

MAKING APPROPRIATIONS FOR THE DEPARTMENT OF DE-  
FENSE FOR THE FISCAL YEAR ENDING SEPTEMBER 30,  
1999, AND FOR OTHER PURPOSES

SEPTEMBER 25, 1998.—Ordered to be printed

Mr. YOUNG of Florida, from the committee of conference,  
submitted the following

CONFERENCE REPORT

[To accompany H.R. 4103]

CONFERENCE REPORT (H. REPT. 105-746)

The committee of conference on the disagreeing votes of the two Houses on the amendment of the Senate to the bill (H.R. 4103) “making appropriations for the Department of Defense for the fiscal year ending September 30, 1999, and for other purposes,” having met, after full and free conference, have agreed to recommend and do recommend to their respective Houses as follows:

That the House recede from its disagreement to the amendment of the Senate, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment, insert:

*That the following sums are appropriated, out of any money in the Treasury not otherwise appropriated, for the fiscal year ending September 30, 1999, for military functions administered by the Department of Defense, and for other purposes, namely:*

*TITLE I*

*MILITARY PERSONNEL*

*MILITARY PERSONNEL, ARMY*

*For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Army on active duty (except members of reserve*

*components provided for elsewhere), cadets, and aviation cadets; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), to section 229(b) of the Social Security Act (42 U.S.C. 429(b)), and to the Department of Defense Military Retirement Fund; \$20,841,687,000.*

*MILITARY PERSONNEL, NAVY*

*For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Navy on active duty (except members of the Reserve provided for elsewhere), midshipmen, and aviation cadets; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), to section 229(b) of the Social Security Act (42 U.S.C. 429(b)), and to the Department of Defense Military Retirement Fund; \$16,570,754,000.*

*MILITARY PERSONNEL, MARINE CORPS*

*For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Marine Corps on active duty (except members of the Reserve provided for elsewhere); and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), to section 229(b) of the Social Security Act (42 U.S.C. 429(b)), and to the Department of Defense Military Retirement Fund; \$6,263,387,000.*

*MILITARY PERSONNEL, AIR FORCE*

*For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Air Force on active duty (except members of reserve components provided for elsewhere), cadets, and aviation cadets; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), to section 229(b) of the Social Security Act (42 U.S.C. 429(b)), and to the Department of Defense Military Retirement Fund; \$17,211,987,000.*

*RESERVE PERSONNEL, ARMY*

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Army Reserve on active duty under sections 10211, 10302, and 3038 of title 10, United States Code, or while serving on active duty under section 12301(d) of title 10, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty or other duty, and for members of the Reserve Officers' Training Corps, and expenses authorized by section 16131 of title*

10, United States Code; and for payments to the Department of Defense Military Retirement Fund; \$2,167,052,000.

*RESERVE PERSONNEL, NAVY*

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Navy Reserve on active duty under section 10211 of title 10, United States Code, or while serving on active duty under section 12301(d) of title 10, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty, and for members of the Reserve Officers' Training Corps, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund; \$1,426,663,000.*

*RESERVE PERSONNEL, MARINE CORPS*

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Marine Corps Reserve on active duty under section 10211 of title 10, United States Code, or while serving on active duty under section 12301(d) of title 10, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty, and for members of the Marine Corps platoon leaders class, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund; \$406,616,000.*

*RESERVE PERSONNEL, AIR FORCE*

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Air Force Reserve on active duty under sections 10211, 10305, and 8038 of title 10, United States Code, or while serving on active duty under section 12301(d) of title 10, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty or other duty, and for members of the Air Reserve Officers' Training Corps, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund; \$852,324,000.*

*NATIONAL GUARD PERSONNEL, ARMY*

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Army National Guard while on duty under section 10211, 10302, or 12402 of title 10 or section 708 of title 32, United States Code, or while serving on duty under section 12301(d) of title 10 or section 502(f) of title 32, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing training, or while performing drills or equivalent duty or other duty, and expenses authorized by section 16131 of title 10, United States Code;*

and for payments to the Department of Defense Military Retirement Fund; \$3,489,987,000.

NATIONAL GUARD PERSONNEL, AIR FORCE

For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Air National Guard on duty under section 10211, 10305, or 12402 of title 10 or section 708 of title 32, United States Code, or while serving on duty under section 12301(d) of title 10 or section 502(f) of title 32, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing training, or while performing drills or equivalent duty or other duty, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund; \$1,377,109,000.

TITLE II

OPERATION AND MAINTENANCE

OPERATION AND MAINTENANCE, ARMY

(INCLUDING TRANSFER OF FUNDS)

For expenses, not otherwise provided for, necessary for the operation and maintenance of the Army, as authorized by law; and not to exceed \$11,437,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Army, and payments may be made on his certificate of necessity for confidential military purposes; \$17,185,623,000 and, in addition, \$50,000,000 shall be derived by transfer from the National Defense Stockpile Transaction Fund: Provided, That of the funds appropriated in this paragraph, not less than \$355,000,000 shall be made available only for conventional ammunition care and maintenance.

OPERATION AND MAINTENANCE, NAVY

(INCLUDING TRANSFER OF FUNDS)

For expenses, not otherwise provided for, necessary for the operation and maintenance of the Navy and the Marine Corps, as authorized by law; and not to exceed \$5,360,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Navy, and payments may be made on his certificate of necessity for confidential military purposes; \$21,872,399,000 and, in addition, \$50,000,000 shall be derived by transfer from the National Defense Stockpile Transaction Fund.

OPERATION AND MAINTENANCE, MARINE CORPS

For expenses, not otherwise provided for, necessary for the operation and maintenance of the Marine Corps, as authorized by law; \$2,578,718,000.

*OPERATION AND MAINTENANCE, AIR FORCE*

*(INCLUDING TRANSFER OF FUNDS)*

*For expenses, not otherwise provided for, necessary for the operation and maintenance of the Air Force, as authorized by law; and not to exceed \$7,968,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Air Force, and payments may be made on his certificate of necessity for confidential military purposes; \$19,021,045,000 and, in addition, \$50,000,000 shall be derived by transfer from the National Defense Stockpile Transaction Fund.*

*OPERATION AND MAINTENANCE, DEFENSE-WIDE*

*For expenses, not otherwise provided for, necessary for the operation and maintenance of activities and agencies of the Department of Defense (other than the military departments), as authorized by law; \$10,914,076,000, of which not to exceed \$25,000,000 may be available for the CINC initiative fund account; and of which not to exceed \$29,000,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of Defense, and payments may be made on his certificate of necessity for confidential military purposes: Provided, That of the funds appropriated under this heading, \$10,000,000 shall be made available only for use in federally owned educational facilities located on military installations for the purpose of transferring title of such facilities to the local educational facilities.*

*OPERATION AND MAINTENANCE, ARMY RESERVE*

*For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Army Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications; \$1,202,622,000.*

*OPERATION AND MAINTENANCE, NAVY RESERVE*

*For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Navy Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications; \$957,239,000.*

*OPERATION AND MAINTENANCE, MARINE CORPS RESERVE*

*For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Marine Corps Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications; \$117,893,000.*

*OPERATION AND MAINTENANCE, AIR FORCE RESERVE*

*For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Air Force Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications; \$1,747,696,000.*

*OPERATION AND MAINTENANCE, ARMY NATIONAL GUARD*

*For expenses of training, organizing, and administering the Army National Guard, including medical and hospital treatment and related expenses in non-Federal hospitals; maintenance, operation, and repairs to structures and facilities; hire of passenger motor vehicles; personnel services in the National Guard Bureau; travel expenses (other than mileage), as authorized by law for Army personnel on active duty, for Army National Guard division, regimental, and battalion commanders while inspecting units in compliance with National Guard Bureau regulations when specifically authorized by the Chief, National Guard Bureau; supplying and equipping the Army National Guard as authorized by law; and expenses of repair, modification, maintenance, and issue of supplies and equipment (including aircraft); \$2,678,015,000: Provided, That not later than March 15, 1999, the Director of the Army National Guard shall provide a report to the congressional defense committees identifying the allocation, by installation and activity, of all base operations funds appropriated under this heading.*

*OPERATION AND MAINTENANCE, AIR NATIONAL GUARD*

*For operation and maintenance of the Air National Guard, including medical and hospital treatment and related expenses in non-Federal hospitals; maintenance, operation, repair, and other necessary expenses of facilities for the training and administration of the Air National Guard, including repair of facilities, maintenance, operation, and modification of aircraft; transportation of things, hire of passenger motor vehicles; supplies, materials, and equipment, as authorized by law for the Air National Guard; and expenses incident to the maintenance and use of supplies, materials, and equipment, including such as may be furnished from stocks under the control of agencies of the Department of Defense; travel expenses (other than mileage) on the same basis as authorized by law for Air National Guard personnel on active Federal duty, for Air National Guard commanders while inspecting units in compliance with National Guard Bureau regulations when specifically authorized by the Chief, National Guard Bureau; \$3,106,933,000.*

*OVERSEAS CONTINGENCY OPERATIONS TRANSFER FUND*

*(INCLUDING TRANSFER OF FUNDS)*

*For expenses directly relating to Overseas Contingency Operations by United States military forces; \$439,400,000, to remain available until expended: Provided, That the Secretary of Defense may transfer these funds only to operation and maintenance accounts within this title, and to working capital funds: Provided fur-*

*ther, That the funds transferred shall be merged with and shall be available for the same purposes and for the same time period, as the appropriation to which transferred: Provided further, That the transfer authority provided in this paragraph is in addition to any other transfer authority contained elsewhere in this Act.*

*UNITED STATES COURT OF APPEALS FOR THE ARMED FORCES*

*For salaries and expenses necessary for the United States Court of Appeals for the Armed Forces; \$7,324,000, of which not to exceed \$2,500 can be used for official representation purposes.*

*ENVIRONMENTAL RESTORATION, ARMY*

*(INCLUDING TRANSFER OF FUNDS)*

*For the Department of the Army, \$370,640,000, to remain available until transferred: Provided, That the Secretary of the Army shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris of the Department of the Army, or for similar purposes, transfer the funds made available by this appropriation to other appropriations made available to the Department of the Army, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: Provided further, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation: Provided further, That not more than twenty-five per centum of funds provided under this heading may be obligated for environmental remediation by the Corps of Engineers under total environmental remediation contracts.*

*ENVIRONMENTAL RESTORATION, NAVY*

*(INCLUDING TRANSFER OF FUNDS)*

*For the Department of the Navy, \$274,600,000, to remain available until transferred: Provided, That the Secretary of the Navy shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris of the Department of the Navy, or for similar purposes, transfer the funds made available by this appropriation to other appropriations made available to the Department of the Navy, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: Provided further, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation.*

*ENVIRONMENTAL RESTORATION, AIR FORCE*

*(INCLUDING TRANSFER OF FUNDS)*

*For the Department of the Air Force, \$372,100,000, to remain available until transferred: Provided, That the Secretary of the Air*

*Force shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris of the Department of the Air Force, or for similar purposes, transfer the funds made available by this appropriation to other appropriations made available to the Department of the Air Force, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: Provided further, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation.*

*ENVIRONMENTAL RESTORATION, DEFENSE-WIDE*

*(INCLUDING TRANSFER OF FUNDS)*

*For the Department of Defense, \$26,091,000, to remain available until transferred: Provided, That the Secretary of Defense shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris of the Department of Defense, or for similar purposes, transfer the funds made available by this appropriation to other appropriations made available to the Department of Defense, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: Provided further, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation.*

*ENVIRONMENTAL RESTORATION, FORMERLY USED DEFENSE SITES*

*(INCLUDING TRANSFER OF FUNDS)*

*For the Department of the Army, \$225,000,000, to remain available until transferred: Provided, That the Secretary of the Army shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris at sites formerly used by the Department of Defense, transfer the funds made available by this appropriation to other appropriations made available to the Department of the Army, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: Provided further, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation.*

*OVERSEAS HUMANITARIAN, DISASTER, AND CIVIC AID*

*For expenses relating to the Overseas Humanitarian, Disaster, and Civic Aid programs of the Department of Defense (consisting of the programs provided under sections 401, 402, 404, 2547, and 2551 of title 10, United States Code); \$50,000,000, to remain available until September 30, 2000.*



*FORMER SOVIET UNION THREAT REDUCTION*

*For assistance to the republics of the former Soviet Union, including assistance provided by contract or by grants, for facilitating the elimination and the safe and secure transportation and storage of nuclear, chemical and other weapons; for establishing programs to prevent the proliferation of weapons, weapons components, and weapon-related technology and expertise; for programs relating to the training and support of defense and military personnel for demilitarization and protection of weapons, weapons components and weapons technology and expertise; \$440,400,000, to remain available until September 30, 2001: Provided, That of the amounts provided under this heading, \$35,000,000 shall be available only to support the dismantling and disposal of nuclear submarines and submarine reactor components in the Russian Far East.*

*QUALITY OF LIFE ENHANCEMENTS, DEFENSE*

*For expenses, not otherwise provided for, resulting from unfunded shortfalls in the repair and maintenance of real property of the Department of Defense (including military housing and barracks); \$455,000,000, for the maintenance of real property of the Department of Defense (including minor construction and major maintenance and repair), which shall remain available for obligation until September 30, 2000, as follows:*

*Army, \$137,000,000;  
Navy, \$121,000,000;  
Marine Corps, \$27,000,000;  
Air Force, \$108,000,000;  
Army Reserve, \$26,000,000;  
Navy Reserve, \$12,400,000;  
Marine Corps Reserve, \$7,600,000;  
Air Force Reserve, \$6,000,000; and  
Air National Guard, \$10,000,000.*

*PENTAGON RENOVATION TRANSFER FUND*

*(INCLUDING TRANSFER OF FUNDS)*

*For expenses, not otherwise provided for, resulting from the Department of Defense renovation of the Pentagon Reservation; \$279,820,000 shall be derived by transfer from the Operation and Maintenance accounts in this Act, for the renovation of the Pentagon Reservation, which shall remain available for obligation until September 30, 2000, as follows:*

*Army, \$96,000,000;  
Navy, \$32,087,000;  
Marine Corps, \$9,513,000;  
Air Force, \$52,200,000; and  
Defense-Wide, \$90,020,000.*

TITLE III  
PROCUREMENT

AIRCRAFT PROCUREMENT, ARMY

*For construction, procurement, production, modification, and modernization of aircraft, equipment, including ordnance, ground handling equipment, spare parts, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$1,388,268,000, to remain available for obligation until September 30, 2001.*

MISSILE PROCUREMENT, ARMY

*For construction, procurement, production, modification, and modernization of missiles, equipment, including ordnance, ground handling equipment, spare parts, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$1,226,335,000, to remain available for obligation until September 30, 2001.*

PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEHICLES,  
ARMY

*For construction, procurement, production, and modification of weapons and tracked combat vehicles, equipment, including ordnance, spare parts, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$1,548,340,000, to remain available for obligation until September 30, 2001.*

PROCUREMENT OF AMMUNITION, ARMY

*For construction, procurement, production, and modification of ammunition, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including ammunition facilities authorized by section 2854 of title 10, United States Code, and the land necessary therefor, for the foregoing pur-*

poses, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$1,065,955,000, to remain available for obligation until September 30, 2001.

#### OTHER PROCUREMENT, ARMY

For construction, procurement, production, and modification of vehicles, including tactical, support, and non-tracked combat vehicles; the purchase of not to exceed 37 passenger motor vehicles for replacement only; and the purchase of 54 vehicles required for physical security of personnel, notwithstanding price limitations applicable to passenger vehicles but not to exceed \$230,000 per vehicle; communications and electronic equipment; other support equipment; spare parts, ordnance, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$3,339,486,000, to remain available for obligation until September 30, 2001.

#### AIRCRAFT PROCUREMENT, NAVY

For construction, procurement, production, modification, and modernization of aircraft, equipment, including ordnance, spare parts, and accessories therefor; specialized equipment; expansion of public and private plants, including the land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; \$7,541,709,000, to remain available for obligation until September 30, 2001.

#### WEAPONS PROCUREMENT, NAVY

For construction, procurement, production, modification, and modernization of missiles, torpedoes, other weapons, and related support equipment including spare parts, and accessories therefor; expansion of public and private plants, including the land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; \$1,211,419,000, to remain available for obligation until September 30, 2001.

PROCUREMENT OF AMMUNITION, NAVY AND MARINE CORPS

*For construction, procurement, production, and modification of ammunition, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including ammunition facilities authorized by section 2854 of title 10, United States Code, and the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$484,203,000, to remain available for obligation until September 30, 2001.*

SHIPBUILDING AND CONVERSION, NAVY

*For expenses necessary for the construction, acquisition, or conversion of vessels as authorized by law, including armor and armament thereof, plant equipment, appliances, and machine tools and installation thereof in public and private plants; reserve plant and Government and contractor-owned equipment layaway; procurement of critical, long leadtime components and designs for vessels to be constructed or converted in the future; and expansion of public and private plants, including land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title, as follows:*

*NSSN, \$1,498,165,000;*

*NSSN (AP), \$504,736,000;*

*CVN-77 (AP), \$124,515,000;*

*CVN Refuelings (AP), \$274,980,000;*

*DDG-51 destroyer program, \$2,667,078,000;*

*DDG-51 destroyer program (AP), \$7,396,000;*

*LPD-17 amphibious transport dock ship, \$638,780,000;*

*LHD-8 (AP), \$45,000,000;*

*Oceanographic ship program, \$60,341,000;*

*LCAC landing craft air cushion program, \$16,000,000; and*

*For craft, outfitting, post delivery, conversions, and first destination transportation, \$198,761,000;*

*In all: \$6,035,752,000, to remain available for obligation until September 30, 2003: Provided, That additional obligations may be incurred after September 30, 2003, for engineering services, tests, evaluations, and other such budgeted work that must be performed in the final stage of ship construction: Provided further, That none of the funds provided under this heading for the construction or conversion of any naval vessel to be constructed in shipyards in the United States shall be expended in foreign facilities for the construction of major components of such vessel: Provided further, That none of the funds provided under this heading shall be used for the construction of any naval vessel in foreign shipyards.*

OTHER PROCUREMENT, NAVY

*For procurement, production, and modernization of support equipment and materials not otherwise provided for, Navy ordnance*

*(except ordnance for new aircraft, new ships, and ships authorized for conversion); the purchase of not to exceed 246 passenger motor vehicles for replacement only; and the purchase of one vehicle required for physical security of personnel, notwithstanding price limitations applicable to passenger vehicles but not to exceed \$225,000 per vehicle; lease of passenger motor vehicles; expansion of public and private plants, including the land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; \$4,072,662,000, to remain available for obligation until September 30, 2001.*

#### PROCUREMENT, MARINE CORPS

*For expenses necessary for the procurement, manufacture, and modification of missiles, armament, military equipment, spare parts, and accessories therefor; plant equipment, appliances, and machine tools, and installation thereof in public and private plants; reserve plant and Government and contractor-owned equipment layaway; vehicles for the Marine Corps, including the purchase of not to exceed 37 passenger motor vehicles for replacement only; and expansion of public and private plants, including land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; \$874,216,000, to remain available for obligation until September 30, 2001.*

#### AIRCRAFT PROCUREMENT, AIR FORCE

*For construction, procurement, and modification of aircraft and equipment, including armor and armament, specialized ground handling equipment, and training devices, spare parts, and accessories therefor; specialized equipment; expansion of public and private plants, Government-owned equipment and installation thereof in such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes including rents and transportation of things; \$8,095,507,000, to remain available for obligation until September 30, 2001.*

#### MISSILE PROCUREMENT, AIR FORCE

*For construction, procurement, and modification of missiles, spacecraft, rockets, and related equipment, including spare parts and accessories therefor, ground handling equipment, and training devices; expansion of public and private plants, Government-owned equipment and installation thereof in such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes including rents and transpor-*

tation of things; \$2,069,827,000, to remain available for obligation until September 30, 2001.

