

Total Ownership Costs - Affordability from an Industry Perspective

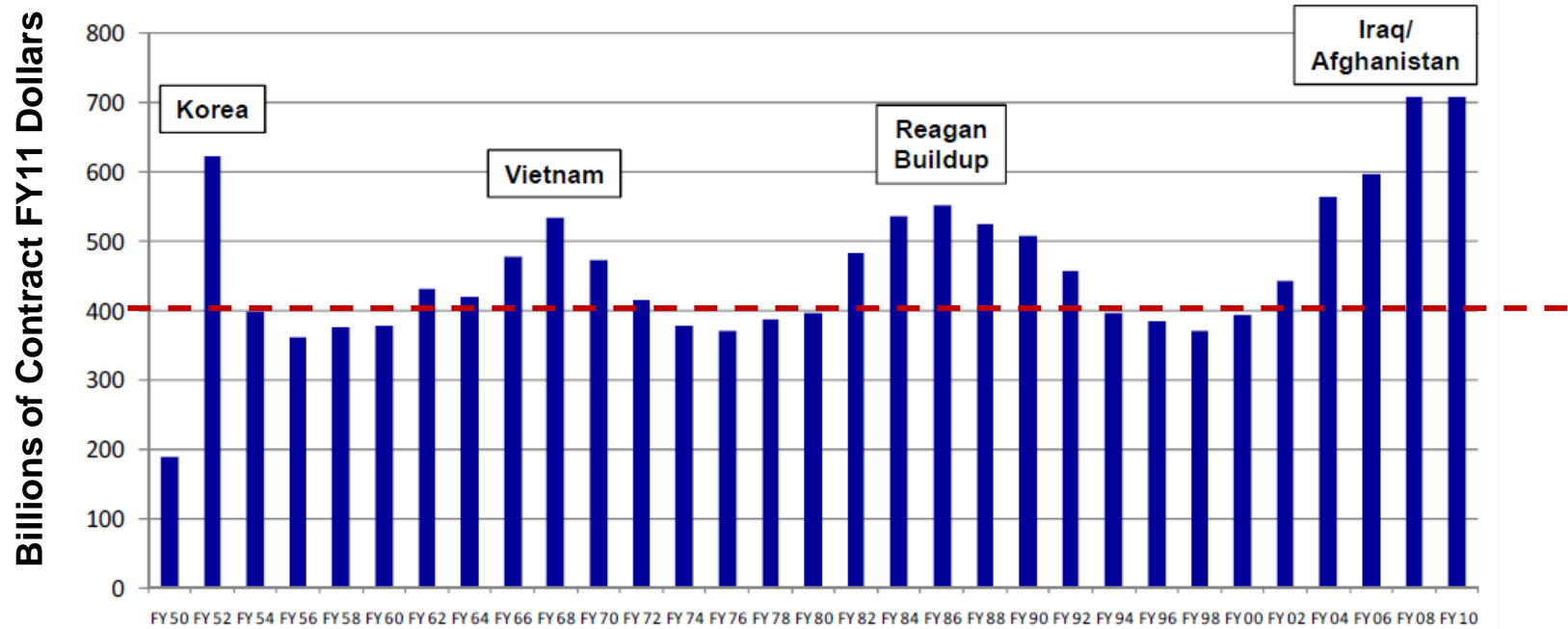
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Key Issues

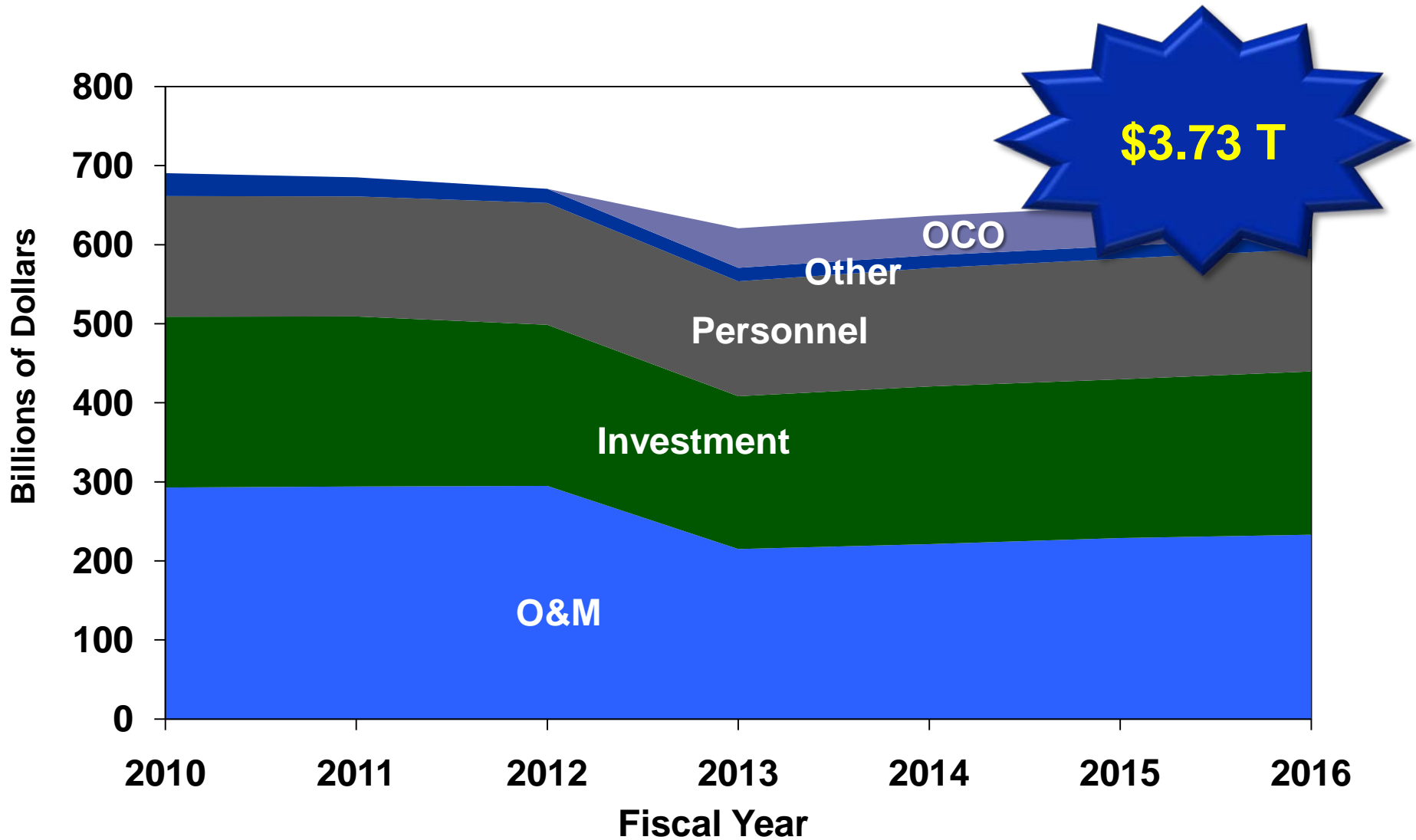
- **DoD and industry facing “peacetime” budget**
- **Ongoing actions are making incremental progress**
- **Further actions are required**

“Peacetime Budget”?



Source: National Defense Budget Estimates for FY 2011 (Green Book)

FY12 DoD President's Budget



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

