammunition, Army:</b>	
Small arms ammunition expended .....	150,000
Subtotal .....	150,000
<b>Other Procurement, Army:</b>	
Rapid Response Force Protection Initiative .....	865,000
Joint Network Nodes .....	247,000
Rapid Fielding Initiative [RFI] .....	122,000

(In thousands of dollars)

	Amount
EOD Robots .....	25,000
REF Improvised Explosive Device (IED) Initiative .....	25,000
Predator SATCOM upgrades .....	3,000
Subtotal .....	1,287,000
Subtotal, Army procurement .....	1,750,000
Aircraft Procurement, Navy:	
CH-53 T64 engine government reliability improvement .....	40,000
Aircraft Survivability Equipment .....	34,000
EA-6B readiness and sustainment .....	25,000
CH-46 engine reliability improvement program (ERIP) .....	5,000
Subtotal .....	104,000
Procurement of Ammunition, Navy & Marine Corps:	
Ammunition expended .....	109,000
Flares, aircraft survivability .....	11,000
Subtotal .....	120,000
Procurement, Marine Corps:	
Vehicle hardening .....	240,000
Unfunded requirements .....	90,000
Subtotal .....	330,000
Subtotal, Marine Corps procurement .....	554,000
Total, Procurement .....	2,304,000

**Rapid Response Force Protection Initiative.**—The Committee notes with great interest the recent increase in spending for Up Armored High Mobility Multi-purpose Wheeled Vehicles [UAHs]. The Committee also believes that an increased buy of UAHs is not the only solution to increased protection for our deployed soldiers in the field. In the interest of expanding force protection options at the disposal of theater commanders, the Committee strongly encourages the Army to explore increased flexibility with regard to force protection. For example, individual situations may warrant different responses in the way of armored protection for deployed soldiers. Additional convoy protection may be best served by not only one single variant of armored vehicle, but by a combination of both heavy and light vehicles. These vehicles may include UAHs, armored personnel carriers (M-113A2/3) with armor kits, bolt-on armor kits, applied up-armoring systems, armored cabs, or armored security vehicles [ASV]. Therefore, the Committee recommends an additional \$865,000,000 to be used by the Army for the purpose of rapid response to force protection. It is the intent of the Committee that this appropriation shall be used to purchase and modify such vehicles as are needed to respond rapidly and dynamically to the threat presented due to IEDs and mortar attacks currently experienced by deployed U.S. forces. Such procurements shall include UAHs, armor bolt-on kits for M-113A2/3 armored personnel carriers, bolt-on armor kits, applied up-armoring systems, armored cabs, or armored security vehicles. The Secretary of the Army shall

provide a report to the congressional defense committees detailing all expenditures made using these funds.

#### DEFENSE HEALTH PROGRAM

The Committee recommends \$746,000,000 for the Defense Health Program. These funds are for incremental wartime operating expenses in the military medical system, including additional health care costs that result from mobilizing members of the reserve components. Also, the recommendation provides funds for 5 months of enhanced TRICARE benefits for members of the National Guard and Reserve as included in S. 2400, National Defense Authorization Act for Fiscal Year 2005. These enhanced benefits include the extension of pre-deployment and post-deployment eligibility for TRICARE, and the enrollment of non-active duty status reservists into TRICARE on a cost sharing basis.

#### CLASSIFIED PROGRAMS

The Committee recommends \$1,250,000,000 for classified programs, described in further detail in the classified annex.

#### IRAQI CAPTURED ENEMY AMMUNITION

The Committee recommends \$100,000,000 for the purpose of securing and destroying conventional munitions in Iraq.

As of June 11, 2004, approximately 340,000 tons of enemy ammunition have been discovered in Iraq and Coalition Forces are discovering additional weapons caches on almost a daily basis. Currently, captured ammunition is stored at 58 sites throughout the country. Of these sites, there are 15 secured sites and 43 partially secured sites. The Committee is extremely concerned about reports that weapons, ammunition and explosives at many of the partially secured sites are easily accessible to enemy combatants that have the means to load and transport them. To address this serious issue, the Committee provides \$100,000,000 to consolidate, secure, demilitarize and account for Captured Enemy Ammunition [CEA] in Iraq. The Department of Defense should consult with the Iraqi Interim Government to ensure that this initiative is fully coordinated between the two countries. In addition, the Committee directs the Director of the Office of Management in Budget [OMB] to conduct an inter-agency review to assess and establish the best approaches and identify innovative technology solutions for accomplishing the goal of securing and demilitarizing CEA in Iraq. This review is to be conducted in consultation with the Chairman of Joint Chiefs of Staff and other Executive Branch Agencies. Further, the Committee directs OMB to report the findings of this review to the congressional defense committees no later than November 15, 2004.