*PROCUREMENT OF AMMUNITION, AIR FORCE*

*For construction, procurement, production, and modification of ammunition, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including ammunition facilities authorized by section 2854 of title 10, United States Code, and the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$379,425,000, to remain available for obligation until September 30, 2001.*

*OTHER PROCUREMENT, AIR FORCE*

*For procurement and modification of equipment (including ground guidance and electronic control equipment, and ground electronic and communication equipment), and supplies, materials, and spare parts therefor, not otherwise provided for; the purchase of not to exceed 267 passenger motor vehicles for replacement only; the purchase of one vehicle required for physical security of personnel, notwithstanding price limitations applicable to passenger vehicles but not to exceed \$240,000 per vehicle; lease of passenger motor vehicles; and expansion of public and private plants, Government-owned equipment and installation thereof in such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon, prior to approval of title; reserve plant and Government and contractor-owned equipment layaway; \$6,960,483,000, to remain available for obligation until September 30, 2001.*

*PROCUREMENT, DEFENSE-WIDE*

*For expenses of activities and agencies of the Department of Defense (other than the military departments) necessary for procurement, production, and modification of equipment, supplies, materials, and spare parts therefor, not otherwise provided for; the purchase of not to exceed 346 passenger motor vehicles for replacement only; the purchase of 4 vehicles required for physical security of personnel, notwithstanding price limitations applicable to passenger vehicles but not to exceed \$165,000 per vehicle; expansion of public and private plants, equipment, and installation thereof in such plants, erection of structures, and acquisition of land for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment layaway; \$1,944,833,000, to remain available for obligation until September 30, 2001.*

*NATIONAL GUARD AND RESERVE EQUIPMENT*

*For procurement of aircraft, missiles, tracked combat vehicles, ammunition, other weapons, and other procurement for the reserve components of the Armed Forces; \$352,000,000, to remain available for obligation until September 30, 2001: Provided, That the Chiefs of the Reserve and National Guard components shall, not later than 30 days after the enactment of this Act, individually submit to the congressional defense committees the modernization priority assessment for their respective Reserve or National Guard component.*

*TITLE IV*

*RESEARCH, DEVELOPMENT, TEST AND EVALUATION*

*RESEARCH, DEVELOPMENT, TEST AND EVALUATION, ARMY*

*For expenses necessary for basic and applied scientific research, development, test and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment; \$5,031,788,000, to remain available for obligation until September 30, 2000: Provided, That of the funds made available under this heading, \$15,000,000 shall be available only to commence in fiscal year 1999 a live fire, side-by-side operational test and evaluation of the air-to-air Starstreak and air-to-air Stinger missiles fired from the AH-64D Apache helicopter: Provided further, That in conjunction with the development of a test plan, the Secretary of the Army shall certify the following, in writing, to the congressional defense committees:*

*(1) Engagement tests can be safely conducted with both Starstreak and Stinger missiles from the AH-64D helicopter at air speeds consistent with the normal operating limits of that aircraft;*

*(2) The Starstreak missiles utilized in the test will be provided at no cost to the United States Government;*

*(3) None of the \$15,000,000 provided will be used to develop modifications to the Starstreak or the Stinger missiles; and*

*(4) Both the Starstreak and Stinger missiles can be fired from the AH-64D aircraft consistent with the survivability of the aircraft and missile performance standards contained in the Army's Air-to-Air Missile Capability Need Statement approved by the Department of the Army in January 1997.*

*RESEARCH, DEVELOPMENT, TEST AND EVALUATION, NAVY*

*For expenses necessary for basic and applied scientific research, development, test and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment; \$8,636,649,000, to remain available for obligation until September 30, 2000: Provided, That funds appropriated in this paragraph which are available for the V-22 may be used to meet unique requirements of the Special Operation Forces: Provided further, That notwithstanding 10 U.S.C. 2366, none of the funds made available under this heading may be used to conduct system-level live-fire shock tests on the SSN-21 class of submarines unless the Com-*

*mander-in-Chief of the United States Atlantic Command certifies in writing to the congressional defense committees that such testing must be conducted to meet operational requirements for those submarines.*

*RESEARCH, DEVELOPMENT, TEST AND EVALUATION, AIR FORCE*

*For expenses necessary for basic and applied scientific research, development, test and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment; \$13,758,811,000, to remain available for obligation until September 30, 2000.*

*RESEARCH, DEVELOPMENT, TEST AND EVALUATION, DEFENSE-WIDE*

*For expenses of activities and agencies of the Department of Defense (other than the military departments), necessary for basic and applied scientific research, development, test and evaluation; advanced research projects as may be designated and determined by the Secretary of Defense, pursuant to law; maintenance, rehabilitation, lease, and operation of facilities and equipment; \$9,036,551,000, to remain available for obligation until September 30, 2000: Provided, That not less than \$310,446,000 of the funds made available under this heading shall be made available only for the Sea-Based Wide Area Defense (Navy Upper-Tier) program: Provided further, That funding for the Sea-Based Wide Area Defense (Navy Upper-Tier) program in this or any other Act shall be used for research, development and deployment including, but not limited to, continuing ongoing risk reduction activities, initiating system engineering for an initial Block I capability, and deployment at the earliest feasible time following Aegis Lightweight Exoatmospheric Projectile (LEAP) intercept flight tests.*

*DEVELOPMENTAL TEST AND EVALUATION, DEFENSE*

*For expenses, not otherwise provided for, of independent activities of the Director, Test and Evaluation in the direction and supervision of developmental test and evaluation, including performance and joint developmental testing and evaluation; and administrative expenses in connection therewith; \$258,606,000, to remain available for obligation until September 30, 2000.*

*OPERATIONAL TEST AND EVALUATION, DEFENSE*

*For expenses, not otherwise provided for, necessary for the independent activities of the Director, Operational Test and Evaluation in the direction and supervision of operational test and evaluation, including initial operational test and evaluation which is conducted prior to, and in support of, production decisions; joint operational testing and evaluation; and administrative expenses in connection therewith; \$34,245,000, to remain available for obligation until September 30, 2000.*



## TITLE V

## REVOLVING AND MANAGEMENT FUNDS

## DEFENSE WORKING CAPITAL FUNDS

*For the Defense Working Capital Funds; \$94,500,000.*

## NATIONAL DEFENSE SEALIFT FUND

*(INCLUDING TRANSFER OF FUNDS)*

*For National Defense Sealift Fund programs, projects, and activities, and for expenses of the National Defense Reserve Fleet, as established by section 11 of the Merchant Ship Sales Act of 1946 (50 U.S.C. App. 1744); \$708,366,000, to remain available until expended: Provided, That none of the funds provided in this paragraph shall be used to award a new contract that provides for the acquisition of any of the following major components unless such components are manufactured in the United States: auxiliary equipment, including pumps, for all shipboard services; propulsion system components (that is; engines, reduction gears, and propellers); shipboard cranes; and spreaders for shipboard cranes: Provided further, That the exercise of an option in a contract awarded through the obligation of previously appropriated funds shall not be considered to be the award of a new contract: Provided further, That notwithstanding any other provision of law, of the funds available under this heading, \$28,800,000 shall be transferred to "Alteration of Bridges": Provided further, That the Secretary of the military department responsible for such procurement may waive the restrictions in the first proviso on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate that adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis and that such an acquisition must be made in order to acquire capability for national security purposes.*

## TITLE VI

## OTHER DEPARTMENT OF DEFENSE PROGRAMS

## DEFENSE HEALTH PROGRAM

*For expenses, not otherwise provided for, for medical and health care programs of the Department of Defense, as authorized by law; \$10,149,872,000, of which \$9,727,985,000 shall be for Operation and maintenance, of which not to exceed two per centum shall remain available until September 30, 2000, of which \$402,387,000, to remain available for obligation until September 30, 2001, shall be for Procurement, and of which \$19,500,000, to remain available for obligation until September 30, 2000, shall be for Research, development, test and evaluation: Provided, That of the amounts made available under this heading for Operation and maintenance, not less than \$25,000,000 shall be only for breast cancer treatment and access to care.*

*CHEMICAL AGENTS AND MUNITIONS DESTRUCTION, ARMY*

*For expenses, not otherwise provided for, necessary for the destruction of the United States stockpile of lethal chemical agents and munitions in accordance with the provisions of section 1412 of the Department of Defense Authorization Act, 1986 (50 U.S.C. 1521), and for the destruction of other chemical warfare materials that are not in the chemical weapon stockpile; \$780,150,000, of which \$491,700,000 shall be for Operation and maintenance, \$115,670,000 shall be for Procurement to remain available until September 30, 2001, and \$172,780,000 shall be for Research, development, test and evaluation to remain available until September 30, 2000: Provided, That of the funds available under this heading, \$1,000,000 shall be available until expended each year only for a Johnston Atoll off-island leave program: Provided further, That the Secretaries concerned shall, pursuant to uniform regulations, prescribe travel and transportation allowances for travel by participants in the off-island leave program.*

*DRUG INTERDICTION AND COUNTER-DRUG ACTIVITIES, DEFENSE*

*(INCLUDING TRANSFER OF FUNDS)*

*For drug interdiction and counter-drug activities of the Department of Defense, for transfer to appropriations available to the Department of Defense for military personnel of the reserve components serving under the provisions of title 10 and title 32, United States Code; for Operation and maintenance; for Procurement; and for Research, development, test and evaluation; \$735,582,000: Provided, That the funds appropriated under this heading shall be available for obligation for the same time period and for the same purpose as the appropriation to which transferred: Provided further, That the transfer authority provided in this paragraph is in addition to any transfer authority contained elsewhere in this Act.*

*OFFICE OF THE INSPECTOR GENERAL*

*For expenses and activities of the Office of the Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended; \$132,064,000, of which \$130,764,000 shall be for Operation and maintenance, of which not to exceed \$500,000 is available for emergencies and extraordinary expenses to be expended on the approval or authority of the Inspector General, and payments may be made on his certificate of necessity for confidential military purposes; and of which \$1,300,000, to remain available until September 30, 2001, shall be for Procurement.*

*TITLE VII*

*RELATED AGENCIES*

*CENTRAL INTELLIGENCE AGENCY RETIREMENT AND DISABILITY SYSTEM FUND*

*For payment to the Central Intelligence Agency Retirement and Disability System Fund, to maintain proper funding level for con-*

*tinuing the operation of the Central Intelligence Agency Retirement and Disability System; \$201,500,000.*

*INTELLIGENCE COMMUNITY MANAGEMENT ACCOUNT*

*(INCLUDING TRANSFER OF FUNDS)*

*For necessary expenses of the Intelligence Community Management Account; \$129,123,000, of which \$30,290,000 for the Advanced Research and Development Committee shall remain available until September 30, 2000: Provided, That of the funds appropriated under this heading, \$27,000,000 shall be transferred to the Department of Justice for the National Drug Intelligence Center to support the Department of Defense's counter-drug intelligence responsibilities, and of the said amount, \$1,500,000 for Procurement shall remain available until September 30, 2001, and \$3,000,000 for Research, development, test and evaluation shall remain available until September 30, 2000.*

*PAYMENT TO KAHO'OLAWA ISLAND CONVEYANCE, REMEDIATION, AND ENVIRONMENTAL RESTORATION FUND*

*For payment to Kaho'olawe Island Conveyance, Remediation, and Environmental Restoration Fund, as authorized by law; \$25,000,000, to remain available until expended.*

*NATIONAL SECURITY EDUCATION TRUST FUND*

*For the purposes of title VIII of Public Law 102-183, \$3,000,000, to be derived from the National Security Education Trust Fund, to remain available until expended.*

*TITLE VIII*

*GENERAL PROVISIONS*

*SEC. 8001. No part of any appropriation contained in this Act shall be used for publicity or propaganda purposes not authorized by the Congress.*

*SEC. 8002. During the current fiscal year, provisions of law prohibiting the payment of compensation to, or employment of, any person not a citizen of the United States shall not apply to personnel of the Department of Defense: Provided, That salary increases granted to direct and indirect hire foreign national employees of the Department of Defense funded by this Act shall not be at a rate in excess of the percentage increase authorized by law for civilian employees of the Department of Defense whose pay is computed under the provisions of section 5332 of title 5, United States Code, or at a rate in excess of the percentage increase provided by the appropriate host nation to its own employees, whichever is higher: Provided further, That this section shall not apply to Department of Defense foreign service national employees serving at United States diplomatic missions whose pay is set by the Department of State under the Foreign Service Act of 1980: Provided further, That the limitations of this provision shall not apply to foreign national employees of the Department of Defense in the Republic of Turkey.*

*SEC. 8003. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year, unless expressly so provided herein.*

*SEC. 8004. No more than 20 per centum of the appropriations in this Act which are limited for obligation during the current fiscal year shall be obligated during the last two months of the fiscal year: Provided, That this section shall not apply to obligations for support of active duty training of reserve components or summer camp training of the Reserve Officers' Training Corps.*

(TRANSFER OF FUNDS)

*SEC. 8005. Upon determination by the Secretary of Defense that such action is necessary in the national interest, he may, with the approval of the Office of Management and Budget, transfer not to exceed \$1,650,000,000 of working capital funds of the Department of Defense or funds made available in this Act to the Department of Defense for military functions (except military construction) between such appropriations or funds or any subdivision thereof, to be merged with and to be available for the same purposes, and for the same time period, as the appropriation or fund to which transferred: Provided, That such authority to transfer may not be used unless for higher priority items, based on unforeseen military requirements, than those for which originally appropriated and in no case where the item for which funds are requested has been denied by Congress: Provided further, That the Secretary of Defense shall notify the Congress promptly of all transfers made pursuant to this authority or any other authority in this Act: Provided further, That no part of the funds in this Act shall be available to prepare or present a request to the Committees on Appropriations for reprogramming of funds, unless for higher priority items, based on unforeseen military requirements, than those for which originally appropriated and in no case where the item for which reprogramming is requested has been denied by the Congress.*

(TRANSFER OF FUNDS)

*SEC. 8006. During the current fiscal year, cash balances in working capital funds of the Department of Defense established pursuant to section 2208 of title 10, United States Code, may be maintained in only such amounts as are necessary at any time for cash disbursements to be made from such funds: Provided, That transfers may be made between such funds: Provided further, That transfers may be made between working capital funds and the "Foreign Currency Fluctuations, Defense" appropriation and the "Operation and Maintenance" appropriation accounts in such amounts as may be determined by the Secretary of Defense, with the approval of the Office of Management and Budget, except that such transfers may not be made unless the Secretary of Defense has notified the Congress of the proposed transfer. Except in amounts equal to the amounts appropriated to working capital funds in this Act, no obligations may be made against a working capital fund to procure or increase the value of war reserve material inventory, unless the Secretary of Defense has notified the Congress prior to any such obligation.*

*SEC. 8007. Funds appropriated by this Act may not be used to initiate a special access program without prior notification 30 calendar days in session in advance to the congressional defense committees.*

*SEC. 8008. None of the funds provided in this Act shall be available to initiate: (1) a multiyear contract that employs economic order quantity procurement in excess of \$20,000,000 in any one year of the contract or that includes an unfunded contingent liability in excess of \$20,000,000; or (2) a contract for advance procurement leading to a multiyear contract that employs economic order quantity procurement in excess of \$20,000,000 in any one year, unless the congressional defense committees have been notified at least 30 days in advance of the proposed contract award: Provided, That no part of any appropriation contained in this Act shall be available to initiate a multiyear contract for which the economic order quantity advance procurement is not funded at least to the limits of the Government's liability: Provided further, That no part of any appropriation contained in this Act shall be available to initiate multiyear procurement contracts for any systems or component thereof if the value of the multiyear contract would exceed \$500,000,000 unless specifically provided in this Act: Provided further, That no multiyear procurement contract can be terminated without 10-day prior notification to the congressional defense committees: Provided further, That the execution of multiyear authority shall require the use of a present value analysis to determine lowest cost compared to an annual procurement.*

*Funds appropriated in title III of this Act may be used for multiyear procurement contracts as follows:*

*E-2C aircraft;*

*Longbow Hellfire missile; and*

*Medium Tactical Vehicle Replacement (MTVR).*

*SEC. 8009. Within the funds appropriated for the operation and maintenance of the Armed Forces, funds are hereby appropriated pursuant to section 401 of title 10, United States Code, for humanitarian and civic assistance costs under chapter 20 of title 10, United States Code. Such funds may also be obligated for humanitarian and civic assistance costs incidental to authorized operations and pursuant to authority granted in section 401 of chapter 20 of title 10, United States Code, and these obligations shall be reported to Congress on September 30 of each year: Provided, That funds available for operation and maintenance shall be available for providing humanitarian and similar assistance by using Civic Action Teams in the Trust Territories of the Pacific Islands and freely associated states of Micronesia, pursuant to the Compact of Free Association as authorized by Public Law 99-239: Provided further, That upon a determination by the Secretary of the Army that such action is beneficial for graduate medical education programs conducted at Army medical facilities located in Hawaii, the Secretary of the Army may authorize the provision of medical services at such facilities and transportation to such facilities, on a nonreimbursable basis, for civilian patients from American Samoa, the Commonwealth of the Northern Mariana Islands, the Marshall Islands, the Federated States of Micronesia, Palau, and Guam.*

*SEC. 8010. (a) During fiscal year 1999, the civilian personnel of the Department of Defense may not be managed on the basis of any end-strength, and the management of such personnel during that fiscal year shall not be subject to any constraint or limitation (known as an end-strength) on the number of such personnel who may be employed on the last day of such fiscal year.*

*(b) The fiscal year 2000 budget request for the Department of Defense as well as all justification material and other documentation supporting the fiscal year 2000 Department of Defense budget request shall be prepared and submitted to the Congress as if subsections (a) and (b) of this provision were effective with regard to fiscal year 2000.*

*(c) Nothing in this section shall be construed to apply to military (civilian) technicians.*

*SEC. 8011. Notwithstanding any other provision of law, none of the funds made available by this Act shall be used by the Department of Defense to exceed, outside the 50 United States, its territories, and the District of Columbia, 125,000 civilian workyears: Provided, That workyears shall be applied as defined in the Federal Personnel Manual: Provided further, That workyears expended in dependent student hiring programs for disadvantaged youths shall not be included in this workyear limitation.*

*SEC. 8012. None of the funds made available by this Act shall be used in any way, directly or indirectly, to influence congressional action on any legislation or appropriation matters pending before the Congress.*

*SEC. 8013. (a) None of the funds appropriated by this Act shall be used to make contributions to the Department of Defense Education Benefits Fund pursuant to section 2006(g) of title 10, United States Code, representing the normal cost for future benefits under section 3015(c) of title 38, United States Code, for any member of the armed services who, on or after the date of enactment of this Act—*

*(1) enlists in the armed services for a period of active duty of less than three years; or*

*(2) receives an enlistment bonus under section 308a or 308f of title 37, United States Code,*

