Marine Corps Systems Command
Advanced Planning Briefing to Industry

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Overview

• Fiscal Context

• USMC RDT&E
  – PB09/FY09
    • Green $
    • Blue In Support Of Green (BISOG) $

• Questions
PB09 Discretionary vs. Mandatory

Mandatory Spending
61%
- Net Interest 8% $260.2B
- Other 19% $581.6B
- Medicaid, Family Support Assistance, Security Income 13% $413.4B

Discretionary Spending
39%
- National Defense 22% $670.7B
- Non-defense Discretionary 17% $540.8B
- Social Security 21% $644.1B

Total PB09 Outlays $3,100B

Data Source: OMB FY09 Budget Tables
Data Includes Supplementals
Discretionary vs. Mandatory Spending

FEDERAL OUTLAYS
CY$00 1962–2009

- National Defense
- Total Mandatory Programs

Data Source: OMB FY09 Budget Tables
Data Includes Supplementals

*Estimate
Outlays Percent of GDP

Data Source: OMB FY09 Budget Tables
Data Includes Supplementals

*Estimate

The graph shows the percentage of GDP spent on various categories over the years from 1962 to 2012. The blue area represents National Defense outlays, and the green triangles represent Total Mandatory outlays. The graph includes data up to 2012 with estimates for later years.
Cost of the Corps
(USMC Calculation – PB09/FY09)

DoD ($670.7)

ARMY 24%
AIR FORCE 31%
Defense Agencies/Defense Wide 15%
DoN 30%

DoN (~$200B)

Navy 76%
Marine Corps 15-17%
Blue-in-Support of-Green 7%
Amphibs 4%

6.4%
$42.8B
(USMC TOA + BISOG / DoD TOA)

Data Includes Supplementals
PB-09 Resource Overview

*Note: FY10-15 Totals don’t include Fiscal Guidance to date
PB-09 Baseline Program Balance

TOTAL FY09: $24.9B

- **Manpower**
  - 55%
  - $13.5B

- **Infrastructure**
  - 9%
  - $2.3B

- **Investment**
  - 8%
  - $2.1B

- **RDTE**
  - 4%
  - $1.1B

- **O&M**
  - 24%
  - $5.8B

**PB-09 Baseline Program Balance**

V2 12 May 08
PB-09 Green $ TOA

TOTAL FY09 RDTE: $1.06B

- EFV, JLTV, AAV
  Mods 47%
  $511M

- MCWL, S&T
  19%
  $201M

- Command & Control
  13%
  $133M

- Training & Operations
  3%
  $28M

- Intel
  2%
  $19M

- G/ATOR, TPS-59
  Mods 11%
  $117M

- Research & Analysis
  3%
  $27M

- GCSS-MC
  2%
  $25M
PB-09 BISOG TOA

Total FY09 RDTE: $1.6B

- CH-53K, 36% $571M
- F-35B, 59% $928M
- MV-22, 4% $69M
- H-1 Y/Z, <1% $4M
Future RDT&E spending

- **Green $**
  - Wheeled Tactical Mobility
    - Expeditionary Fighting Vehicle
    - Joint Light Tactical Vehicle
    - Marine Personnel Carrier
  - C2 & Tactical Networks
    - Joint Tactical Radio System (JTRS)
    - Ground/Air Task Oriented RADAR (G/ATOR)
  - ISR
    - Unmanned Aerial Systems (UAS)
    - Wide Field of View Persistent Surveillance (WFVPS)
    - Ground – Based Observation Surveillance System (G-BOSS)
  - Lighten The Load
    - Marine Enhancement Program
      - Cooling Vest, Light Weight Helmet, 3 Seasons sleeping bag, Muzzle covers)
    - Marine Expeditionary Rifle Squad
Future RDT&E spending

• Blue $
  – Aircraft Development
    • JSF (Joint Strike Fighter)
    • CH-53K
  – Follow-On Test & Evaluation
    • MV-22
    • H-1
  – Capability Development
    • Aircraft Survivability (IRCM, brownout solutions)
    • Ordnance
      – Joint Air-Ground Missile (Hellfire/TOW/Maverick replacement)
      – Advanced Precision Kill Weapon System (2.75” Laser Guided Rocket)
    • Unmanned Aerial Systems
    • Digital CAS Interoperability (F/A-18, AV-8B, AH-1W)
    • Net Ready Interoperability (MV-22, JSF)
Pressures on TOA

• Internal
  – CMC ‘Redlines’
  – Manpower Bills
    • End strength increase

• External
  – OSD Offsets
  – DoN Offsets
Conclusions

• Manpower, and external budget pressures continue to increase

• Cannot depend on USMC receiving a significant increase in investment dollars in the future

• Investment accounts pay the offsets, not other services, not supplementals
QUESTIONS?