#### FUNDING SHORTFALLS

The Committee understands the tremendous financial burden the Global War on Terrorism has placed upon the Department and recommends that of the funds provided in Title IX up to \$740,000,000 may be used for the Defense Working Capital Funds to address increased fuel costs, up to \$100,000,000 may be used to

purchase equipment for the National Guard and Reserve, and up to \$100,000,000 may be used for United States Coast Guard operations in support of the Department of Defense in Iraq and Afghanistan.

#### REPORTING REQUIREMENTS

The Committee is disappointed by the responsiveness of the Defense Department in reports required under Public Law 108-11, Public Law 108-106, and Public Law 108-87. While recent reporting has been better, on balance, the reports lack details and arrive significantly later than required. Many are still outstanding. Reports such as the quarterly reports for the Iraq Freedom Fund and quarterly reports for the Commanders Emergency Response Fund have lacked sufficient detail for the Committees' oversight responsibilities.

Therefore, the Committee directs the Department to include meaningful detail beyond the appropriation account and sub-activity group to describe the purposes and specific use of funding in all reports submitted to the Committee. The Committee expects that these reports will be completed and delivered to the Committee by the proposed due dates and the reports will detail the projects, operations, equipment, personnel, and benefits funded through these accounts.

#### GENERAL PROVISIONS, TITLE IX

SEC. 9001. *Funds for Support of Coalition Forces.*—Retains and modifies a provision carried in previous years.

SEC. 9002. *Funds for Assistance to Iraqi and Afghan Armies.*—Modifies a provision carried in previous years.

SEC. 9003. *Commander's Emergency Response Program.*—Retains a provision that provides authority for the CERP.

SEC. 9004. *Afghan Freedom Support Act.*—Retains and modifies a provision carried in previous years.

SEC. 9005. *New Starts.*—Retains and modifies a provision carried in previous years.



**COMPLIANCE WITH PARAGRAPH 7, RULE XVI, OF THE  
STANDING RULES OF THE SENATE**

Paragraph 7 of rule XVI requires that Committee reports on general appropriations bills identify each Committee amendment to the House bill "which proposes an item of appropriation which is not made to carry out the provisions of an existing law, a treaty stipulation, or an act or resolution previously passed by the Senate during that session."

At the point when the Committee reports this measure, the Congress has not completed action on the Fiscal Year 2005 Defense Authorization Act. As a consequence, the Committee has acted in good faith in its attempt to comply fully with requirements stipulated under paragraph 7, rule XVI.

The Committee anticipates that Congress will authorize the amounts appropriated in this act.

**COMPLIANCE WITH PARAGRAPH 7(C), RULE XXVI OF THE  
STANDING RULES OF THE SENATE**

Pursuant to paragraph 7(c) of rule XXVI, on June 22, 2004, the Committee ordered reported S. 2559, an original bill making appropriations for the Department of Defense for the fiscal year ending September 30, 2005, subject to amendment, by a unanimous voice vote, a quorum being present.

**COMPLIANCE WITH PARAGRAPH 12, RULE XXVI OF THE  
STANDING RULES OF THE SENATE**

Paragraph 12 of rule XXVI requires that Committee reports on a bill or joint resolution repealing or amending any statute or part of any statute include "(a) the text of the statute or part thereof which is proposed to be repealed; and (b) a comparative print of that part of the bill or joint resolution making the amendment and of the statute or part thereof proposed to be amended, showing by stricken-through type and italics, parallel columns, or other appropriate typographical devices the omissions and insertions which would be made by the bill or joint resolution if enacted in the form recommended by the committee."

With respect to this bill, it is the opinion of the Committee that it is necessary to dispense with these requirements in order to expedite the business of the Senate.