*nor shall any amounts representing the normal cost of such future benefits be transferred from the Fund by the Secretary of the Treasury to the Secretary of Veterans Affairs pursuant to section 2006(d) of title 10, United States Code; nor shall the Secretary of Veterans Affairs pay such benefits to any such member: Provided, That in the case of a member covered by clause (1), these limitations shall not apply to members in combat arms skills or to members who enlist in the armed services on or after July 1, 1989, under a program continued or established by the Secretary of Defense in fiscal year 1991 to test the cost-effective use of special recruiting incentives involving not more than nineteen noncombat arms skills approved in advance by the Secretary of Defense: Provided further, That this subsection applies only to active components of the Army.*

*(b) None of the funds appropriated by this Act shall be available for the basic pay and allowances of any member of the Army participating as a full-time student and receiving benefits paid by the Secretary of Veterans Affairs from the Department of Defense*

*Education Benefits Fund when time spent as a full-time student is credited toward completion of a service commitment: Provided, That this subsection shall not apply to those members who have reenlisted with this option prior to October 1, 1987: Provided further, That this subsection applies only to active components of the Army.*

*SEC. 8014. None of the funds appropriated by this Act shall be available to convert to contractor performance an activity or function of the Department of Defense that, on or after the date of enactment of this Act, is performed by more than ten Department of Defense civilian employees until a most efficient and cost-effective organization analysis is completed on such activity or function and certification of the analysis is made to the Committees on Appropriations of the House of Representatives and the Senate: Provided, That this section and subsections (a), (b), and (c) of 10 U.S.C. 2461 shall not apply to a commercial or industrial type function of the Department of Defense that: (1) is included on the procurement list established pursuant to section 2 of the Act of June 25, 1938 (41 U.S.C. 47), popularly referred to as the Javits-Wagner-O'Day Act; (2) is planned to be converted to performance by a qualified non-profit agency for the blind or by a qualified nonprofit agency for other severely handicapped individuals in accordance with that Act; or (3) is planned to be converted to performance by a qualified firm under 51 per centum Native American ownership.*

(TRANSFER OF FUNDS)

*SEC. 8015. Funds appropriated in title III of this Act for the Department of Defense Pilot Mentor-Protege Program may be transferred to any other appropriation contained in this Act solely for the purpose of implementing a Mentor-Protege Program developmental assistance agreement pursuant to section 831 of the National Defense Authorization Act for Fiscal Year 1991 (Public Law 101-510; 10 U.S.C. 2301 note), as amended, under the authority of this provision or any other transfer authority contained in this Act.*

*SEC. 8016. None of the funds in this Act may be available for the purchase by the Department of Defense (and its departments and agencies) of welded shipboard anchor and mooring chain 4 inches in diameter and under unless the anchor and mooring chain are manufactured in the United States from components which are substantially manufactured in the United States: Provided, That for the purpose of this section manufactured will include cutting, heat treating, quality control, testing of chain and welding (including the forging and shot blasting process): Provided further, That for the purpose of this section substantially all of the components of anchor and mooring chain shall be considered to be produced or manufactured in the United States if the aggregate cost of the components produced or manufactured in the United States exceeds the aggregate cost of the components produced or manufactured outside the United States: Provided further, That when adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis, the Secretary of the service responsible for the procurement may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations that such an acquisition must be made in order to acquire capability for national security purposes.*

*SEC. 8017. None of the funds appropriated by this Act available for the Civilian Health and Medical Program of the Uniformed Services (CHAMPUS) shall be available for the reimbursement of any health care provider for inpatient mental health service for care received when a patient is referred to a provider of inpatient mental health care or residential treatment care by a medical or health care professional having an economic interest in the facility to which the patient is referred: Provided, That this limitation does not apply in the case of inpatient mental health services provided under the program for the handicapped under subsection (d) of section 1079 of title 10, United States Code, provided as partial hospital care, or provided pursuant to a waiver authorized by the Secretary of Defense because of medical or psychological circumstances of the patient that are confirmed by a health professional who is not a Federal employee after a review, pursuant to rules prescribed by the Secretary, which takes into account the appropriate level of care for the patient, the intensity of services required by the patient, and the availability of that care.*

*SEC. 8018. Funds available in this Act may be used to provide transportation for the next-of-kin of individuals who have been prisoners of war or missing in action from the Vietnam era to an annual meeting in the United States, under such regulations as the Secretary of Defense may prescribe.*

*SEC. 8019. Notwithstanding any other provision of law, during the current fiscal year, the Secretary of Defense may, by executive agreement, establish with host nation governments in NATO member states a separate account into which such residual value amounts negotiated in the return of United States military installations in NATO member states may be deposited, in the currency of the host nation, in lieu of direct monetary transfers to the United States Treasury: Provided, That such credits may be utilized only for the construction of facilities to support United States military forces in that host nation, or such real property maintenance and base operating costs that are currently executed through monetary transfers to such host nations: Provided further, That the Department of Defense's budget submission for fiscal year 2000 shall identify such sums anticipated in residual value settlements, and identify such construction, real property maintenance or base operating costs that shall be funded by the host nation through such credits: Provided further, That all military construction projects to be executed from such accounts must be previously approved in a prior Act of Congress: Provided further, That each such executive agreement with a NATO member host nation shall be reported to the congressional defense committees, the Committee on International Relations of the House of Representatives and the Committee on Foreign Relations of the Senate 30 days prior to the conclusion and endorsement of any such agreement established under this provision.*

*SEC. 8020. None of the funds available to the Department of Defense may be used to demilitarize or dispose of M-1 Carbines, M-1 Garand rifles, M-14 rifles, .22 caliber rifles, .30 caliber rifles, or M-1911 pistols.*

*SEC. 8021. Notwithstanding any other provision of law, none of the funds appropriated by this Act shall be available to pay more*



than 50 per centum of an amount paid to any person under section 308 of title 37, United States Code, in a lump sum.

SEC. 8022. No more than \$500,000 of the funds appropriated or made available in this Act shall be used during a single fiscal year for any single relocation of an organization, unit, activity or function of the Department of Defense into or within the National Capital Region: Provided, That the Secretary of Defense may waive this restriction on a case-by-case basis by certifying in writing to the congressional defense committees that such a relocation is required in the best interest of the Government.

SEC. 8023. A member of a reserve component whose unit or whose residence is located in a State which is not contiguous with another State is authorized to travel in a space required status on aircraft of the Armed Forces between home and place of inactive duty training, or place of duty in lieu of unit training assembly, when there is no road or railroad transportation (or combination of road and railroad transportation between those locations): Provided, That a member traveling in that status on a military aircraft pursuant to the authority provided in this section is not authorized to receive travel, transportation, or per diem allowances in connection with that travel.

SEC. 8024. (a) In addition to the funds provided elsewhere in this Act, \$8,000,000 is appropriated only for incentive payments authorized by section 504 of the Indian Financing Act of 1974 (25 U.S.C. 1544): Provided, That contractors participating in the test program established by section 854 of Public Law 101-189 (15 U.S.C. 637 note) shall be eligible for the program established by section 504 of the Indian Financing Act of 1974 (25 U.S.C. 1544).

(b) Section 8024 of the Department of Defense Appropriations Act (Public Law 105-56) is amended by striking out "That these payments" and all that follows through "Provided further,".

SEC. 8025. During the current fiscal year, funds appropriated or otherwise available for any Federal agency, the Congress, the judicial branch, or the District of Columbia may be used for the pay, allowances, and benefits of an employee as defined by section 2105 of title 5, United States Code, or an individual employed by the government of the District of Columbia, permanent or temporary indefinite, who—

(1) is a member of a Reserve component of the Armed Forces, as described in section 10101 of title 10, United States Code, or the National Guard, as described in section 101 of title 32, United States Code;

(2) performs, for the purpose of providing military aid to enforce the law or providing assistance to civil authorities in the protection or saving of life or property or prevention of injury—

(A) Federal service under sections 331, 332, 333, or 12406 of title 10, or other provision of law, as applicable; or

(B) full-time military service for his or her State, the District of Columbia, the Commonwealth of Puerto Rico, or a territory of the United States; and

(3) requests and is granted—

(A) leave under the authority of this section; or

(B) annual leave, which may be granted without regard to the provisions of sections 5519 and 6323(b) of title 5, if such employee is otherwise entitled to such annual leave:

*Provided, That any employee who requests leave under subsection (3)(A) for service described in subsection (2) of this section is entitled to such leave, subject to the provisions of this section and of the last sentence of section 6323(b) of title 5, and such leave shall be considered leave under section 6323(b) of title 5, United States Code.*

*SEC. 8026. None of the funds appropriated by this Act shall be available to perform any cost study pursuant to the provisions of OMB Circular A-76 if the study being performed exceeds a period of 24 months after initiation of such study with respect to a single function activity or 48 months after initiation of such study for a multi-function activity.*

*SEC. 8027. Funds appropriated by this Act for the American Forces Information Service shall not be used for any national or international political or psychological activities.*

*SEC. 8028. Notwithstanding any other provision of law or regulation, the Secretary of Defense may adjust wage rates for civilian employees hired for certain health care occupations as authorized for the Secretary of Veterans Affairs by section 7455 of title 38, United States Code.*

*SEC. 8029. None of the funds appropriated or made available in this Act shall be used to reduce or disestablish the operation of the 53rd Weather Reconnaissance Squadron of the Air Force Reserve, if such action would reduce the WC-130 Weather Reconnaissance mission below the levels funded in this Act.*

*SEC. 8030. (a) Of the funds for the procurement of supplies or services appropriated by this Act, qualified nonprofit agencies for the blind or other severely handicapped shall be afforded the maximum practicable opportunity to participate as subcontractors and suppliers in the performance of contracts let by the Department of Defense.*

*(b) During the current fiscal year, a business concern which has negotiated with a military service or defense agency a subcontracting plan for the participation by small business concerns pursuant to section 8(d) of the Small Business Act (15 U.S.C. 637(d)) shall be given credit toward meeting that subcontracting goal for any purchases made from qualified nonprofit agencies for the blind or other severely handicapped.*

*(c) For the purpose of this section, the phrase "qualified nonprofit agency for the blind or other severely handicapped" means a nonprofit agency for the blind or other severely handicapped that has been approved by the Committee for the Purchase from the Blind and Other Severely Handicapped under the Javits-Wagner-O'Day Act (41 U.S.C. 46-48).*

*SEC. 8031. During the current fiscal year, net receipts pursuant to collections from third party payers pursuant to section 1095 of title 10, United States Code, shall be made available to the local facility of the uniformed services responsible for the collections and shall be over and above the facility's direct budget amount.*

*SEC. 8032. During the current fiscal year, the Department of Defense is authorized to incur obligations of not to exceed*

\$350,000,000 for purposes specified in section 2350j(c) of title 10, United States Code, in anticipation of receipt of contributions, only from the Government of Kuwait, under that section: Provided, That upon receipt, such contributions from the Government of Kuwait shall be credited to the appropriations or fund which incurred such obligations.

SEC. 8033. Of the funds made available in this Act, not less than \$28,300,000 shall be available for the Civil Air Patrol Corporation, of which \$23,497,000 shall be available for Civil Air Patrol Corporation operation and maintenance to support readiness activities which includes \$3,800,000 for the Civil Air Patrol counterdrug program: Provided, That funds identified for "Civil Air Patrol" under this section are intended for and shall be for the exclusive use of the Civil Air Patrol Corporation and not for the Air Force or any unit thereof.

SEC. 8034. (a) None of the funds appropriated in this Act are available to establish a new Department of Defense (department) federally funded research and development center (FFRDC), either as a new entity, or as a separate entity administrated by an organization managing another FFRDC, or as a nonprofit membership corporation consisting of a consortium of other FFRDCs and other non-profit entities.

(b) LIMITATION ON COMPENSATION—FEDERALLY FUNDED RESEARCH AND DEVELOPMENT CENTER (FFRDC).—No member of a Board of Directors, Trustees, Overseers, Advisory Group, Special Issues Panel, Visiting Committee, or any similar entity of a defense FFRDC, and no paid consultant to any defense FFRDC, except when acting in a technical advisory capacity, may be compensated for his or her services as a member of such entity, or as a paid consultant by more than one FFRDC in a fiscal year: Provided, That a member of any such entity referred to previously in this subsection shall be allowed travel expenses and per diem as authorized under the Federal Joint Travel Regulations, when engaged in the performance of membership duties.

(c) Notwithstanding any other provision of law, none of the funds available to the department from any source during fiscal year 1999 may be used by a defense FFRDC, through a fee or other payment mechanism, for construction of new buildings, for payment of cost sharing for projects funded by government grants, for absorption of contract overruns, or for certain charitable contributions, not to include employee participation in community service and/or development.

(d) Notwithstanding any other provision of law, of the funds available to the department during fiscal year 1999, not more than 6,206 staff years of technical effort (staff years) may be funded for defense FFRDCs: Provided, That of the specific amount referred to previously in this subsection, not more than 1,105 staff years may be funded for the defense studies and analysis FFRDCs.

(e) Within 60 days after enactment of this Act, the Secretary of Defense shall submit to the congressional defense committees a report presenting the specific amounts of staff years of technical effort to be allocated by the department for each defense FFRDC during fiscal year 1999: Provided, That, after the submission of the report required by this subsection, the department may not reallocate more

*than five per centum of an FFRDC's staff years among other defense FFRDCs until 30 days after a detailed justification for any such re-allocation is submitted to the congressional defense committees.*

*(f) The Secretary of Defense shall, with the submission of the department's fiscal year 2000 budget request, submit a report presenting the specific amounts of staff years of technical effort to be allocated for each defense FFRDC during that fiscal year.*

*(g) Notwithstanding any other provision of law, the Secretary of Defense shall control the total number of staff years to be performed by defense FFRDCs during fiscal year 1999 so as to reduce the total amounts appropriated in titles II, III, and IV of this Act by \$62,000,000: Provided, That the total amounts appropriated in titles II, III, and IV of this Act are hereby reduced by \$62,000,000 to reflect savings from the use of defense FFRDCs by the department.*

*(h) Notwithstanding any other provision of law, none of the reductions for advisory and assistance services contained in this Act shall be applied to defense FFRDCs.*

*SEC. 8035. None of the funds appropriated or made available in this Act shall be used to procure carbon, alloy or armor steel plate for use in any Government-owned facility or property under the control of the Department of Defense which were not melted and rolled in the United States or Canada: Provided, That these procurement restrictions shall apply to any and all Federal Supply Class 9515, American Society of Testing and Materials (ASTM) or American Iron and Steel Institute (AISI) specifications of carbon, alloy or armor steel plate: Provided further, That the Secretary of the military department responsible for the procurement may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate that adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis and that such an acquisition must be made in order to acquire capability for national security purposes: Provided further, That these restrictions shall not apply to contracts which are in being as of the date of enactment of this Act.*

*SEC. 8036. For the purposes of this Act, the term "congressional defense committees" means the National Security Committee of the House of Representatives, the Armed Services Committee of the Senate, the Subcommittee on Defense of the Committee on Appropriations of the Senate, and the Subcommittee on National Security of the Committee on Appropriations of the House of Representatives.*

*SEC. 8037. During the current fiscal year, the Department of Defense may acquire the modification, depot maintenance and repair of aircraft, vehicles and vessels as well as the production of components and other Defense-related articles, through competition between Department of Defense depot maintenance activities and private firms: Provided, That the Senior Acquisition Executive of the military department or defense agency concerned, with power of delegation, shall certify that successful bids include comparable estimates of all direct and indirect costs for both public and private bids: Provided further, That Office of Management and Budget Circular A-76 shall not apply to competitions conducted under this section.*

*SEC. 8038. (a)(1) If the Secretary of Defense, after consultation with the United States Trade Representative, determines that a foreign country which is party to an agreement described in paragraph (2) has violated the terms of the agreement by discriminating against certain types of products produced in the United States that are covered by the agreement, the Secretary of Defense shall rescind the Secretary's blanket waiver of the Buy American Act with respect to such types of products produced in that foreign country.*

*(2) An agreement referred to in paragraph (1) is any reciprocal defense procurement memorandum of understanding, between the United States and a foreign country pursuant to which the Secretary of Defense has prospectively waived the Buy American Act for certain products in that country.*

*(b) The Secretary of Defense shall submit to Congress a report on the amount of Department of Defense purchases from foreign entities in fiscal year 1999. Such report shall separately indicate the dollar value of items for which the Buy American Act was waived pursuant to any agreement described in subsection (a)(2), the Trade Agreement Act of 1979 (19 U.S.C. 2501 et seq.), or any international agreement to which the United States is a party.*

*(c) For purposes of this section, the term "Buy American Act" means title III of the Act entitled "An Act making appropriations for the Treasury and Post Office Departments for the fiscal year ending June 30, 1934, and for other purposes", approved March 3, 1933 (41 U.S.C. 10a et seq.).*

*SEC. 8039. Appropriations contained in this Act that remain available at the end of the current fiscal year as a result of energy cost savings realized by the Department of Defense shall remain available for obligation for the next fiscal year to the extent, and for the purposes, provided in section 2865 of title 10, United States Code.*

(INCLUDING TRANSFER OF FUNDS)

*SEC. 8040. Amounts deposited during the current fiscal year to the special account established under 40 U.S.C. 485(h)(2) and to the special account established under 10 U.S.C. 2667(d)(1) are appropriated and shall be available until transferred by the Secretary of Defense to current applicable appropriations or funds of the Department of Defense under the terms and conditions specified by 40 U.S.C. 485(h)(2)(A) and (B) and 10 U.S.C. 2667(d)(1)(B), to be merged with and to be available for the same time period and the same purposes as the appropriation to which transferred.*

*SEC. 8041. During the current fiscal year, appropriations available to the Department of Defense may be used to reimburse a member of a reserve component of the Armed Forces who is not otherwise entitled to travel and transportation allowances and who occupies transient government housing while performing active duty for training or inactive duty training: Provided, That such members may be provided lodging in kind if transient government quarters are unavailable as if the member was entitled to such allowances under subsection (a) of section 404 of title 37, United States Code: Provided further, That if lodging in kind is provided, any authorized service charge or cost of such lodging may be paid directly from*

*funds appropriated for operation and maintenance of the reserve component of the member concerned.*

*SEC. 8042. The President shall include with each budget for a fiscal year submitted to the Congress under section 1105 of title 31, United States Code, materials that shall identify clearly and separately the amounts requested in the budget for appropriation for that fiscal year for salaries and expenses related to administrative activities of the Department of Defense, the military departments, and the Defense Agencies.*

*SEC. 8043. Notwithstanding any other provision of law, funds available for "Drug Interdiction and Counter-Drug Activities, Defense" may be obligated for the Young Marines program.*

*SEC. 8044. During the current fiscal year, amounts contained in the Department of Defense Overseas Military Facility Investment Recovery Account established by section 2921(c)(1) of the National Defense Authorization Act of 1991 (Public Law 101-510; 10 U.S.C. 2687 note) shall be available until expended for the payments specified by section 2921(c)(2) of that Act: Provided, That none of the funds made available for expenditure under this section may be transferred or obligated until thirty days after the Secretary of Defense submits a report which details the balance available in the Overseas Military Facility Investment Recovery Account, all projected income into the account during fiscal years 1999 and 2000, and the specific expenditures to be made using funds transferred from this account during fiscal year 1999.*

*SEC. 8045. Of the funds appropriated or otherwise made available by this Act, not more than \$119,200,000 shall be available for payment of the operating costs of NATO Headquarters: Provided, That the Secretary of Defense may waive this section for Department of Defense support provided to NATO forces in and around the former Yugoslavia.*

*SEC. 8046. During the current fiscal year, appropriations which are available to the Department of Defense for operation and maintenance may be used to purchase items having an investment item unit cost of not more than \$100,000.*

*SEC. 8047. (a) During the current fiscal year, none of the appropriations or funds available to the Department of Defense Working Capital Funds shall be used for the purchase of an investment item for the purpose of acquiring a new inventory item for sale or anticipated sale during the current fiscal year or a subsequent fiscal year to customers of the Department of Defense Working Capital Funds if such an item would not have been chargeable to the Department of Defense Business Operations Fund during fiscal year 1994 and if the purchase of such an investment item would be chargeable during the current fiscal year to appropriations made to the Department of Defense for procurement.*

*(b) The fiscal year 2000 budget request for the Department of Defense as well as all justification material and other documentation supporting the fiscal year 2000 Department of Defense budget shall be prepared and submitted to the Congress on the basis that any equipment which was classified as an end item and funded in a procurement appropriation contained in this Act shall be budgeted for in a proposed fiscal year 2000 procurement appropriation*

and not in the supply management business area or any other area or category of the Department of Defense Working Capital Funds.

