Total Ownership Costs - Affordability from an Industry Perspective

29 March 2011
Key Issues

• DoD and industry facing “peacetime” budget

• Ongoing actions are making incremental progress

• Further actions are required
“Peacetime Budget”? 

Source: National Defense Budget Estimates for FY 2011 (Green Book)
FY12 DoD President’s Budget

Billions of Dollars

Fiscal Year


O&M

Investment

Personnel

Other

OCO

$3.73 T
Required Actions

• Extend product support BCAs to include inherent process performance and total cost

• Convert legacy sustainment to competitive performance based partnerships

• Accelerate application of autonomous systems
Global Support in an Uncertain Future