COMPARATIVE STATEMENT OF NEW BUDGET (OBLIGATIONAL) AUTHORITY FOR FISCAL YEAR 2004 AND BUDGET ESTIMATES AND AMOUNTS RECOMMENDED IN THE BILL  
FOR FISCAL YEAR 2005  
(In thousands of dollars)

Item	2004 appropriation	Budget estimate	Committee recommendation	Senate Committee recommendation compared with (+ or -)	
				2004 appropriation	Budget estimate
<b>TITLE I</b>					
<b>MILITARY PERSONNEL</b>					
Military Personnel, Army .....	28,247,667	29,723,472	29,457,797	+1,210,130	- 285,675
Military Personnel, Navy .....	23,217,298	24,459,957	24,330,171	+1,112,873	- 129,786
Military Personnel, Marine Corps .....	8,971,897	9,595,902	9,567,768	+595,871	- 28,134
Military Personnel, Air Force .....	22,910,868	24,510,811	24,165,011	+1,254,143	- 345,800
Reserve Personnel, Army .....	3,566,725	3,733,590	3,675,390	+106,665	- 58,200
Reserve Personnel, Navy .....	2,002,727	2,171,632	2,132,432	+129,705	- 39,200
Reserve Personnel, Marine Corps .....	571,444	654,973	624,973	+53,529	- 30,000
Reserve Personnel, Air Force .....	1,288,088	1,458,050	1,458,650	+170,562	- 5,400
National Guard Personnel, Army .....	5,500,369	5,950,729	5,913,329	+412,960	- 37,400
National Guard Personnel, Air Force .....	2,174,598	2,546,442	2,543,892	+369,294	- 2,550
<b>Total, title I, Military Personnel .....</b>	<b>98,453,681</b>	<b>104,811,558</b>	<b>103,869,413</b>	<b>+5,415,732</b>	<b>- 942,145</b>
<b>TITLE II</b>					
<b>OPERATION AND MAINTENANCE</b>					
Operation and Maintenance, Army <sup>1</sup> .....	25,029,346	26,133,411	25,705,109	+675,763	- 428,302
Operation and Maintenance, Navy .....	28,146,658	29,789,190	29,591,679	+1,445,021	- 197,511
Operation and Maintenance, Marine Corps .....	3,440,323	3,632,115	3,617,473	+1,771,150	- 14,642
Operation and Maintenance, Air Force .....	26,904,731	28,471,260	28,282,160	+1,377,429	- 189,100
Operation and Maintenance, Defense-Wide .....	16,226,841	17,494,076	17,552,314	+1,325,473	+58,238
Operation and Maintenance, Army Reserve .....	1,996,609	2,008,128	1,979,038	- 19,571	- 29,090
Operation and Maintenance, Navy Reserve .....	1,172,921	1,240,038	1,244,838	+71,917	+4,800
Operation and Maintenance, Marine Corps Reserve .....	173,952	188,696	188,696	+14,744	.....
Operation and Maintenance, Air Force Reserve .....	2,179,388	2,239,790	2,200,790	+21,402	- 39,000
Operation and Maintenance, Army National Guard <sup>1</sup> .....	4,340,581	4,440,686	4,372,436	+31,855	- 68,250
Operation and Maintenance, Air National Guard .....	4,431,216	4,422,838	4,454,238	+23,022	+ 31,400

COMPARATIVE STATEMENT OF NEW BUDGET (OBLIGATIONAL) AUTHORITY FOR FISCAL YEAR 2004 AND BUDGET ESTIMATES AND AMOUNTS RECOMMENDED IN THE BILL  
FOR FISCAL YEAR 2005—Continued  
(In thousands of dollars)