SEC. 8048. None of the funds appropriated by this Act for programs of the Central Intelligence Agency shall remain available for obligation beyond the current fiscal year, except for funds appropriated for the Reserve for Contingencies, which shall remain available until September 30, 2000: Provided, That funds appropriated, transferred, or otherwise credited to the Central Intelligence Agency Central Services Working Capital Fund during this or any prior or subsequent fiscal year shall remain available until expended.

SEC. 8049. Notwithstanding any other provision of law, funds made available in this Act for the Defense Intelligence Agency may be used for the design, development, and deployment of General Defense Intelligence Program intelligence communications and intelligence information systems for the Services, the Unified and Specified Commands, and the component commands.

SEC. 8050. Of the funds appropriated by the Department of Defense under the heading "Operation and Maintenance, Defense-Wide", not less than \$8,000,000 shall be made available only for the mitigation of environmental impacts, including training and technical assistance to tribes, related administrative support, the gathering of information, documenting of environmental damage, and developing a system for prioritization of mitigation and cost to complete estimates for mitigation, on Indian lands resulting from Department of Defense activities.

SEC. 8051. Amounts collected for the use of the facilities of the National Science Center for Communications and Electronics during the current fiscal year pursuant to section 1459(g) of the Department of Defense Authorization Act, 1986, and deposited to the special account established under subsection 1459(g)(2) of that Act are appropriated and shall be available until expended for the operation and maintenance of the Center as provided for in subsection 1459(g)(2).

SEC. 8052. None of the funds appropriated in this Act may be used to fill the commander's position at any military medical facility with a health care professional unless the prospective candidate can demonstrate professional administrative skills.

SEC. 8053. (a) None of the funds appropriated in this Act may be expended by an entity of the Department of Defense unless the entity, in expending the funds, complies with the Buy American Act. For purposes of this subsection, the term "Buy American Act" means title III of the Act entitled "An Act making appropriations for the Treasury and Post Office Departments for the fiscal year ending June 30, 1934, and for other purposes", approved March 3, 1933 (41 U.S.C. 10a et seq.).

(b) If the Secretary of Defense determines that a person has been convicted of intentionally affixing a label bearing a "Made in America" inscription to any product sold in or shipped to the United States that is not made in America, the Secretary shall determine, in accordance with section 2410f of title 10, United States Code, whether the person should be debarred from contracting with the Department of Defense.

(c) In the case of any equipment or products purchased with appropriations provided under this Act, it is the sense of the Congress

that any entity of the Department of Defense, in expending the appropriation, purchase only American-made equipment and products, provided that American-made equipment and products are cost-competitive, quality-competitive, and available in a timely fashion.

SEC. 8054. None of the funds appropriated by this Act shall be available for a contract for studies, analysis, or consulting services entered into without competition on the basis of an unsolicited proposal unless the head of the activity responsible for the procurement determines—

(1) as a result of thorough technical evaluation, only one source is found fully qualified to perform the proposed work;

(2) the purpose of the contract is to explore an unsolicited proposal which offers significant scientific or technological promise, represents the product of original thinking, and was submitted in confidence by one source; or

(3) the purpose of the contract is to take advantage of unique and significant industrial accomplishment by a specific concern, or to insure that a new product or idea of a specific concern is given financial support:

Provided, That this limitation shall not apply to contracts in an amount of less than \$25,000, contracts related to improvements of equipment that is in development or production, or contracts as to which a civilian official of the Department of Defense, who has been confirmed by the Senate, determines that the award of such contract is in the interest of the national defense.

SEC. 8055. (a) Except as provided in subsections (b) and (c), none of the funds made available by this Act may be used—

(1) to establish a field operating agency; or

(2) to pay the basic pay of a member of the Armed Forces or civilian employee of the department who is transferred or re-assigned from a headquarters activity if the member or employee's place of duty remains at the location of that headquarters.

(b) The Secretary of Defense or Secretary of a military department may waive the limitations in subsection (a), on a case-by-case basis, if the Secretary determines, and certifies to the Committees on Appropriations of the House of Representatives and Senate that the granting of the waiver will reduce the personnel requirements or the financial requirements of the department.

(c) This section does not apply to field operating agencies funded within the National Foreign Intelligence Program.

SEC. 8056. Funds appropriated by this Act for intelligence activities are deemed to be specifically authorized by the Congress for purposes of section 504 of the National Security Act of 1947 (50 U.S.C. 414) during fiscal year 1999 until the enactment of the Intelligence Authorization Act for Fiscal Year 1999.

SEC. 8057. Notwithstanding section 303 of Public Law 96-487 or any other provision of law, the Secretary of the Navy is authorized to lease real and personal property at Naval Air Facility, Adak, Alaska, pursuant to 10 U.S.C. 2667(f), for commercial, industrial or other purposes: Provided, That notwithstanding any other provision of law, the Secretary of the Navy may remove hazardous materials from facilities, buildings, and structures at Adak, Alaska, and may demolish or otherwise dispose of such facilities, buildings, and structures.



## (RESCISSIONS)

SEC. 8058. *Of the funds provided in Department of Defense Appropriations Acts, the following funds are hereby rescinded as of the date of enactment of this Act from the following accounts and programs in the specified amounts:*

*Under the heading, "Shipbuilding and Conversion, Navy, 1988/2001":*

*TRIDENT ballistic missile submarine program, \$3,062,696;*

*SSN-688 attack submarine program, \$8,146,796;*

*CG-47 cruiser program, \$4,000,000;*

*LSD-41 cargo variant ship program, \$256,141;*

*LHD-1 amphibious assault ship program, \$505,938;*

*For craft, outfitting, and post delivery, \$3,459,756;*

*Under the heading, "Shipbuilding and Conversion, Navy, 1989/2000":*

*TRIDENT ballistic missile submarine program, \$2,750,679;*

*SSN-688 attack submarine program, \$5,663,109;*

*AO conversion program, \$881,619;*

*T-AGOS surveillance ship program, \$1,989,383;*

*T-AO fleet oiler program, \$3,451,287;*

*MHC coastal mine hunter program, \$150,000;*

*For craft, outfitting, and post delivery, \$2,521,413;*

*Under the heading, "Shipbuilding and Conversion, Navy, 1990/2002":*

*TRIDENT ballistic missile submarine program, \$6,746,000;*

*LSD-41 cargo variant ship program, \$8,701,615;*

*Aircraft carrier service life extension program, \$890,209;*

*For craft, outfitting, and post delivery, \$2,636,339;*

*Under the heading, "Shipbuilding and Conversion, Navy, 1991/2001":*

*Service craft program, \$143,740;*

*LCAC landing craft air cushion program, \$126,698;*

*For craft, outfitting, and post delivery, \$1,549,000;*

*Under the heading, "Shipbuilding and Conversion, Navy, 1992/2001":*

*For craft, outfitting, and post delivery, \$3,307,524;*

*Under the heading, "Shipbuilding and Conversion, Navy, 1993/2002":*

*For craft, outfitting, and post delivery, \$4,540,746.*

*"Missile Procurement, Air Force, 1997/1999", \$8,000,000;*

*"Research, Development, Test and Evaluation, Defense-Wide, 1997/1998", \$67,000,000;*

*"Missile Procurement, Army, 1998/2000", \$12,800,000;*

*"Procurement of Weapons and Tracked Combat Vehicles, Army, 1998/2000"; \$6,700,000;*

*"Other Procurement, Army, 1998/2000", \$24,000,000;*

*"Weapons Procurement, Navy, 1998/2000", \$2,000,000;*

*"Procurement of Ammunition, Navy and Marine Corps, 1998/2000", \$12,560,000;*

Under the heading, "Shipbuilding and Conversion, Navy, 1998/2002":

CVN refuelings, \$35,000,000;  
 "Other Procurement, Navy, 1998/2000", \$28,500,000;  
 "Aircraft Procurement, Air Force, 1998/2000", \$8,934,000;  
 "Missile Procurement, Air Force, 1998/2000", \$4,200,000;  
 "Procurement of Ammunition, Air Force, 1998/2000",  
 \$14,106,000;  
 "Other Procurement, Air Force, 1998/2000", \$3,508,000;  
 "Research, Development, Test and Evaluation, Navy, 1998/  
 1999", \$20,500,000;  
 "Research, Development, Test and Evaluation, Air Force,  
 1998/1999", \$17,620,000;  
 "National Defense Sealift Fund, Public Law 104-208",  
 \$65,000,000; and  
 "National Defense Sealift Fund, Public Law 104-61",  
 \$20,000,000.

SEC. 8059. None of the funds available in this Act may be used to reduce the authorized positions for military (civilian) technicians of the Army National Guard, the Air National Guard, Army Reserve and Air Force Reserve for the purpose of applying any administratively imposed civilian personnel ceiling, freeze, or reduction on military (civilian) technicians, unless such reductions are a direct result of a reduction in military force structure.

SEC. 8060. None of the funds appropriated or otherwise made available in this Act may be obligated or expended for assistance to the Democratic People's Republic of North Korea unless specifically appropriated for that purpose.

SEC. 8061. During the current fiscal year, funds appropriated in this Act are available to compensate members of the National Guard for duty performed pursuant to a plan submitted by a Governor of a State and approved by the Secretary of Defense under section 112 of title 32, United States Code: Provided, That during the performance of such duty, the members of the National Guard shall be under State command and control: Provided further, That such duty shall be treated as full-time National Guard duty for purposes of sections 12602(a)(2) and (b)(2) of title 10, United States Code.

SEC. 8062. Funds appropriated in this Act for operation and maintenance of the Military Departments, Unified and Specified Commands and Defense Agencies shall be available for reimbursement of pay, allowances and other expenses which would otherwise be incurred against appropriations for the National Guard and Reserve when members of the National Guard and Reserve provide intelligence or counterintelligence support to Unified Commands, Defense Agencies and Joint Intelligence Activities, including the activities and programs included within the National Foreign Intelligence Program (NFIP), the Joint Military Intelligence Program (JMIP), and the Tactical Intelligence and Related Activities (TIARA) aggregate: Provided, That nothing in this section authorizes deviation from established Reserve and National Guard personnel and training procedures.

SEC. 8063. During the current fiscal year, none of the funds appropriated in this Act may be used to reduce the civilian medical and medical support personnel assigned to military treatment facili-

*ties below the September 30, 1998 level: Provided, That the Service Surgeons General may waive this section by certifying to the congressional defense committees that the beneficiary population is declining in some catchment areas and civilian strength reductions may be consistent with responsible resource stewardship and capita-tion-based budgeting.*

(INCLUDING TRANSFER OF FUNDS)

*SEC. 8064. None of the funds appropriated in this Act may be transferred to or obligated from the Pentagon Reservation Maintenance Revolving Fund, unless the Secretary of Defense certifies that the total cost for the planning, design, construction and installation of equipment for the renovation of the Pentagon Reservation will not exceed \$1,118,000,000.*

*SEC. 8065. (a) None of the funds available to the Department of Defense for any fiscal year for drug interdiction or counter-drug activities may be transferred to any other department or agency of the United States except as specifically provided in an appropriations law.*

*(b) None of the funds available to the Central Intelligence Agency for any fiscal year for drug interdiction and counter-drug activities may be transferred to any other department or agency of the United States except as specifically provided in an appropriations law.*

(TRANSFER OF FUNDS)

*SEC. 8066. Appropriations available in this Act under the heading "Operation and Maintenance, Defense-Wide" for increasing energy and water efficiency in Federal buildings may, during their period of availability, be transferred to other appropriations or funds of the Department of Defense for projects related to increasing energy and water efficiency, to be merged with and to be available for the same general purposes, and for the same time period, as the appropriation or fund to which transferred.*

*SEC. 8067. None of the funds appropriated by this Act may be used for the procurement of ball and roller bearings other than those produced by a domestic source and of domestic origin: Provided, That the Secretary of the military department responsible for such procurement may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate, that adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis and that such an acquisition must be made in order to acquire capability for national security purposes.*

*SEC. 8068. Notwithstanding any other provision of law, funds available to the Department of Defense shall be made available to provide transportation of medical supplies and equipment, on a nonreimbursable basis, to American Samoa: Provided, That notwithstanding any other provision of law, funds available to the Department of Defense shall be made available to provide transportation of medical supplies and equipment, on a nonreimbursable basis, to the Indian Health Service when it is in conjunction with a civil-military project.*

*SEC. 8069. None of the funds in this Act may be used to purchase any supercomputer which is not manufactured in the United States, unless the Secretary of Defense certifies to the congressional defense committees that such an acquisition must be made in order to acquire capability for national security purposes that is not available from United States manufacturers.*

*SEC. 8070. Notwithstanding any other provision of law, the Naval shipyards of the United States shall be eligible to participate in any manufacturing extension program financed by funds appropriated in this or any other Act.*

*SEC. 8071. Notwithstanding any other provision of law, each contract awarded by the Department of Defense during the current fiscal year for construction or service performed in whole or in part in a State which is not contiguous with another State and has an unemployment rate in excess of the national average rate of unemployment as determined by the Secretary of Labor, shall include a provision requiring the contractor to employ, for the purpose of performing that portion of the contract in such State that is not contiguous with another State, individuals who are residents of such State and who, in the case of any craft or trade, possess or would be able to acquire promptly the necessary skills: Provided, That the Secretary of Defense may waive the requirements of this section, on a case-by-case basis, in the interest of national security.*

*SEC. 8072. During the current fiscal year, the Army shall use the former George Air Force Base as the airhead for the National Training Center at Fort Irwin: Provided, That none of the funds in this Act shall be obligated or expended to transport Army personnel into Edwards Air Force Base for training rotations at the National Training Center.*

*SEC. 8073. (a) The Secretary of Defense shall submit, on a quarterly basis, a report to the congressional defense committees, the Committee on International Relations of the House of Representatives and the Committee on Foreign Relations of the Senate setting forth all costs (including incremental costs) incurred by the Department of Defense during the preceding quarter in implementing or supporting resolutions of the United Nations Security Council, including any such resolution calling for international sanctions, international peacekeeping operations, and humanitarian missions undertaken by the Department of Defense. The quarterly report shall include an aggregate of all such Department of Defense costs by operation or mission.*

*(b) The Secretary of Defense shall detail in the quarterly reports all efforts made to seek credit against past United Nations expenditures and all efforts made to seek compensation from the United Nations for costs incurred by the Department of Defense in implementing and supporting United Nations activities.*

*SEC. 8074. (a) LIMITATION ON TRANSFER OF DEFENSE ARTICLES AND SERVICES.—Notwithstanding any other provision of law, none of the funds available to the Department of Defense for the current fiscal year may be obligated or expended to transfer to another nation or an international organization any defense articles or services (other than intelligence services) for use in the activities described in subsection (b) unless the congressional defense committees, the Committee on International Relations of the House of Representa-*

tives, and the Committee on Foreign Relations of the Senate are notified 15 days in advance of such transfer.

(b) COVERED ACTIVITIES.—This section applies to—

(1) any international peacekeeping or peace-enforcement operation under the authority of chapter VI or chapter VII of the United Nations Charter under the authority of a United Nations Security Council resolution; and

(2) any other international peacekeeping, peace-enforcement, or humanitarian assistance operation.

(c) REQUIRED NOTICE.—A notice under subsection (a) shall include the following:

(1) A description of the equipment, supplies, or services to be transferred.

(2) A statement of the value of the equipment, supplies, or services to be transferred.

(3) In the case of a proposed transfer of equipment or supplies—

(A) a statement of whether the inventory requirements of all elements of the Armed Forces (including the reserve components) for the type of equipment or supplies to be transferred have been met; and

(B) a statement of whether the items proposed to be transferred will have to be replaced and, if so, how the President proposes to provide funds for such replacement.

SEC. 8075. To the extent authorized by subchapter VI of chapter 148 of title 10, United States Code, the Secretary of Defense shall issue loan guarantees in support of United States defense exports not otherwise provided for: Provided, That the total contingent liability of the United States for guarantees issued under the authority of this section may not exceed \$15,000,000,000: Provided further, That the exposure fees charged and collected by the Secretary for each guarantee, shall be paid by the country involved and shall not be financed as part of a loan guaranteed by the United States: Provided further, That the Secretary shall provide quarterly reports to the Committees on Appropriations, Armed Services and Foreign Relations of the Senate and the Committees on Appropriations, National Security and International Relations in the House of Representatives on the implementation of this program: Provided further, That amounts charged for administrative fees and deposited to the special account provided for under section 2540c(d) of title 10, shall be available for paying the costs of administrative expenses of the Department of Defense that are attributable to the loan guarantee program under subchapter VI of chapter 148 of title 10.

SEC. 8076. None of the funds available to the Department of Defense shall be obligated or expended to make a financial contribution to the United Nations for the cost of an United Nations peacekeeping activity (whether pursuant to assessment or a voluntary contribution) or for payment of any United States arrearage to the United Nations.

SEC. 8077. None of the funds available to the Department of Defense under this Act shall be obligated or expended to pay a contractor under a contract with the Department of Defense for costs of any amount paid by the contractor to an employee when—

(1) such costs are for a bonus or otherwise in excess of the normal salary paid by the contractor to the employee; and

(2) such bonus is part of restructuring costs associated with a business combination.

SEC. 8078. (a) None of the funds appropriated or otherwise made available in this Act may be used to transport or provide for the transportation of chemical munitions or agents to the Johnston Atoll for the purpose of storing or demilitarizing such munitions or agents.

(b) The prohibition in subsection (a) shall not apply to any obsolete World War II chemical munition or agent of the United States found in the World War II Pacific Theater of Operations.

(c) The President may suspend the application of subsection (a) during a period of war in which the United States is a party.

SEC. 8079. None of the funds provided in title II of this Act for "Former Soviet Union Threat Reduction" may be obligated or expended to finance housing for any individual who was a member of the military forces of the Soviet Union or for any individual who is or was a member of the military forces of the Russian Federation.

(INCLUDING TRANSFER OF FUNDS)

SEC. 8080. During the current fiscal year, no more than \$10,000,000 of appropriations made in this Act under the heading "Operation and Maintenance, Defense-Wide" may be transferred to appropriations available for the pay of military personnel, to be merged with, and to be available for the same time period as the appropriations to which transferred, to be used in support of such personnel in connection with support and services for eligible organizations and activities outside the Department of Defense pursuant to section 2012 of title 10, United States Code.