Item	2004 appropriation	Budget estimate	Committee recommendation	Senate Committee recommendation compared with (+ or -)	
				2004 appropriation	Budget estimate
Overseas Contingency Operations Transfer Fund .....	5,000	30,000	30,000	+ 25,000	.....
United States Court of Appeals for the Armed Forces .....	10,333	10,825	10,825	+ 492	.....
Environmental Restoration, Army .....	396,018	400,948	566,948	+170,930	+166,000
Environmental Restoration, Navy .....	296,153	266,820	447,820	+191,667	+181,000
Environmental Restoration, Air Force .....	384,307	397,368	397,368	+13,061	.....
Environmental Restoration, Defense-Wide .....	24,081	23,684	23,684	- 397	.....
Environmental Restoration, Formerly Used Defense Sites .....	284,619	216,516	276,516	- 8,103	+60,000
Overseas Humanitarian, Disaster, and Civic Aid .....	59,000	59,000	59,000	.....	.....
Former Soviet Union Threat Reduction .....	450,800	409,200	409,200	- 41,600	.....
Total, title II, Operation and maintenance .....	115,914,877	121,874,589	121,410,132	+5,495,255	- 464,457
TITLE III					
PROCUREMENT					
Aircraft Procurement, Army <sup>1</sup> .....	2,154,035	2,658,741	2,653,241	+ 499,206	- 5,000
Missile Procurement, Army <sup>1</sup> .....	1,505,462	1,398,321	1,378,321	- 127,141	- 20,000
Procurement of Weapons and Tracked Combat Vehicles, Army .....	1,857,054	1,639,695	1,698,695	- 158,359	+59,000
Procurement of Ammunition, Army <sup>1</sup> .....	1,387,759	1,556,902	1,606,502	+218,743	+ 49,600
Other Procurement, Army <sup>1</sup> .....	4,774,452	4,240,886	4,685,846	- 88,606	+444,950
Aircraft Procurement, Navy .....	9,110,848	8,767,867	8,899,367	- 211,481	+131,500
Weapons Procurement, Navy .....	2,095,784	2,101,529	2,222,620	+126,836	+121,091
Procurement of Ammunition, Navy and Marine Corps .....	934,905	858,640	881,140	- 53,765	+22,500
Shipbuilding and Conversion, Navy .....	11,467,623	9,962,027	10,171,643	- 1,295,980	+209,616
Other Procurement, Navy .....	4,941,098	4,834,276	4,797,025	- 144,073	- 37,253
Procurement, Marine Corps .....	1,165,727	1,190,103	1,266,803	+101,076	+76,700
Aircraft Procurement, Air Force .....	12,086,201	13,163,174	13,547,524	+1,461,323	+384,350
Missile Procurement, Air Force .....	4,165,633	4,718,313	4,609,213	+443,580	-109,100
Procurement of Ammunition, Air Force .....	1,262,725	1,396,457	1,353,889	+91,134	- 42,598
Other Procurement, Air Force .....	11,558,799	13,283,557	13,284,897	+1,726,098	+1,340

Procurement, Defense-Wide .....	3,709,926	2,883,302	2,867,303	- 842,623	- 15,999
National Guard and Reserve Equipment .....	400,000	.....	500,000	+100,000	+500,000
Defense Production Act Purchases .....	78,016	9,015	42,515	- 35,501	+33,500
Total, title III, Procurement .....	74,656,047	74,662,317	76,466,514	+1,810,467	+1,804,197
<b>TITLE IV</b>					
<b>RESEARCH, DEVELOPMENT, TEST AND EVALUATION</b>					
Research, Development, Test and Evaluation, Army <sup>1</sup> .....	10,363,941	9,266,258	10,308,804	- 55,137	+1,042,546
Research, Development, Test and Evaluation, Navy .....	15,146,383	16,346,391	16,748,035	+1,601,652	+401,644
Research, Development, Test and Evaluation, Air Force .....	20,500,984	21,114,667	21,002,308	+501,324	- 112,359
Research, Development, Test and Evaluation, Defense-Wide .....	18,900,715	20,739,837	20,404,563	+1,503,848	- 335,274
Operational Test and Evaluation, Defense .....	305,861	305,135	305,135	- 726	.....
Total, title IV, Research, Development, Test and Evaluation .....	65,217,884	67,772,288	68,768,845	+3,550,961	+996,557
<b>TITLE V</b>					
<b>REVOLVING AND MANAGEMENT FUNDS</b>					
Defense Working Capital Funds:					
Working Capital Fund, Army .....	219,300	184,056	184,056	- 35,244	.....
Working Capital Fund, Navy .....	130,446	65,385	65,385	- 65,061	.....
Working Capital Fund, Air Force .....	.....	81,089	81,089	+81,089	.....
Working Capital Fund, Defense-Wide .....	202,515	180,417	180,417	- 22,098	.....
Working Capital Fund, Defense Commissary Agency .....	1,089,246	1,174,939	1,174,939	+85,693	.....
Total, Defense Working Capital Funds .....	1,641,507	1,685,886	1,685,886	+44,379	.....
National Defense Sealift Fund: Ready Reserve Force .....	1,066,462	1,269,252	441,936	- 624,526	- 827,316
Total, title V, Revolving and Management Funds .....	2,707,969	2,955,138	2,127,822	- 580,147	- 827,316
<b>TITLE VI</b>					
<b>OTHER DEPARTMENT OF DEFENSE PROGRAMS</b>					
Defense Health Program:					
Operation and maintenance .....	1,491,481.6	17,203,369	17,299,369	+2,384,553	+96,000
Procurement .....	328,826	364,635	365,235	+37,409	+1,600
Research, development, test and evaluation .....	486,371	72,407	399,207	- 87,164	+326,800