SEC. 8081. For purposes of section 1553(b) of title 31, United States Code, any subdivision of appropriations made in this Act under the heading "Shipbuilding and Conversion, Navy" shall be considered to be for the same purpose as any subdivision under the heading "Shipbuilding and Conversion, Navy" appropriations in any prior year, and the 1 percent limitation shall apply to the total amount of the appropriation.

SEC. 8082. During the current fiscal year, in the case of an appropriation account of the Department of Defense for which the period of availability for obligation has expired or which has closed under the provisions of section 1552 of title 31, United States Code, and which has a negative unliquidated or unexpended balance, an obligation or an adjustment of an obligation may be charged to any current appropriation account for the same purpose as the expired or closed account if—

(1) the obligation would have been properly chargeable (except as to amount) to the expired or closed account before the end of the period of availability or closing of that account;

(2) the obligation is not otherwise properly chargeable to any current appropriation account of the Department of Defense; and

(3) in the case of an expired account, the obligation is not chargeable to a current appropriation of the Department of Defense under the provisions of section 1405(b)(8) of the National

*Defense Authorization Act for Fiscal Year 1991, Public Law 101-510, as amended (31 U.S.C. 1551 note): Provided, That in the case of an expired account, if subsequent review or investigation discloses that there was not in fact a negative unliquidated or unexpended balance in the account, any charge to a current account under the authority of this section shall be reversed and recorded against the expired account: Provided further, That the total amount charged to a current appropriation under this section may not exceed an amount equal to 1 percent of the total appropriation for that account.*

(TRANSFER OF FUNDS)

*SEC. 8083. Upon enactment of this Act, the Secretary of Defense shall make the following transfers of funds: Provided, That the amounts transferred shall be available for the same purposes as the appropriations to which transferred, and for the same time period as the appropriation from which transferred: Provided further, That the amounts shall be transferred between the following appropriations in the amount specified:*

*From:*

*Under the heading, "Shipbuilding and Conversion, Navy, 1988/2001":*

*Trident ballistic missile submarine program, \$2,674,000;*

*SSN-688 attack submarine program, \$32,232,000;*

*CG-47 cruiser program, \$10,886,000;*

*Carrier replacement program, \$40,360,000;*

*LHD-1 amphibious assault ship program, \$3,001,000;*

*LSD-41 cargo variant ship program, \$790,000;*

*To:*

*Under the heading, "Shipbuilding and Conversion, Navy, 1995/2001":*

*Carrier replacement program, \$89,943,000;*

*From:*

*Under the heading, "Shipbuilding and Conversion, Navy, 1989/2000":*

*Trident ballistic missile submarine program, \$3,028,000;*

*LHD-1 amphibious assault ship program, \$2,153,000;*

*MHC coastal minehunter program, \$1,298,000;*

*To:*

*Under the heading, "Shipbuilding and Conversion, Navy, 1995/2000":*

*Carrier replacement program, \$6,479,000;*

*From:*

*Under the heading, "Shipbuilding and Conversion, Navy, 1990/2002":*

*Trident ballistic missile submarine program, \$10,796,000;*

*SSN-688 attack submarine program, \$1,000,000;*

*DDG-51 destroyer program, \$5,066,000;*

LCAC landing craft, air cushioned program,  
\$509,000;  
MCM mine countermeasures ship program,  
\$1,200,000;  
AOE combat support ship program, \$1,674,000;  
AO(J) jumboized oiler program, \$1,899,000;  
Oceanographic research program, \$394,000;

To: Under the heading, "Shipbuilding and Conversion,  
Navy, 1995/2002":  
Carrier replacement program, \$22,538,000;

From: Under the heading, "Shipbuilding and Conversion,  
Navy, 1991/2001":  
DDG-51 destroyer program, \$1,500,000;  
LHD-1 amphibious assault ship program,  
\$7,500,000;  
LSD-41 cargo variant ship program, \$1,227,000;  
LCAC landing craft, air cushioned program,  
\$392,000;  
MHC coastal minehunter program, \$2,400,000;

To: Under the heading, "Shipbuilding and Conversion,  
Navy, 1991/2001":  
SSN-21 attack submarine program, \$13,019,000;

From: Under the heading, "Shipbuilding and Conversion,  
Navy, 1992/2001":  
Prior year escalation, \$52,934,000;

To: Under the heading, "Shipbuilding and Conversion,  
Navy, 1991/2001":  
SSN-21 attack submarine program, \$16,967,000;  
Under the heading, "Shipbuilding and Conversion,  
Navy, 1994/2001":  
MCS(C) mine warfare command and control ship  
program, \$5,729,000;

Under the heading, "Shipbuilding and Conversion,  
Navy, 1995/2001":  
DDG-51 destroyer program, \$24,261,000;  
Carrier replacement program, \$5,977,000;

From: Under the heading, "Shipbuilding and Conversion,  
Navy, 1993/2002":  
AOE combat support ship program, \$7,753,000;

To: Under the heading, "Shipbuilding and Conversion,  
Navy, 1995/2002":  
DDG-51 destroyer program, \$7,753,000;

From: Under the heading, "Shipbuilding and Conversion,  
Navy, 1996/2000":  
SSN-21 attack submarine program, \$26,526,000;

To:



Under the heading, "Shipbuilding and Conversion, Navy, 1995/2000":

DDG-51 destroyer program, \$368,000;

Under the heading, "Shipbuilding and Conversion, Navy, 1996/2000":

DDG-51 destroyer program, \$2,756,000;

LHD-1 amphibious assault ship program, \$21,850,000;

Fast Patrol craft program, \$345,000;

Under the heading, "Shipbuilding and Conversion, Navy, 1997/2000":

AGOR SWATH oceanographic research program, \$1,207,000;

From:

Under the heading, "Shipbuilding and Conversion, Navy, 1998/2002":

DDG-51(AP) destroyer program, \$9,009,000;

To:

Under the heading, "Shipbuilding and Conversion, Navy, 1998/2002":

DDG-51 destroyer program, \$9,009,000.

SEC. 8084. The Under Secretary of Defense (Comptroller) shall submit to the congressional defense committees by February 1, 1999 a detailed report identifying, by amount and by separate budget activity, activity group, subactivity group, line item, program element, program, project, subproject, and activity, any activity for which the fiscal year 2000 budget request was reduced because Congress appropriated funds above the President's budget request for that specific activity for fiscal year 1999.

SEC. 8085. Funds appropriated in title II of this Act for supervision and administration costs for facilities maintenance and repair, minor construction, or design projects may be obligated at the time the reimbursable order is accepted by the performing activity: Provided, That for the purpose of this section, supervision and administration costs includes all in-house Government cost.

SEC. 8086. The Secretary of Defense may waive reimbursement of the cost of conferences, seminars, courses of instruction, or similar educational activities of the Asia-Pacific Center for Security Studies for military officers and civilian officials of foreign nations if the Secretary determines that attendance by such personnel, without reimbursement, is in the national security interest of the United States: Provided, That costs for which reimbursement is waived pursuant to this subsection shall be paid from appropriations available for the Asia-Pacific Center.

SEC. 8087. (a) Notwithstanding any other provision of law, the Chief of the National Guard Bureau may permit the use of equipment of the National Guard Distance Learning Project by any person or entity on a space-available, reimbursable basis. The Chief of the National Guard Bureau shall establish the amount of reimbursement for such use on a case-by-case basis.

(b) Amounts collected under subsection (a) shall be credited to funds available for the National Guard Distance Learning Project and be available to defray the costs associated with the use of equip-

ment of the project under that subsection. Such funds shall be available for such purposes without fiscal year limitation.

*SEC. 8088. Using funds available by this Act or any other Act, the Secretary of the Air Force, pursuant to a determination under section 2690 of title 10, United States Code, may implement cost-effective agreements for required heating facility modernization in the Kaiserslautern Military Community in the Federal Republic of Germany: Provided, That in the City of Kaiserslautern such agreements will include the use of United States anthracite as the base load energy for municipal district heat to the United States Defense installations: Provided further, That at Landstuhl Army Regional Medical Center and Ramstein Air Base, furnished heat may be obtained from private, regional or municipal services, if provisions are included for the consideration of United States coal as an energy source.*

*SEC. 8089. During the current fiscal year, the amounts which are necessary for the operation and maintenance of the Fisher Houses administered by the Departments of the Army, the Navy, and the Air Force are hereby appropriated, to be derived from amounts which are available in the applicable Fisher House trust fund established under 10 U.S.C. 2221 for the Fisher Houses of each such department.*

*SEC. 8090. During the current fiscal year, refunds attributable to the use of the Government travel card by military personnel and civilian employees of the Department of Defense and refunds attributable to official Government travel arranged by Government Contracted Travel Management Centers may be credited to operation and maintenance accounts of the Department of Defense which are current when the refunds are received.*

*SEC. 8091. During the current fiscal year, not more than a total of \$60,000,000 in withdrawal credits may be made by the Marine Corps Supply Management activity group of the Navy Working Capital Fund, Department of Defense Working Capital Funds, to the credit of current applicable appropriations of a Department of Defense activity in connection with the acquisition of critical low density repairables that are capitalized into the Navy Working Capital Fund.*

*SEC. 8092. Notwithstanding 31 U.S.C. 3902, during the current fiscal year interest penalties may be paid by the Department of Defense from funds financing the operation of the military department or defense agency with which the invoice or contract payment is associated.*

*SEC. 8093. At the time the President submits his budget for fiscal year 2000 and any fiscal year thereafter, the Department of Defense shall transmit to the congressional defense committees a budget justification document for the active and reserve Military Personnel accounts, to be known as the "M-1", which shall identify, at the budget activity, activity group, and subactivity group level, the amounts requested by the President to be appropriated to the Department of Defense for military personnel in any budget request, or amended budget request, for that fiscal year.*

*SEC. 8094. None of the funds appropriated in title IV of this Act may be used to procure end-items for delivery to military forces for operational training, operational use or inventory requirements:*

*Provided, That this restriction does not apply to end-items used in development, prototyping, and test activities preceding and leading to acceptance for operational use: Provided further, That this restriction does not apply to programs funded within the National Foreign Intelligence Program: Provided further, That the Secretary of Defense may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate that it is in the national security interest to do so.*

*SEC. 8095. The budget of the President for fiscal year 2000 submitted to Congress pursuant to section 1105 of title 31, United States Code, and each annual budget request thereafter, shall include budget activity groups (known as "subactivities") in all appropriations accounts provided in this Act, as may be necessary, to separately identify all costs incurred by the Department of Defense to support the North Atlantic Treaty Organization and all Partnership For Peace programs and initiatives. The budget justification materials submitted to Congress in support of the budget of the Department of Defense for fiscal year 2000, and subsequent fiscal years, shall provide complete, detailed estimates for all such costs.*

*SEC. 8096. None of the funds made available in this Act may be obligated or expended to enter into or renew a contract with a contractor that is subject to the reporting requirement set forth in subsection (d) of section 4212 of title 38, United States Code, but has not submitted the most recent report required by such subsection for 1998 or a subsequent year.*

*SEC. 8097. None of the funds made available in this Act may be used to approve or license the sale of the F-22 advanced tactical fighter to any foreign government.*

*SEC. 8098. None of the funds appropriated or otherwise made available by this Act may be made available for the United States Man and the Biosphere Program, or related projects.*

*SEC. 8099. (a) The Secretary of Defense may, on a case-by-case basis, waive with respect to a foreign country each limitation on the procurement of defense items from foreign sources provided in law if the Secretary determines that the application of the limitation with respect to that country would invalidate cooperative programs entered into between the Department of Defense and the foreign country, or would invalidate reciprocal trade agreements for the procurement of defense items entered into under section 2531 of title 10, United States Code, and the country does not discriminate against the same or similar defense items produced in the United States for that country.*

*(b) Subsection (a) applies with respect to—*

*(1) contracts and subcontracts entered into on or after the date of the enactment of this Act; and*

*(2) options for the procurement of items that are exercised after such date under contracts that are entered into before such date if the option prices are adjusted for any reason other than the application of a waiver granted under subsection (a).*

*(c) Subsection (a) does not apply to a limitation regarding construction of public vessels, ball and roller bearings, food, and clothing or textile materials as defined by section 11 (chapters 50-65) of the Harmonized Tariff Schedule and products classified under*

headings 4010, 4202, 4203, 6401 through 6406, 6505, 7019, 7218 through 7229, 7304.41 through 7304.49, 7306.40, 7502 through 7508, 8105, 8108, 8109, 8211, 8215, and 9404.

SEC. 8100. Notwithstanding 31 U.S.C. 1552(a), of the funds provided in Department of Defense Appropriations Acts, not more than the specified amounts from the following accounts shall remain available for the payment of satellite on-orbit incentive fees until the fees are paid:

“Missile Procurement, Air Force, 1995/1997”, \$20,978,000;  
and

“Missile Procurement, Air Force, 1996/1998”, \$16,782,400.

SEC. 8101. None of the funds in this Act may be used by the National Imagery and Mapping Agency for mapping, charting, and geodesy activities unless contracts for such services are awarded in accordance with the qualifications based selection process in 40 U.S.C. 541 et seq. and 10 U.S.C. 2855: Provided, That such agency may continue to fund existing contracts for such services for not more than 180 days from the date of enactment of this Act: Provided further, That an exception shall be provided for such services that are critical to national security after a written notification has been submitted by the Deputy Secretary of Defense to the Committees on Appropriations of the House of Representatives and the Senate.

SEC. 8102. Funds made available to the Civil Air Patrol in this Act under the heading “Drug Interdiction and Counter-Drug Activities, Defense” may be used for the Civil Air Patrol Corporation’s counterdrug program, including its demand reduction program involving youth programs, as well as operational and training drug reconnaissance missions for federal, state and local government agencies; for administrative costs, including the hiring of Civil Air Patrol Corporation employees; for travel and per diem expenses of Civil Air Patrol Corporation personnel in support of those missions; and for equipment needed for mission support or performance: Provided, That of these funds, \$300,000 shall be made available to establish and operate a distance learning program: Provided further, That the Department of the Air Force should waive reimbursement from the Federal, State and local government agencies for the use of these funds.

SEC. 8103. During fiscal year 1999, advance billing for services provided or work performed by the Working Capital Fund activities of the Department of the Air Force in excess of \$100,000,000 is prohibited.

SEC. 8104. The Secretary of Defense shall undertake a review of all distributed learning education and training programs in the Department of Defense and shall issue a plan to implement a department-wide, standardized, cost-effective Advanced Distributed Learning framework to achieve the goals of commonality, interoperability, and reuse: Provided, That the Secretary shall report to Congress on the results of this review and present a detailed implementation and budget plan no later than July 30, 1999.

SEC. 8105. Notwithstanding any other provision in this Act, the total amount appropriated in title II is hereby reduced by \$70,000,000 to reflect savings resulting from consolidations and personnel reductions as mandated in the Defense Reform Initiative.

*SEC. 8106. The Secretary of Defense shall submit to the congressional defense committees an in-depth analysis comparing the cost of any proposed establishment or expansion of depot facilities by the Reserve Components to the cost of performing the same work at existing depot facilities or by the private sector: Provided, That for purposes of this section, the term "depot level maintenance" does not include General Support Level maintenance activities, Intermediate Level maintenance activities, or lower echelon maintenance activities.*

*SEC. 8107. Notwithstanding any other provision of law, the TRICARE managed care support contracts in effect, or in final stages of acquisition as of September 30, 1998, may be extended for two years: Provided, That any such extension may only take place if the Secretary of Defense determines that it is in the best interest of the government: Provided further, That any contract extension shall be based on the price in the final best and final offer for the last year of the existing contract as adjusted for inflation and other factors mutually agreed to by the contractor and the government: Provided further, That notwithstanding any other provision of law, all future TRICARE managed care support contracts replacing contracts in effect, or in the final stages of acquisition as of September 30, 1998, may include a base contract period for transition and up to seven one-year option periods.*

*SEC. 8108. Notwithstanding any other provision in this Act, the total amount appropriated in this Act is hereby reduced by \$400,600,000 to reflect savings from revised economic assumptions, to be distributed as follows:*

- "Operation and Maintenance, Army", \$24,000,000;*
- "Operation and Maintenance, Navy", \$32,000,000;*
- "Operation and Maintenance, Marine Corps", \$4,000,000;*
- "Operation and Maintenance, Air Force", \$31,000,000;*
- "Operation and Maintenance, Defense-Wide", \$17,600,000;*
- "Operation and Maintenance, Army Reserve", \$2,000,000;*
- "Operation and Maintenance, Navy Reserve", \$2,000,000;*
- "Operation and Maintenance, Air Force Reserve", \$2,000,000;*
- "Operation and Maintenance, Army National Guard", \$4,000,000;*
- "Operation and Maintenance, Air National Guard", \$4,000,000;*
- "Drug Interdiction and Counter-Drug Activities, Defense", \$2,000,000;*
- "Environmental Restoration, Army", \$1,000,000;*
- "Environmental Restoration, Navy", \$1,000,000;*
- "Environmental Restoration, Air Force", \$1,000,000;*
- "Environmental Restoration, Defense-Wide", \$1,000,000;*
- "Defense Health Program", \$36,000,000;*
- "Aircraft Procurement, Army", \$4,000,000;*
- "Missile Procurement, Army", \$4,000,000;*
- "Procurement of Weapons and Tracked Combat Vehicles, Army", \$4,000,000;*
- "Procurement of Ammunition, Army", \$3,000,000;*
- "Other Procurement, Army", \$9,000,000;*
- "Aircraft Procurement, Navy", \$22,000,000;*

“Weapons Procurement, Navy”, \$4,000,000;  
 “Procurement of Ammunition, Navy and Marine Corps”,  
 \$1,000,000;  
 “Shipbuilding and Conversion, Navy”, \$18,000,000;  
 “Other Procurement, Navy”, \$12,000,000;  
 “Procurement, Marine Corps”, \$2,000,000;  
 “Aircraft Procurement, Air Force”, \$23,000,000;  
 “Missile Procurement, Air Force”, \$7,000,000;  
 “Procurement of Ammunition, Air Force”, \$1,000,000;  
 “Other Procurement, Air Force”, \$17,500,000;  
 “Procurement, Defense-Wide”, \$5,800,000;  
 “Chemical Agents and Munitions Destruction, Army”,  
 \$3,000,000;  
 “Research, Development, Test and Evaluation, Army”,  
 \$10,000,000;  
 “Research, Development, Test and Evaluation, Navy”,  
 \$20,000,000;  
 “Research, Development, Test and Evaluation, Air Force”,  
 \$39,000,000; and  
 “Research, Development, Test and Evaluation, Defense-  
 Wide”, \$26,700,000:

Provided, That these reductions shall be applied proportionally to each budget activity, activity group and subactivity group and each program, project, and activity within each appropriation account.

SEC. 8109. (a) DISPOSAL OF CERTAIN MATERIALS IN NATIONAL DEFENSE STOCKPILE.—Subject to subsection (c), the President shall dispose of materials contained in the National Defense Stockpile and specified in the table in subsection (b) so as to result in receipts to the United States in the amount of \$100,000,000 by the end of fiscal year 1999.

(b) DISPOSAL QUANTITIES.—The total quantities of materials authorized for disposal by the President under subsection (a) may not exceed the amounts set forth in the following table:

AUTHORIZED STOCKPILE DISPOSALS

Material for disposal	Quantity
Beryllium Metal .....	20 short tons
Chromium Ferroalloy .....	25,000 short tons
Columbium Carbide Powder .....	21,372 pounds of contained Columbium
Diamond, Stones .....	600,000 carats
Platinum .....	100,000 troy ounces
Platinum—Palladium .....	150,000 troy ounces
Tantalum Carbide Powder .....	22,688 pounds of contained Tantalum
Tantalum Metal Ingots .....	25,000 pounds of contained Tantalum
Tantalum Metal Powder .....	25,000 pounds of contained Tantalum

(c) MINIMIZATION OF DISRUPTION AND LOSS.—The President may not dispose of materials under subsection (a) to the extent that the disposal will result in—

(1) undue disruption of the usual markets of producers, processors, and consumers of the materials proposed for disposal; or

(2) avoidable loss to the United States.

(d) TREATMENT OF RECEIPTS.—Notwithstanding section 9 of the Strategic and Critical Materials Stock Piling Act (50 U.S.C. 98h),

funds received as a result of the disposal of materials authorized for disposal under subsection (a) shall be deposited into the general fund of the Treasury.

(e) *RELATIONSHIP TO OTHER DISPOSAL AUTHORITY.*—(1) The disposal authority provided in subsection (a) is new disposal authority and is in addition to, and shall not affect, any other disposal authority provided by law regarding the materials specified in such subsection.

(2) The disposal authority provided in subsection (a) is referred to in section 3303 of the National Defense Authorization Act for Fiscal Year 1999, and the quantities of the materials specified in the table in subsection (b) are included in the quantities specified in the table in subsection (b) of such section 3303.

(f) *DEFINITION.*—In this section, the term “National Defense Stockpile” means the stockpile provided for in section 4 of the Strategic and Critical Materials Stock Piling Act (50 U.S.C. 98c).

*SEC. 8110. (a) TRANSFERS OF VESSELS BY GRANT.*—The Secretary of the Navy is authorized to transfer vessels to foreign countries on a grant basis under section 516 of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j) as follows:

(1) To the Government of Argentina, the NEWPORT class tank landing ship NEWPORT (LST 1179).

(2) To the Government of Greece—

(A) the KNOX class frigate HEPBURN (FF 1055); and

(B) the ADAMS class guided missile destroyers STRAUSS (DDG 16), SEMMS (DDG 18), and WADDELL (DDG 24).

(3) To the Government of Portugal, the STALWART class ocean surveillance ship ASSURANCE (T-AGOS 5).

(4) To the Government of Turkey, the KNOX class frigates PAUL (FF 1080), MILLER (FF 1091), and W.S. SIMMS (FF 1059).

(b) *TRANSFERS OF VESSELS BY SALE.*—The Secretary of the Navy is authorized to transfer vessels to foreign countries on a sales basis under section 21 of the Arms Export Control Act (22 U.S.C. 2761) as follows:

(1) To the Government of Brazil, the NEWPORT class tank landing ships CAYUGA (LST 1186) and PEORIA (LST 1183).

(2) To the Government of Chile—

(A) the NEWPORT class tank landing ship SAN BERNARDINO (LST 1189); and

(B) the auxiliary repair dry dock WATERFORD (ARD 5).

(3) To the Government of Greece—

(A) the OAK RIDGE class medium dry dock ALAMAGORDO (ARDM 2); and

(B) the KNOX class frigates VREELAND (FF 1068) and TRIPPE (FF 1075).

(4) To the Government of Mexico—

(A) the auxiliary repair dock SAN ONOFRE (ARD 30); and

(B) the KNOX class frigate PHARRIS (FF 1094).

(5) To the Government of the Philippines, the STALWART class ocean surveillance ship TRIUMPH (T-AGOS 4).

(6) To the Government of Spain, the NEWPORT class tank landing ships HARLAN COUNTY (LST 1196) and BARNSTABLE COUNTY (LST 1197).

(7) To the Taipei Economic and Cultural Representative Office in the United States (the Taiwan instrumentality that is designated pursuant to section 10(a) of the Taiwan Relations Act)—

(A) the KNOX class frigates PEARY (FF 1073), JOSEPH HEWES (FF 1078), COOK (FF 1083), BREWTON (FF 1086), KIRK (FF 1987), and BARBEY (FF 1088);

(B) the NEWPORT class tank landing ships MANITOWOC (LST 1180) and SUMTER (LST 1181);

(C) the floating dry dock COMPETENT (AFDM 6); and

(D) the ANCHORAGE class dock landing ship PENNSACOLA (LSD 38).

(8) To the Government of Turkey—

(A) the OLIVER HAZARD PERRY class guided missile frigates MAHLON S. TISDALE (FFG 27), REID (FFG 30), and DUNCAN (FFG 10); and

(B) the KNOX class frigates REASONER (FF 1063), FANNING (FF 1076), BOWEN (FF 1079), MCCANDLESS (FF 1084), DONALD BEARY (FF 1085), AINSWORTH (FF 1090), THOMAS C. HART (FF 1092), and CAPODANNO (FF 1093).

(9) To the Government of Venezuela, the medium auxiliary floating dry dock bearing hull number AFDM 2.

(c) TRANSFERS OF VESSELS ON A COMBINED LEASE-SALE BASIS.—The Secretary of the Navy is authorized to transfer vessels to foreign countries on a combined lease-sale basis under sections 61 and 21 of the Arms Export Control Act (22 U.S.C. 2796, 2761) and in accordance with subsection (d) as follows:

(1) To the Government of Brazil, the CIMARRON class oiler MERRIMACK (AO 179).

(2) To the Government of Greece, the KIDD class guided missile destroyers KIDD (DDG 993), CALLAGHAN (DDG 994), SCOTT (DDG 995), and CHANDLER (DDG 996).

(d) CONDITIONS RELATING TO COMBINED LEASE-SALE TRANSFERS.—A transfer of a vessel on a combined lease-sale basis authorized by subsection (c) shall be made in accordance with the following requirements:

(1) The Secretary may initially transfer the vessel by lease, with lease payments suspended for the term of the lease, if the country entering into the lease for the vessel simultaneously enters into a foreign military sales agreement for the transfer of title to the vessel.

(2) The Secretary may not deliver to the purchasing country title to the vessel until the purchase price of the vessel under such a foreign military sales agreement is paid in full.

(3) Upon payment of the purchase price in full under such a sales agreement and delivery of title to the recipient country, the Secretary shall terminate the lease.

(4) If the purchasing country fails to make full payment of the purchase price in accordance with the sales agreement by the date required under the sales agreement—



(A) the sales agreement shall be immediately terminated;

(B) the suspension of lease payments under the lease shall be vacated; and

(C) the United States shall be entitled to retain all funds received on or before the date of the termination under the sales agreement, up to the amount of the lease payments due and payable under the lease and all other costs required by the lease to be paid to that date.

(5) If a sales agreement is terminated pursuant to paragraph (4), the United States shall not be required to pay any interest to the recipient country on any amount paid to the United States by the recipient country under the sales agreement and not retained by the United States under the lease.

(e) **FUNDING FOR CERTAIN COSTS OF TRANSFERS.**—There is established in the Treasury of the United States a special account to be known as the Defense Vessels Transfer Program Account. There is hereby appropriated into that account such sums as may be necessary for the costs (as defined in section 502 of the Congressional Budget Act of 1974 (2 U.S.C. 661a)) of the lease-sale transfers authorized by subsection (c). Funds in that account are available only for the purpose of covering those costs.

(f) **NOTIFICATION OF CONGRESS.**—Not later than 30 days after the date of the enactment of this Act, the Secretary of the Navy shall submit to Congress, for each naval vessel that is to be transferred under this section before January 1, 1999, the notifications required under section 516 of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j) and section 525 of the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 1998 (Public Law 105-118; 111 Stat. 2413).

(g) **GRANTS NOT COUNTED IN ANNUAL TOTAL OF TRANSFERRED EXCESS DEFENSE ARTICLES.**—The value of a vessel transferred to another country on a grant basis under section 516 of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j) pursuant to authority provided by subsection (a) shall not be counted for the purposes of subsection (g) of that section in the aggregate value of excess defense articles transferred to countries under that section in any fiscal year.

(h) **COSTS OF TRANSFERS.**—Any expense incurred by the United States in connection with a transfer authorized by this section shall be charged to the recipient (notwithstanding section 516(e)(1) of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j(e)(1)) in the case of a transfer authorized to be made on a grant basis under subsection (a)).

(i) **REPAIR AND REFURBISHMENT IN UNITED STATES SHIPYARDS.**—To the maximum extent practicable, the Secretary of the Navy shall require, as a condition of the transfer of a vessel under this section, that the country to which the vessel is transferred have such repair or refurbishment of the vessel as is needed, before the vessel joins the naval forces of that country, performed at a shipyard located in the United States, including a United States Navy shipyard.

(j) **EXPIRATION OF AUTHORITY.**—The authority to transfer a vessel under this section shall expire at the end of the two-year period beginning on the date of the enactment of this Act.

*SEC. 8111. None of the funds in this Act may be used to compensate an employee of the Department of Defense who initiates a new start program without notification to the Office of the Secretary of Defense and the congressional defense committees, as required by Department of Defense financial management regulations.*

*SEC. 8112. None of the funds made available by this Act shall be used by the Army to reduce civilian personnel workforce levels at United States Army, Pacific (USARPAC) bases and at Major Range and Test Facility Bases (MRTFBs) in the United States in fiscal year 1999 below levels assumed in this Act unless the Secretary of the Army notifies the Congressional defense committees not less than 30 days prior to implementation of any civilian personnel workforce reductions.*

(INCLUDING TRANSFER OF FUNDS)

*SEC. 8113. Of the funds made available under title II of this Act, the following amounts shall be transferred to the Defense Working Capital Funds for the purpose of funding operations of the Defense Commissary Agency:*

*“Operation and Maintenance, Army”, \$338,400,000;*

*“Operation and Maintenance, Navy”, \$255,000,000;*

*“Operation and Maintenance, Marine Corps”, \$86,600,000;*

*and*

*“Operation and Maintenance, Air Force”, \$302,071,000:*

*Provided, That the transfer authority provided in this section is in addition to any other transfer authority contained elsewhere in this Act.*

*SEC. 8114. Of the amounts made available in title II of this Act under the heading “Operation and Maintenance, Navy”, \$20,000,000 is available only for emergency and extraordinary expenses associated with the accident involving a United States Marine Corps A-6 aircraft on February 3, 1998, near Cavalese, Italy: Provided, That these funds shall remain available until expended: Provided further, That notwithstanding any other provision of law, the funds made available by this section may be available for payments to persons, communities, or other entities in Italy for reimbursement for property damages resulting from the accident involving a United States Marine Corps A-6 aircraft on February 3, 1998, near Cavalese, Italy: Provided further, That notwithstanding any other provision of law, funds made available under this section may be used to rebuild or replace the funicular system in Cavalese destroyed on February 3, 1998 by that aircraft: Provided further, That any amount paid to any individual or entity from the amount appropriated under this section shall be credited against any amount subsequently determined to be payable to that individual or entity under chapter 163 of title 10, United States Code, section 127 of that title, or any other authority provided by law for administrative settlement of claims against the United States with respect to damages arising from the accident described in this section: Provided further, That payment of an amount under this section shall not be considered to constitute a statement of legal liability on the part of the United States or otherwise to prejudice any judicial proceeding or investigation arising from the accident described in this section: Provided further, That no part of any payment authorized by this*

section shall be paid to or received by agents or attorneys for services rendered in connection with obtaining such payment, any contract to the contrary notwithstanding.

SEC. 8115. (a) None of the funds appropriated or otherwise made available under this Act may be obligated or expended for any additional deployment of forces of the Armed Forces of the United States to Yugoslavia, Albania, or Macedonia unless and until the President, after consultation with the Speaker of the House of Representatives, the Majority Leader of the Senate, the Minority Leader of the House of Representatives, and the Minority Leader of the Senate, transmits to Congress a report on the deployment that includes the following:

(1) The President's certification that the presence of those forces in each country to which the forces are to be deployed is necessary in the national security interests of the United States.

(2) The reasons why the deployment is in the national security interests of the United States.

(3) The number of United States military personnel to be deployed to each country.

(4) The mission and objectives of forces to be deployed.

(5) The expected schedule for accomplishing the objectives of the deployment.

(6) The exit strategy for United States forces engaged in the deployment.

(7) The costs associated with the deployment and the funding sources for paying those costs.

(8) The anticipated effects of the deployment on the morale, retention, and effectiveness of United States forces.

(b) Subsection (a) does not apply to a deployment of forces—

(1) in accordance with United Nations Security Council Resolution 795; or

(2) under circumstances determined by the President to be an emergency necessitating immediate deployment of the forces.

(c) Nothing in this section shall be deemed to restrict the authority of the President under the Constitution to protect the lives of United States citizens.

SEC. 8116. (a) ENSURING YEAR 2000 COMPLIANCE OF INFORMATION TECHNOLOGY AND NATIONAL SECURITY SYSTEMS.—None of the funds appropriated or otherwise made available by this Act may (except as provided in subsection (b)) be obligated or expended on the development or modernization of any information technology or national security system of the Department of Defense in use by the Department of Defense (whether or not the system is a mission critical system) if the date-related data processing capability of that system does not meet certification level 1a, 1b, or 2 (as prescribed in the April 1997 publication of the Department of Defense entitled "Year 2000 Management Plan").

(b) EXCEPTION FOR CERTAIN INFORMATION TECHNOLOGY AND NATIONAL SECURITY SYSTEMS.—The limitation in subsection (a) does not apply to an obligation or expenditure for an information technology or national security system that is reported to the Office of the Secretary of Defense by October 1, 1998, in accordance with the preparation instructions for the May 1998 Department of Defense quarterly report on the status of year 2000 compliance, if—

(1) the obligation or expenditure is directly related to ensuring that the reported system achieves year 2000 compliance;

(2) the system is being developed and fielded to replace, before January 1, 2000, a noncompliant system or a system to be terminated in accordance with the May 1998 Department of Defense quarterly report on the status of year 2000 compliance; or

(3) the obligation or expenditure is required for a particular change that is specifically required by law or that is specifically directed by the Secretary of Defense.

(c) **UNALLOCATED REDUCTIONS OF FUNDS NOT TO APPLY TO MISSION CRITICAL SYSTEMS.**—Funds appropriated or otherwise made available by this Act for mission critical systems are not subject to any unallocated reduction of funds made by or otherwise applicable to funds appropriated or otherwise made available by this Act.

(d) **CURRENT SERVICES OPERATIONS NOT AFFECTED.**—Subsection (a) does not prohibit the obligation or expenditure of funds for current services operations of information technology and national security systems.

(e) **WAIVER AUTHORITY.**—The Secretary of Defense may waive subsection (a) on a case-by-case basis with respect to an information technology or national security system if the Secretary provides the congressional defense committees with written notice of the waiver, including the reasons for the waiver and a timeline for the testing and certification of the system as year 2000 compliant.

(f) **REQUIRED REPORT.**—(1) Not later than December 1, 1998, the Secretary of Defense shall submit to the congressional defense committees a report describing—

(A) an executable strategy to be used throughout the Department of Defense to test information technology and national security systems for year 2000 compliance (to include functional capability tests and military exercises);

(B) the plans of the Department of Defense for ensuring that adequate resources (such as testing facilities, tools, and personnel) are available to ensure that all mission critical systems achieve year 2000 compliance; and

(C) the criteria and process to be used to certify a system as year 2000 compliant.

(2) The report shall also include—

(A) an updated list of all mission critical systems; and

(B) guidelines for developing contingency plans for the functioning of each information technology or national security system in the event of a year 2000 problem in any such system.

(g) **CAPABILITY CONTINGENCY PLANS.**—Not later than December 30, 1998, the Secretary of Defense shall have in place contingency plans to ensure continuity of operations for every critical mission or function of the Department of Defense that is dependent on an information technology or national security system.

(h) **INSPECTOR GENERAL EVALUATION.**—The Inspector General of the Department of Defense shall selectively audit information technology and national security systems certified as year 2000 compliant to evaluate the ability of systems to successfully operate during the actual year 2000, including the ability of the systems to ac-

cess and transmit information from point of origin to point of termination.

(i) *DEFINITIONS.*—For purposes of this section:

(1) The term “information technology” has the meaning given that term in section 5002 of the Clinger-Cohen Act of 1996 (40 U.S.C. 1401).

(2) The term “national security system” has the meaning given that term in section 5142 of such Act (40 U.S.C. 1452).

(3) The term “development or modernization” has the meaning given that term in paragraph E of section 180203 of the Department of Defense Financial Management Regulation (DOD 7000.14–R), but does not include any matter covered by subparagraph 3 of that paragraph.

(4) The term “current services” has the meaning given that term in paragraph C of section 180203 of the Department of Defense Financial Management Regulation (DOD 7000.14–R).

(5) The term “mission critical system” means an information technology or national security system that is designated as mission critical in the May 1998 Department of Defense quarterly report on the status of year 2000 compliance.

*SEC. 8117. (a) EVALUATION OF YEAR 2000 COMPLIANCE AS PART OF TRAINING EXERCISES PROGRAMS.*—Not later than December 15, 1998, the Secretary of Defense shall submit to Congress a plan for the execution of a simulated year 2000 as part of military exercises described in subsection (c) in order to evaluate, in an operational environment, the extent to which information technology and national security systems involved in those exercises will successfully operate during the actual year 2000, including the ability of those systems to access and transmit information from point of origin to point of termination.

*(b) EVALUATION OF COMPLIANCE IN SELECTED EXERCISES.*—In conducting the military exercises described in subsection (c), the Secretary of Defense shall ensure that—

(1) at least 25 of those exercises (referred to in this section as “year 2000 simulation exercises”) are conducted so as to include a simulated year 2000 in accordance with the plan submitted under subsection (a);

(2) at least two of those exercises are conducted by the commander of each unified or specified combatant command; and

(3) all mission critical systems that are expected to be used if the Armed Forces are involved in a conflict in a major theater of war are tested in at least two exercises.

*(c) COVERED MILITARY EXERCISES.*—A military exercise referred to in this section is a military exercise conducted by the Department of Defense, during the period beginning on January 1, 1999, and ending on September 30, 1999—

(1) under the training exercises program known as the “CJCS Exercise Program”;

(2) at the Naval Strike and Air Warfare Center, the Army National Training Center, or the Air Force Air Warfare Center; or

(3) as part of Naval Carrier Group fleet training or Marine Corps Expeditionary Unit training.

(d) *ALTERNATIVE TESTING METHOD.*—In the case of an information technology or national security system for which a simulated year 2000 test as part of a military exercise described in subsection (c) is not feasible or presents undue risk, the Secretary of Defense shall test the system using a functional end-to-end test or through a Defense Major Range and Test Facility Base. The Secretary shall include the plans for these tests in the plan required by subsection (a). Tests under this subsection are in addition to the 25 tests required by subsection (b).

(e) *AUTHORITY FOR EXCLUSION OF SYSTEMS NOT CAPABLE OF PERFORMING RELIABLY IN YEAR 2000 SIMULATION.*—(1) In carrying out a year 2000 simulation exercise, the Secretary of Defense may exclude a particular information technology or national security system from the year 2000 simulation phase of the exercise if the Secretary determines that the system would be incapable of performing reliably during the year 2000 simulation phase of the exercise. In such a case, the system excluded shall be replaced in accordance with the year 2000 contingency plan for the system.