COMPARATIVE STATEMENT OF NEW BUDGET (OBIGATIONAL) AUTHORITY FOR FISCAL YEAR 2004 AND BUDGET ESTIMATES AND AMOUNTS RECOMMENDED IN THE BILL FOR FISCAL YEAR 2005—Continued

(In thousands of dollars)

Item	2004 appropriation	Budget estimate	Committee recommendation	Senate Committee recommendation compared with (+ or -)	
				2004 appropriation	Budget estimate
Total, Defense Health Program .....	15,730,013	17,640,411	18,064,811	+2,334,798	+424,400
Chemical Agents & Munitions Destruction, Army .....	1,169,168	1,138,801	1,088,801	- 80,367	- 50,000
Operation and maintenance .....	79,212	78,980	78,980	- 232	.....
Procurement .....	251,881	154,209	206,209	- 45,672	+52,000
Research, development, test and evaluation .....	1,500,261	1,371,990	1,373,990	- 126,271	+ 2,000
Total, Chemical Agents 2 .....	835,616	852,697	908,797	+73,181	+56,100
Drug Interdiction and Counter-Drug Activities, Defense .....	160,049	242,362	242,362	+ 82,313	.....
Office of the Inspector General:	2,100	2,100	2,100	.....	.....
Operation and maintenance .....	300	100	100	- 200	.....
Procurement .....	.....	.....	.....	.....	.....
Research, development, test and evaluation .....	.....	.....	.....	.....	.....
Total, Office of the Inspector General .....	162,449	244,562	244,562	+ 82,113	.....
Total, title VI, Other Department of Defense Programs .....	18,228,339	20,109,660	20,592,160	+ 2,363,821	+ 482,500
TITLE VII					
RELATED AGENCIES					
Central Intelligence Agency Retirement and Disability System Fund .....	226,400	239,400	239,400	+13,000	.....
Intelligence Community Management Account .....	175,113	304,355	319,355	+144,242	+15,000
Transfer to Department of Justice .....	(44,300)	(34,911)	(34,911)	(- 9,389)	.....
Payment to Kaho'olawe Island Conveyance, Remediation, and Environmental Restoration Fund .....	18,430	.....	.....	- 18,430	.....
National Security Education Trust Fund .....	8,000	8,000	8,000	.....	.....
Total, title VII, Related agencies .....	427,943	551,755	566,755	+138,812	+15,000

TITLE VII  
GENERAL PROVISIONS

General transfer authority (Sec. 8005)	(2,100,000)	(4,000,000)	(4,000,000)	(+1,900,000)	+8,000
Indian Financing Act incentives (Sec. 8021)	8,000		8,000		+33,000
Various grants (Sec. 8025)			33,000	+33,000	+2,500
OHVBA point acquisition (Sec. 8026)			2,500	+2,500	-74,200
FRDCs (Sec. 8029)	-74,200		-74,200		
Disposal & lease of DOD real property (Sec. 8035)	31,000	25,000	25,000	-6,000	
Overseas Mil Fac Invest Recovery (Sec. 8038)	1,331	1,000	1,000	-331	
Rescissions (Sec. 8049)	-325,560		-148,610	+176,950	-148,610
Revised Economic Assumptions (Sec. 8062)	-1,662,000		-835,000	+827,000	-835,000
Working Capital Funds Cash Balance (Sec. 8063)	-372,000		-300,000	+72,000	-300,000
Travel Cards	44,000	44,000		-44,000	-44,000
Intrapid Sea Air Space Foundation	34,950			-34,950	
Fisher House	3,800			-3,800	
Advisory and assistance services (Sec. 8094)	-504,500		-500,000	+4,500	-500,000
Coast Guard transfer:					
Defense function (Sec. 8096)			40,000	+40,000	+40,000
IT cost growth reduction	-200,000			+200,000	
Working Capital Funds Excess Carryover	-44,000			+44,000	
Cir for Mil Recruiting Assessment & Vet Emp	5,500			-5,500	
Transportation Working Capital Fund	-451,000			+451,000	
Special needs students (Sec. 8101)	5,500		5,500		+5,500
Fort Irwin education	17,000			-17,000	
Iraqi freedom fund (rescission)	-3,490,000			+3,490,000	
Contract offsets					
Withholds/fees provision					
Ship transfer authority					
Tanker replacement transfer fund					
Unobligated balances (Sec. 8103)			-808,100	-808,100	-808,100
Travel costs (Sec. 8116)			-97,331	-97,331	-97,331
Military Personnel reduction (Sec. 8117)			-7,158,000	-7,158,000	-7,158,000
Military Personnel (contingent emergency appropriations) (Sec. 8117)			7,158,000	+7,158,000	+7,158,000
Total, title VII, General Provisions	-6,972,179	70,000	-2,648,241	+4,323,938	-2,718,241