(2) If the Secretary of Defense excludes an information technology or national security system from the year 2000 simulation phase of an exercise as provided in paragraph (1), the Secretary shall notify Congress of that exclusion not later than two weeks before commencing that exercise. The notice shall include a list of each information technology or national security system excluded from the exercise, a description of how the exercise will use the year 2000 contingency plan for each such system, and a description of the effect that continued year 2000 noncompliance of each such system would have on military readiness.

(3) An information technology or national security system with cryptological applications that is not capable of having its internal clock adjusted forward to a simulated later time is exempt from the year 2000 simulation phase of an exercise under this section.

(f) *COMPTROLLER GENERAL REVIEW.*—Not later than January 30, 1999, the Comptroller General shall review the report and plan submitted under subsection (a) and submit to Congress a briefing evaluating the methodology to be used under the plan to simulate the year 2000 and describing the potential information that will be collected as a result of implementation of the plan, the adequacy of the planned tests, and the impact that the plan will have on military readiness.

(g) *DEFINITIONS.*—For the purposes of this section:

(1) The term “information technology” has the meaning given that term in section 5002 of the Clinger-Cohen Act of 1996 (40 U.S.C. 1401).

(2) The term “national security system” has the meaning given that term in section 5142 of such Act (40 U.S.C. 1452).

(3) The term “mission critical system” means an information technology or national security system that is designated as mission critical in the May 1998 Department of Defense quarterly report on the status of year 2000 compliance.

*SEC. 8118.* During the current fiscal year and hereafter, no funds appropriated or otherwise available to the Department of Defense may be used to award a contract to, extend a contract with, or approve the award of a subcontract to any person who within the

preceding 15 years has been convicted under section 704 of title 18, United States Code, of the unlawful manufacture or sale of the Congressional Medal of Honor.

SEC. 8119. (a) *The Secretary of Defense shall submit to the Committees on Appropriations of the Senate and the House of Representatives a report on food stamp assistance for members of the Armed Forces. The Secretary shall submit the report at the same time that the Secretary submits to Congress, in support of the fiscal year 2001 budget, the materials that relate to the funding provided in that budget for the Department of Defense.*

(b) *The report shall include the following:*

(1) *The number of members of the Armed Forces and dependents of members of the Armed Forces who are eligible for food stamps.*

(2) *The number of members of the Armed Forces and dependents of members of the Armed Forces who received food stamps in fiscal year 1998.*

(3) *A proposal for using, as a means for eliminating or reducing significantly the need of such personnel for food stamps, the authority under section 2828 of title 10, United States Code, to lease housing facilities for enlisted members of the Armed Forces and their families when Government quarters are not available for such personnel.*

(4) *A proposal for increased locality adjustments through the basic allowance for housing and other methods as a means for eliminating or reducing significantly the need of such personnel for food stamps.*

(5) *Other potential alternative actions (including any recommended legislation) for eliminating or reducing significantly the need of such personnel for food stamps.*

(6) *A discussion of the potential for each alternative action referred to in paragraph (3) or (4) to result in the elimination or a significant reduction in the need of such personnel for food stamps.*

(c) *Each potential alternative action included in the report under paragraph (3) or (4) of subsection (b) shall meet the following requirements:*

(1) *Apply only to persons referred to in paragraph (1) of such subsection.*

(2) *Be limited in cost to the lowest amount feasible to achieve the objectives.*

(d) *In this section:*

(1) *The term "fiscal year 2001 budget" means the budget for fiscal year 2001 that the President submits to Congress under section 1105(a) of title 31, United States Code.*

(2) *The term "food stamps" means assistance under the Food Stamp Act of 1977 (7 U.S.C. 2011 et seq.).*

SEC. 8120. *None of the funds appropriated or otherwise made available by this Act in Titles III and IV may be used to enter into or renew a contract with any company owned, or partially owned, by the People's Republic of China or the People's Liberation Army of the People's Republic of China.*

SEC. 8121. (a) *Chapter 157 of title 10, United States Code, is amended by inserting after section 2641 the following:*

**“§2641a. Transportation of American Samoa veterans on Department of Defense aircraft for certain medical care in Hawaii**

“(a) *TRANSPORTATION AUTHORIZED.*—The Secretary of Defense may provide transportation on Department of Defense aircraft for the purpose of transporting any veteran specified in subsection (b) between American Samoa and the State of Hawaii if such transportation is required in order to provide hospital care to such veteran as described in that subsection.

“(b) *VETERANS ELIGIBLE FOR TRANSPORT.*—A veteran eligible for transport under subsection (a) is any veteran who—

“(1) resides in and is located in American Samoa; and

“(2) as determined by an official of the Department of Veterans Affairs designated for that purpose by the Secretary of Veterans Affairs, must be transported to the State of Hawaii in order to receive hospital care to which such veteran is entitled under chapter 17 of title 38 in facilities of such Department in the State of Hawaii.

“(c) *ADMINISTRATION.*—(1) Transportation may be provided to veterans under this section only on a space-available basis.

“(2) A charge may not be imposed on a veteran for transportation provided to the veteran under this section.

“(d) *DEFINITIONS.*—In this section:

“(1) The term ‘veteran’ has the meaning given that term in section 101(2) of title 38.

“(2) The term ‘hospital care’ has the meaning given that term in section 1701(5) of title 38.”

(b) The table of sections at the beginning of chapter 157 of such title is amended by inserting after the item relating to section 2641 the following new item:

“2641a. Transportation of American Samoa veterans on Department of Defense aircraft for certain medical care in Hawaii.”

**SEC. 8122. ADDITIONAL FUNDING FOR KOREAN WAR VETERANS MEMORIAL.** Section 3 of Public Law 99-572 (40 U.S.C. 1003 note) is amended by adding at the end the following:

“(c) *ADDITIONAL FUNDING.*—

“(1) *IN GENERAL.*—In addition to amounts made available under subsections (a) and (b), the Secretary of the Army may expend, from any funds available to the Secretary on the date of enactment of this paragraph, \$2,000,000 for repair of the memorial.

“(2) *DISPOSITION OF FUNDS RECEIVED FROM CLAIMS.*—Any funds received by the Secretary of the Army as a result of any claim against a contractor in connection with construction of the memorial shall be deposited in the general fund of the Treasury.”

**SEC. 8123.** Of the funds available under title VI for “Chemical Agents and Munitions Destruction, Army” for research and development, \$18,000,000 shall be made available for the program manager for the Assembled Chemical Weapons Assessment (under section 8065 of the Department of Defense Appropriations Act, 1997) for demonstrations of technologies under the Assembled Chemical Weapons Assessment, for planning and preparation to proceed from demonstration of an alternative technology immediately into the de-



velopment of a pilot-scale facility for the technology, and for the design, construction, and operation of a pilot facility for the technology.

*SEC. 8124. The Secretary of the Navy may carry out a competitively awarded vessel scrapping pilot program during fiscal years 1999 and 2000 using funds made available in this Act under the heading "Operation and Maintenance, Navy": Provided, That the Secretary of the Navy shall define the program scope sufficient to gather data on the cost of scrapping Government vessels and to demonstrate cost effective technologies and techniques to scrap such vessels in a manner that is protective of worker safety and health and the environment.*

*SEC. 8125. From within the funds provided under the heading "Operation and Maintenance, Army", up to \$500,000 shall be available for paying subcontractors and suppliers for work performed at Fort Wainwright, Alaska, in 1994, under Army services contract number DACA85-93-C-0065. Subcontractors and suppliers are to be paid interest calculated in accordance with the Contract Dispute Act of 1978, 41 U.S.C. 601-613.*

*SEC. 8126. (a) The Secretary of the Army and the Secretary of the Air Force may each enter into one or more multiyear leases of nontactical firefighting equipment, nontactical crash rescue equipment, or nontactical snow removal equipment. The period of a lease entered into under this section shall be for any period not in excess of 10 years. Any such lease shall provide that performance under the lease during the second and subsequent years of the contract is contingent upon the appropriation of funds and shall provide for a cancellation payment to be made to the lessor if such appropriations are not made.*

*(b) Lease payments made under subsection (a) shall be made from amounts provided in this or future appropriations Acts.*

*(c) This section is effective for all fiscal years beginning after September 30, 1998.*

*SEC. 8127. From within funds available for the Department of Defense under title VI of this Act for "Chemical Agents and Munitions Destruction, Army", or the unobligated balances of funds available for "Chemical Agents and Munitions Destruction, Defense", under any other Act making appropriations for military functions administered by the Department of Defense for any fiscal year, the Secretary of Defense may use not more than \$25,000,000 for the Assembled Chemical Weapons Assessment to complete the demonstration of alternatives to baseline incineration for the destruction of chemical agents and munitions and to carry out the pilot program under section 8065 of the Department of Defense Appropriations Act, 1997 (section 101(b) of Public Law 104-208; 110 Stat. 3009-101; 50 U.S.C. 1521 note). The amount specified in the preceding sentence is in addition to any other amount that is made available under title VI of this Act to complete the demonstration of the alternatives and to carry out the pilot program: Provided, That none of these funds shall be taken from any ongoing operational chemical munitions destruction programs.*

*SEC. 8128. (a) FINDINGS.—The Congress finds that—*

(1) *child experts estimate that as many as 250,000 children under the age of 18 are currently serving in armed forces or armed groups in more than 30 countries around the world;*

(2) *contemporary armed conflict has caused the deaths of 2,000,000 minors in the last decade alone, and has left an estimated 6,000,000 children seriously injured or permanently disabled;*

(3) *children are uniquely vulnerable to military recruitment because of their emotional and physical immaturity, are easily manipulated, and can be drawn into violence that they are too young to resist or understand;*

(4) *children are most likely to become child soldiers if they are poor, separated from their families, displaced from their homes, living in a combat zone, or have limited access to education;*

(5) *orphans and refugees are particularly vulnerable to recruitment;*

(6) *one of the most egregious examples of the use of child soldiers is the abduction of some 10,000 children, some as young as 8 years of age, by the Lord's Resistance Army (in this section referred to as the "LRA") in northern Uganda;*

(7) *the Department of State's Country Reports on Human Rights Practices for 1997 reports that in Uganda the LRA kills, maims, and rapes large numbers of civilians, and forces abducted children into "virtual slavery as guards, concubines, and soldiers";*

(8) *children abducted by the LRA are forced to raid and loot villages, fight in the front line of battle against the Ugandan army and the Sudan People's Liberation Army (SPLA), serve as sexual slaves to rebel commanders, and participate in the killing of other children who try to escape;*

(9) *former LRA child captives report witnessing Sudanese government soldiers delivering food supplies, vehicles, ammunition, and arms to LRA base camps in government-controlled southern Sudan;*

(10) *children who manage to escape from LRA captivity have little access to trauma care and rehabilitation programs, and many find their families displaced, unlocatable, dead, or fearful of having their children return home;*

(11) *Graca Machel, the former United Nations expert on the impact of armed conflict on children, identified the immediate demobilization of all child soldiers as an urgent priority, and recommended the establishment through an optional protocol to the Convention on the Rights of the Child of 18 as the minimum age for recruitment and participation in armed forces; and*

(12) *the International Committee of the Red Cross, the United Nations Children's Fund (UNICEF), the United Nations High Commission on Refugees, and the United Nations High Commissioner on Human Rights, as well as many nongovernmental organizations, also support the establishment of 18 as the minimum age for military recruitment and participation in armed conflict.*

(b) *IN GENERAL.—The Congress hereby—*

(1) deploras the global use of child soldiers and supports their immediate demobilization;

(2) condemns the abduction of Ugandan children by the LRA;

(3) calls on the Government of Sudan to use its influence with the LRA to secure the release of abducted children and to halt further abductions; and

(4) encourages the United States delegation not to block the drafting of an optional protocol to the Convention on the Rights of the Child that would establish 18 as the minimum age for participation in armed conflict.

(c) *SENSE OF THE CONGRESS.*—It is the sense of the Congress that the President and the Secretary of State should—

(1) support efforts to end the abduction of children by the LRA, secure their release, and facilitate their rehabilitation and reintegration into society;

(2) not block efforts to establish 18 as the minimum age for participation in conflict through an optional protocol to the Convention on the Rights of the Child; and

(3) provide greater support to United Nations agencies and nongovernmental organizations working for the rehabilitation and reintegration of former child soldiers into society.

*SEC. 8129.* Notwithstanding any other provision of law, the Secretary of Defense shall obligate the funds provided for Counterterror Technical Support in the Department of Defense Appropriations Act, 1998 (under title IV of Public Law 105-56) for the projects and in the amounts provided for in House Report 105-265 of the House of Representatives, One Hundred Fifth Congress, First Session: Provided, That the funds available for the Pulsed Fast Neutron Analysis Project should be executed through cooperation with the Office of National Drug Control Policy.

*SEC. 8130. TRAINING AND OTHER PROGRAMS.* (a) *PROHIBITION.*—None of the funds made available by this Act may be used to support any training program involving a unit of the security forces of a foreign country if the Secretary of Defense has received credible information from the Department of State that a member of such unit has committed a gross violation of human rights, unless all necessary corrective steps have been taken.

(b) *MONITORING.*—Not more than 90 days after enactment of this Act, the Secretary of Defense, in consultation with the Secretary of State, shall establish procedures to ensure that prior to a decision to conduct any training program referred to in subsection (a), full consideration is given to all information available to the Department of State relating to human rights violations by foreign security forces.

(c) *WAIVER.*—The Secretary of Defense, after consultation with the Secretary of State, may waive the prohibition in subsection (a) if he determines that such waiver is required by extraordinary circumstances.

(d) *REPORT.*—Not more than 15 days after the exercise of any waiver under subsection (c), the Secretary of Defense shall submit a report to the congressional defense committees describing the extraordinary circumstances, the purpose and duration of the training program, the United States forces and the foreign security forces in-

volved in the training program, and the information relating to human rights violations that necessitates the waiver.

SEC. 8131. Notwithstanding any other provision of law, and notwithstanding the provisions of section 509(b) of title 32, United States Code, of the funds made available for Civil Military Programs to the Department of Defense in this Act, not less than \$62,394,000 shall be made available for the National Guard Chal- leNGe Program.

SEC. 8132. (a) Notwithstanding any other provision of law, the Secretary of the Air Force may convey, without consideration, to Indian tribes located in the State of Montana relocatable military housing units located at Malmstrom Air Force Base, Montana, that are excess to the needs of the Air Force.

(b) PROCESSING OF REQUESTS.—(1) The Secretary of the Air Force shall convey military housing units under subsection (a) in accordance with the requests for such units that are submitted to the Secretary by the Operation Walking Shield Program on behalf of Indian tribes located in the State of Montana.

(2) The Operation Walking Shield Program shall resolve any conflicts among requests of Indian tribes for housing units under subsection (a) before submitting such requests to the Secretary of the Air Force under paragraph (1).

(c) INDIAN TRIBE DEFINED.—In this section, the term “Indian tribe” means any recognized Indian tribe included on the current list published by the Secretary of the Interior under section 104 of the Federally Recognized Indian Tribe List Act of 1994 (Public Law 103–454; 108 Stat. 4792; 25 U.S.C. 479a–1).

SEC. 8133. (a) The Secretary of Defense, in coordination with the Secretary of Health and Human Services, may carry out a program to distribute surplus dental equipment of the Department of Defense, at no cost to the Department of Defense, to Indian health service facilities and to federally-qualified health centers (within the meaning of section 1905(l)(2)(B) of the Social Security Act (42 U.S.C. 1396d(l)(2)(B))).

(b) Not later than March 15, 1999, the Secretary of Defense shall submit to Congress a report on the program, including the actions taken under the program.

SEC. 8134. The total amount appropriated in Title III of this Act is hereby reduced by \$142,100,000.

SEC. 8135. Notwithstanding any other provision in this Act, the total amount appropriated in this Act is hereby reduced by \$193,600,000 to reflect savings from favorable foreign currency fluctuations, to be distributed as follows:

“Military Personnel, Army”, \$5,300,000;  
 “Military Personnel, Navy”, \$12,000,000;  
 “Military Personnel, Marine Corps”, \$4,200,000;  
 “Military Personnel, Air Force”, \$8,100,000;  
 “Operation and Maintenance, Army”, \$111,500,000;  
 “Operation and Maintenance, Navy”, \$11,500,000;  
 “Operation and Maintenance, Marine Corps”, \$3,300,000;  
 “Operation and Maintenance, Air Force”, \$26,200,000; and  
 “Operation and Maintenance, Defense-Wide”, \$11,500,000.

SEC. 8136. Notwithstanding any other provision in this Act, the total amount appropriated in this Act is hereby reduced by

\$502,000,000 to reflect savings from reductions in the price of bulk fuel, to be distributed as follows:

“Operation and Maintenance, Army”, \$36,000,000;  
 “Operation and Maintenance, Navy”, \$167,000,000;  
 “Operation and Maintenance, Marine Corps”, \$8,000,000;  
 “Operation and Maintenance, Air Force”, \$176,000,000;  
 “Operation and Maintenance, Defense-Wide”, \$67,000,000;  
 “Operation and Maintenance, Army Reserve”, \$1,400,000;  
 “Operation and Maintenance, Navy Reserve”, \$8,200,000;  
 “Operation and Maintenance, Air Force Reserve”,  
 \$11,700,000;  
 “Operation and Maintenance, Army National Guard”,  
 \$3,500,000; and  
 “Operation and Maintenance, Air National Guard”,  
 \$23,200,000.

SEC. 8137. GLOBAL POSITIONING SYSTEM FREQUENCY SPECTRUM.—In order to guard against disruption of Global Positioning System services that are vital to the national security and economic interests of the United States, the Secretary of Defense shall submit to the congressional defense committees a report setting forth a national strategy to (a) protect the integrity of the Global Positioning System frequency spectrum against interference and disruption, (b) achieve full and effective use by GPS of radio frequency spectrum currently allocated by the International Telecommunications Union for transmission of satellite navigation signals, and (c) provide for any additional allocation of spectrum necessary for GPS evolution. Such report shall be submitted to the congressional defense committees within 120 days of enactment of this Act.

SEC. 8138. The Secretary of Defense shall submit a report to Congress concurrent with submission of the fiscal year 2000 President’s budget regarding past military deployment rates and future deployment rate goals. Such report shall contain a listing of the monthly overseas deployment rates for military personnel of each service covering each fiscal year beginning with fiscal year 1989, the location and size of each deployment, a description of the methodology used to determine the deployment rates for each service, and a discussion of the maximum yearly deployment rates for each service that can be sustained on a continuous basis in non-emergency situations over the next five years given the resources and personnel end strengths contained in the Future Years Defense Plan.

SEC. 8139. (a) CONVEYANCE REQUIRED.—The Secretary of the Air Force shall convey, without consideration, to the Town of Newington, New Hampshire, all right, title, and interest of the United States in and to a parcel of real property, together with improvements thereon, consisting of approximately 1.3 acres located at former Pease Air Force Base, New Hampshire, and known as the site of the old Stone School.

(b) INAPPLICABILITY OF CERTAIN DISPOSAL AUTHORITIES.—The Secretary shall make the conveyance required by subsection (a) without regard to the provisions of section 204(b) of the Defense Authorization Amendments and Base Closure and Realignment Act (Public Law 100–526; 10 U.S.C. 2687 note).

(c) DESCRIPTION OF PROPERTY.—The exact acreage and legal description of the real property to be conveyed under subsection (a)

shall be determined by a survey satisfactory to the Secretary. The cost of the survey shall be borne by the Secretary.

(d) *ADDITIONAL TERMS AND CONDITIONS.*—The Secretary may require such additional terms and conditions in connection with the conveyance under subsection (a) as the Secretary considers appropriate to protect the interest of the United States.