COMPARATIVE STATEMENT OF NEW BUDGET (OBLIGATIONAL) AUTHORITY FOR FISCAL YEAR 2004 AND BUDGET ESTIMATES AND AMOUNTS RECOMMENDED IN THE BILL  
FOR FISCAL YEAR 2005—Continued

(In thousands of dollars)

Item	2004 appropriation	Budget estimate	Committee recommendation	Senate Committee recommendation compared with (+ or -)	
				2004 appropriation	Budget estimate
<b>TITLE IX</b>					
<b>CONTINGENT OPERATIONS</b>					
<b>Military Personnel</b>					
Military Personnel, Army (contingent operations)					
Military Personnel, Navy (contingent operations)					
Military Personnel, Marine Corps (contingent ops)					
Military Personnel, Air Force (contingent operations)					
<b>Total, Military Personnel</b>					
<b>Operation and Maintenance</b>					
Operation & Maintenance, Army (contingent operations)					
Operation & Maintenance, Navy (contingent operations)					
Operation & Maintenance, Marine Corps (contingent ops)					
Operation & Maintenance, Air Force (contingent ops)					
Operation & Maintenance, Defense-Wide (contingent ops)					
<b>Iraq Freedom Fund:</b>					
(Contingent emergency) (incl. transfer authority)		25,000,000	25,000,000	+25,000,000	
(Contingent operations)					
Additional transfer authority (contingent emerg)					
<b>Total, Operation and Maintenance</b>		25,000,000	25,000,000	+25,000,000	
<b>Procurement</b>					
Missile Procurement, Army (contingent operations)					
Procurement of Weapons and Tracked Combat Vehicles, Army (contingent operations)					
Procurement of Ammunition, Army (contingent operations)					
Other Procurement, Army (contingent operations)					

Aircraft Procurement, Navy (contingent operations)						
Procurement of Ammunition, Navy and Marine Corps (contingent operations)						
Procurement, Marine Corps (contingent operations)						
Other Procurement, Air Force (contingent operations)						
Procurement, Defense-Wide (contingent operations)						
National Guard and Reserve Equipment (contingent opera						
<b>Total, Procurement</b>						
Revolving and Management Funds						
Defense Working Capital Funds (contingent operations)						
<b>Total, Revolving and Management Funds</b>						
Other Department of Defense Programs						
Defense Health Program (contingent operations)						
<b>Total, Other Department of Defense Programs</b>						
Additional transfer authority (contingent operations)						
<b>Total, Title IX, Contingent Operations <sup>3</sup></b>		25,000,000	25,000,000	25,000,000	+25,000,000	
<b>Total for the bill (net)</b>	368,634,561	417,807,305	416,153,400	416,153,400	+47,518,839	-1,653,905
<b>OTHER APPROPRIATIONS</b>						
Emergency Supplemental, Defense, Iraq and Afghanistan, 2004 (Public Law 108-106)	64,706,554				-64,706,554	
Additional transfer authority (sec. 1101) (emerg)	(3,000,000)				(-3,000,000)	
Consolidated appropriations (by transfer) (Public Law 108-199)	(74,600)				(-74,600)	
Additional transfer authority (Sec. 114)	(120,000)				(-120,000)	
Rescissions	-1,800,000				+1,800,000	
<b>Net grand total (including other appropriations)</b>	431,541,115	417,807,305	416,153,400	416,153,400	-15,387,715	-1,653,905

<sup>1</sup>Includes Budget Amendment (H. Doc. 108-170) which realigns \$1,217,538,000 for the termination of the Comanche Helicopter program, of which \$30,000,000 was reallocated to MI. Construction, Army National Guard.  
<sup>2</sup>Includes in Budget under Procurement title.  
<sup>3</sup>Includes Budget Amendment (H. Doc. 108-185) which establishes a \$25 billion Contingent Emergency Reserve Fund for operations in Iraq and Afghanistan only 2005.

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