*SEC. 8140.* (a) The Secretary of the Navy may lease to the University of Central Florida (in this section referred to as the “University”), or a representative or agent of the University designated by the University, such portion of the property known as the Naval Air Warfare Center, Training Systems Division, Orlando, Florida, as the Secretary considers appropriate as a location for the establishment of a center for research in the fields of law enforcement, public safety, civil defense, and national defense.

(b) Notwithstanding any other provision of law, the term of the lease under subsection (a) may not exceed 50 years.

(c) As consideration for the lease under subsection (a), the University shall—

(1) undertake and incur the cost of the planning, design, and construction required to establish the center referred to in that subsection; and

(2) during the term of the lease, provide the Secretary such space in the center for activities of the Navy as the Secretary and the University jointly consider appropriate.

(d) The Secretary may require such additional terms and conditions in connection with the lease authorized by subsection (a) as the Secretary considers appropriate to protect the interest of the United States.

*SEC. 8141.* (a) The Secretary of the Air Force may enter into an agreement to lease from the City of Phoenix, Arizona, the parcel of real property described in subsection (b), together with improvements on the property, in consideration of annual rent not in excess of one dollar.

(b) The real property referred to in subsection (a) is a parcel, known as Auxiliary Field 3, that is located approximately 12 miles north of Luke Air Force Base, Arizona, in section 4 of township 3 north, range 1 west of the Gila and Salt River Base and Meridian, Maricopa County, Arizona, is bounded on the north by Bell Road, on the east by Litchfield Road, on the south by Greenway Road, and on the west by agricultural land, and is composed of approximately 638 acres, more or less, the same property that was formerly an Air Force training and emergency field developed during World War II.

(c) The Secretary may require such additional terms and conditions in connection with the lease under subsection (a) as the Secretary considers appropriate to protect the interests of the United States.

*SEC. 8142.* Notwithstanding any other provision of law, the Secretary of Defense may retain all or a portion of the family housing at Fort Buchanan, Puerto Rico, as the Secretary deems necessary to meet military family housing needs arising out of the relocation of elements of the U.S. Army South to Fort Buchanan.

*SEC. 8143.* (a) *CONVEYANCE AUTHORIZED.*—The Secretary of the Navy may convey to the City of Seattle, Washington (in this section referred to as the “City”), all right, title, and interest of the United

States in and to a parcel of real property, together with improvements thereon, consisting of approximately 11.82 acres, the location of the Magnolia housing area, Seattle, Washington, less such areas as the Secretary determines are required to support continued Navy family housing requirements.

(b) *CONSIDERATION.*—As consideration for the conveyance under subsection (a), the City shall pay to the United States an amount equal to the fair market value (as determined by the Secretary) of the portion of the real property to be conveyed under subsection (a) that was not donated to the United States by the City. The portion of the real property to be conveyed under subsection (a) that was donated to the United States by the City will be returned to the City at no cost.

(c) *CONDITION.*—The conveyance authorized by subsection (a) shall be subject to the condition that the City accept the real property in its condition at the time of conveyance.

(d) *DESCRIPTION OF PROPERTY.*—The exact acreage and legal description of the property to be conveyed for monetary consideration; as well as the acreage of the portion to be returned to the City at no cost as described in subsection (b), shall be determined by a survey satisfactory to the Secretary. The cost of the survey shall be borne by the City.

(e) *USE OF FUNDS.*—(1) The Secretary shall use any amounts paid to the Secretary under subsection (b) for Navy family housing purposes in the Puget Sound region. (2) If amounts referred to in paragraph (1) remain unexpended after the use for Navy family housing purposes referred to in that paragraph, the Secretary shall deposit such unexpended amounts in the account established under section 204(h) of the Federal Property and Administrative Services Act (40 U.S.C. 485(h)).

(f) *ADDITIONAL TERMS AND CONDITIONS.*—The Secretary may require such additional terms and conditions in connection with the conveyance under this section as the Secretary considers appropriate to protect the interests of the United States.

*SEC. 8144. (a) CONVEYANCE AUTHORIZED.*—The Secretary of the Army may convey to the city of Reading, Pennsylvania, hereafter referred to as the “City” or to another entity designated by the City, all right and title, and interest of the United States in and to a parcel of real property (including improvements thereon) consisting of approximately 1.8 acres at the Army Reserve Center located at 1800 North 12th Street in Reading, Pennsylvania, for redevelopment purposes.

(b) *CONSIDERATION.*—The conveyance authorized under subsection (a) shall be subject to the condition that the City—

(1) Will pay fair market value for the property, if the property is to be conveyed to or used by a business enterprise.

(2) Will obtain the property without consideration if the property is to be used by a state or local governmental agency.

(c) *ADMINISTRATIVE EXPENSES.*—In connection with the conveyance under subsection (a), the Secretary may accept amounts provided by the city or other persons to cover administrative expenses incurred by the Secretary in entering into the transaction. Amounts collected under this subsection (b) for administrative expenses shall be credited to the appropriation, fund, or account from which the

*expenses were paid. Amounts so credited shall be merged with funds in such appropriation, fund or account and shall be available for the same purposes and subject to the same limitations as the funds with which merged.*

*(d) DESCRIPTION OF PROPERTY.—The exact acreage and legal description of the real property to be conveyed under subsection (a) shall be determined by a survey satisfactory to the Secretary. The cost of the survey shall be borne by the City.*

*(e) ADDITIONAL TERMS AND CONDITIONS.—The Secretary may require such additional terms and conditions in connection with the conveyance under subsection (a) as the Secretary considers appropriate to protect the interests of the United States.*

*SEC. 8145. Notwithstanding any other provision of law, using funds previously appropriated into the Department of Defense Base Closure Account 1990 established by section 2906(a)(1) of the Department of Defense Authorization Act, 1991 (Public Law 101-510), the Secretary of the Air Force shall obligate up to \$7,646,000 for demolition and related environmental restoration of 31 buildings, possessing asbestos and lead-based paint, at the former Norton Air Force Base, California.*

*SEC. 8146. LIQUIDITY OF WORKING-CAPITAL FUNDS. (a) INCREASED CASH BALANCES.—The Secretary of Defense shall administer the working-capital funds of the Department of Defense during fiscal year 1999 so as to ensure that the total amount of the cash balances in such funds on September 30, 1999, exceeds the total amount of the cash balances in such funds on September 30, 1998, by \$1,300,000,000.*

*(b) ACTIONS REGARDING UNBUDGETED LOSSES.—The Under Secretary of Defense (Comptroller) shall take such actions regarding unbudgeted losses for the working-capital funds as may be necessary in order to ensure that such unbudgeted losses do not preclude the Secretary of Defense from achieving the increase in cash balances in working-capital funds required under subsection (a).*

*(c) WAIVER.—(1) The Secretary of Defense may waive the requirements of this section upon certifying to Congress, in writing, that the waiver is necessary to meet requirements associated with—*

*(A) a contingency operation (as defined in section 101(a)(13) of title 10, United States Code); or*

*(B) an operation of the Armed Forces that commenced before October 1, 1998, and continues during fiscal year 1999.*

*(2) The waiver authority under paragraph (1) may not be delegated to any official other than the Deputy Secretary of Defense.*

*(3) The waiver authority under paragraph (1) does not apply to the limitation in subsection (d) or the limitation in section 2208(l)(3) of title 10, United States Code (as added by subsection (e)).*

*(d) PERMANENT LIMITATION ON ADVANCE BILLINGS.—(1) Section 2208(l) of title 10, United States Code, is amended—*

*(A) by redesignating paragraph (3) as paragraph (4); and*

*(B) by inserting after paragraph (2) the following new paragraph (3):*

*“(3) The total amount of the advance billings rendered or imposed for all working-capital funds of the Department of Defense in a fiscal year may not exceed \$1,000,000,000.”*



(2) Section 2208(l)(3) of such title, as added by paragraph (1), applies to fiscal years after fiscal year 1999.

(e) SEMI-ANNUAL REPORT.—(1) The Under Secretary shall submit to the Committee on Armed Services of the Senate and the Committee on National Security of the House of Representatives—

(A) not later than May 1, 1999, a report on the administration of this section for the six-month period ending on March 31, 1999; and

(B) not later than November 1, 1999, a report on the administration of this section for the six-month period ending on September 30, 1999.

(2) Each report shall include, for the period covered by the report, the following:

(A) The profit and loss status of each working-capital fund activity.

(B) The actions taken by the Secretary of each military department to use assessments of surcharges to correct for unbudgeted losses.

SEC. 8147. The Secretary of Defense shall establish, through a revised Defense Integrated Military Human Resources System (DIMHRS), a defense reform initiative enterprise pilot program for military manpower and personnel information: Provided, That this pilot program should include all functions and systems currently included in DIMHRS and shall be expanded to include all appropriate systems within the enterprise of personnel, manpower, training, and compensation: Provided further, That in establishing a revised DIMHRS enterprise program for manpower and personnel information superiority the functions of this program shall include, but not be limited to: (1) an analysis and determination of the number and kinds of information systems necessary to support manpower and personnel within the Department of Defense; and (2) the establishment of programs to develop and implement information systems in support of manpower and personnel to include an enterprise level strategic approach, performance and results based management, business process improvement and other non-material solutions, the use of commercial or government off-the-shelf technology, the use of modular contracting as defined by Public Law 104-106, and the integration and consolidation of existing manpower and personnel information systems: Provided further, That the Secretary of Defense shall re-instate fulfillment standards designated as ADS-97-03-GD, dated January, 1997: Provided further, That the requirements of this section should be implemented not later than six months after the date of enactment of this Act.

SEC. 8148. (a) The Secretary of Defense, after consultation with the Chairman of the Joint Chiefs of Staff and the military service chiefs, shall conduct a comprehensive reassessment of existing military compensation, benefits, and related programs. The Secretary shall consider the effectiveness of these programs in providing an adequate standard of living and family support for service members and dependents, the current and projected effects of these programs on recruiting and retention of service members, and improvements which could be gained by potential changes in these programs.

(b) In conducting this assessment, the Secretary's analysis shall consider, but not be limited to, the following areas:

(1) *Military pay and benefits, to include special pay and targeted bonus programs;*

(2) *The military retirement system, including an assessment of the effects of the significant changes made to the retirement system in 1986;*

(3) *Health care programs; and*

(4) *Housing, family support, and morale, welfare and recreation programs.*

(c) *The Secretary shall consider the cumulative and complementary ability of these programs, and the effects of potential modifications to these programs, in terms of their ability to contribute to the attainment of existing and future manpower requirements of the military services, as well as the provision of a fair and equitable quality of life for service members and their dependents.*

(d) *The Secretary shall provide an initial report on these issues to the congressional defense committees within 60 days of the enactment of this Act.*

(e) *Concurrent with submission of the fiscal year 2000 budget, the Secretary shall provide a comprehensive assessment of these issues, and proposed changes in existing programs should he determine they are warranted, to the Congress.*

*This Act may be cited as the "Department of Defense Appropriations Act, 1999".*

And the Senate agree to the same.

BILL YOUNG,  
JOE MCDADE,  
JERRY LEWIS,  
JOE SKEEN,  
DAVID L. HOBSON,  
HENRY BONILLA,  
GEORGE R. NETHERCUTT, Jr.,  
ERNEST J. ISTOOK, Jr.,  
RANDY "DUKE" CUNNINGHAM,  
BOB LIVINGSTON,  
JOHN P. MURTHA,  
NORMAN D. DICKS,  
W.G. (BILL) HEFNER,  
MARTIN OLAV SABO,  
JULIAN C. DIXON,  
PETER J. VISCLOSKY,

*Managers on the Part of the House.*

TED STEVENS,  
THAD COCHRAN,  
PETE V. DOMENICI,  
CHRISTOPHER S. BOND,  
MITCH MCCONNELL,  
RICHARD C. SHELBY,  
JUDD GREGG,  
KAY BAILEY HUTCHISON,  
DANIEL K. INOUE,  
FRITZ HOLLINGS,  
ROBERT BYRD,  
PATRICK J. LEAHY,  
DALE BUMPERS,  
FRANK R. LAUTENBERG,  
TOM HARKIN,  
BYRON L. DORGAN,

*Managers on the Part of the Senate.*



## JOINT EXPLANATORY STATEMENT

The managers on the part of the House and the Senate at the conference on the disagreeing votes of the two Houses on the amendment of the Senate to the bill (H.R. 4103), making appropriations for the Department of Defense for the fiscal year ending September 30, 1999, and for other purposes, submit the following joint statement to the House and the Senate in explanation of the effect of the action agreed upon by the managers and recommended in the accompanying conference report.

The conference agreement on the Department of Defense Appropriations Act, 1999, incorporates some of the provisions of both the House and Senate versions of the bill. The language and allocations set forth in House Report 105-591 and Senate Report 105-200 should be complied with unless specifically addressed in the accompanying bill and statement of the managers to the contrary.

Senate Amendment: The Senate deleted the entire House bill after the enacting clause and inserted the Senate bill. The conference agreement includes a revised bill.

### DEFINITION OF PROGRAM, PROJECT, AND ACTIVITY

The conferees agree that for the purposes of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177) as amended by the Balanced Budget and Emergency Deficit Control Reaffirmation Act of 1987 (Public Law 100-119) and by the Budget Enforcement Act of 1990 (Public Law 101-508), the term program, project, and activity for appropriations contained in this Act shall be defined as the most specific level of budget items identified in the Department of Defense Appropriations Act, 1999, the accompanying House and Senate Committee reports, the conference report and accompanying joint explanatory statement of the managers of the Committee of Conference, the related classified annexes and reports, and the P-1 and R-1 budget justification documents as subsequently modified by Congressional action. The following exception to the above definition shall apply:

For the Military Personnel and the Operation and Maintenance accounts, the term "program, project, and activity" is defined as the appropriations accounts contained in the Department of Defense Appropriations Act. At the time the President submits his budget for fiscal year 2000, the conferees direct the Department of Defense to transmit to the congressional defense committees budget justification documents to be known as the "M-1" and "O-1" which shall identify, at the budget activity, activity group, and subactivity group level, the amounts requested by the President to be appropriated to the Department of Defense for operation and maintenance in any budget request, or amended budget request, for fiscal year 2000.

## SPECIAL INTEREST ITEMS

Items for which the conferees have specifically provided funds through a conference agreement or through adoption of original House or Senate recommendations in Research, Development, Test, and Evaluation or Procurement appropriations are Congressional special interest items for the purpose of the Base for Reprogramming (DD Form 1414). These items are identified in the respective committee or conference reports using the phrases “only for” or “only to” or are specifically identified in the tables. Each item will be carried on the DD form 1414 in the amount agreed to by the conferees. The Department of Defense shall consult with the congressional defense committees before issuing the DD form 1414 so there is common agreement on items of special interest. In no case will the Department of Defense transfer funds from special interest items through the below threshold reprogramming process. In addition, the term program in Section 8111 includes any subprogram, modification, project, or subproject not previously justified and appropriated in a given appropriation account by the Congress through the normal budget process.

## TITLE I—MILITARY PERSONNEL

The conferees agree to the following amounts for the Military Personnel accounts as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
Active personnel:				
Army .....	21,002,051	20,908,851	20,822,051	20,841,687
Navy .....	16,613,053	16,560,253	16,532,153	16,570,754
Marine Corps .....	6,272,089	6,241,189	6,253,189	6,263,387
Air Force .....	17,311,683	17,201,583	17,205,660	17,211,987
Reserve personnel:				
Army .....	2,152,075	2,171,675	2,152,075	2,167,052
Navy .....	1,387,379	1,427,979	1,387,379	1,426,663
Marine Corps .....	401,888	403,513	401,888	406,616
Air Force .....	856,176	850,576	856,176	852,324
National Guard personnel:				
Army .....	3,404,595	3,413,195	3,499,595	3,489,987
Air Force .....	1,376,097	1,372,997	1,376,097	1,377,109
Total, Military Personnel .....	70,777,086	70,551,811	70,486,263	70,607,566

## PAY RAISE INCREASE

The conferees recommend an increase of \$202,455,000 to active and Guard and Reserve personnel accounts to provide for a 3.6 percent military pay raise, an increase of a half percent over the budget request of 3.1 percent.

## FORCE STRUCTURE CHANGES

The conferees recommend a total of \$106,200,000 in the Military Personnel and Operation and Maintenance accounts for restoration of force structure that was reduced in the budget request, as follows:

[Dollars in thousands]

	Milpers	O&M	Proc.	Total
Air Force B-52 aircraft .....	3,600	40,100	10,300	54,000
Army Reserve AGR's .....	15,000	.....	.....	15,000
Navy Reserve P-3 aircraft .....	2,600	7,600	.....	10,200
Army National Guard civilian technicians .....	.....	27,000	.....	27,000

#### PERSONNEL UNDEREXECUTION SAVINGS

The conferees recommend a total reduction of \$220,800,000 for active and reserve military personnel accounts due to lower than projected end strengths, and differences in the actual grade mix of officers and enlisted recommended in the budget request. The General Accounting Office estimates that the active duty components will have approximately 15,000 fewer personnel on board beginning in fiscal year 1999, and the Reserve components approximately 3,700 personnel. As a result, the fiscal year 1999 requirements are overstated.

#### REPLACEMENT MEDALS AND DECORATIONS

The conferees encourage the Secretary of Defense to take all actions necessary to eliminate the backlog of requests of former service members for replacement medals and decorations.

#### BACKLOG OF UNPAID RETIRED PAY

The conferees direct the Secretary of Defense to take all actions necessary to eliminate any backlog of unpaid retired pay for former service members, to include those retired from the Guard and Reserve. Not later than ninety days after enactment of this Act, the Secretary of Defense shall submit a report on the backlog of unpaid retired pay. The report shall include the actions taken to eliminate any backlog; the extent of any remaining backlog; and a description of any additional actions required to ensure that retired pay is paid in a timely manner.

#### ACTIVE END STRENGTH

[Fiscal year 1999]

	Budget	Conference	Conference vs. Budget
Army .....	480,000	480,000	.....
Navy .....	372,696	372,696	.....
Marine Corps .....	172,200	172,200	.....
Air Force .....	370,882	370,984	+102
Total, Active Personnel .....	1,395,778	1,395,880	+102

#### MILITARY PERSONNEL, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
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50 MILITARY PERSONNEL, ARMY  
100 ACTIVITY 1: PAY AND ALLOWANCES OF OFFICER:

[In thousands of dollars]

	Budget	House	Senate	Conference
150 BASIC PAY .....	3,439,898	3,439,898	3,439,898	3,439,898
200 RETIRED PAY ACCRUAL .....	1,038,849	1,038,849	1,038,849	1,038,849
350 BASIC ALLOWANCE FOR HOUSING .....	561,424	561,424	561,424	561,424
400 BASIC ALLOWANCE FOR SUBSISTENCE .....	147,905	147,905	147,905	147,905
450 INCENTIVE PAYS .....	64,469	64,469	64,469	64,469
500 SPECIAL PAYS .....	190,936	190,936	190,936	190,936
550 ALLOWANCES .....	102,643	102,643	102,643	102,643
600 SEPARATION PAY .....	142,731	142,731	142,731	142,731
650 SOCIAL SECURITY TAX .....	298,713	298,713	298,713	298,713
700 TOTAL, BUDGET ACTIVITY 1 .....	5,987,568	5,987,568	5,987,568	5,987,568
750 ACTIVITY 2: PAY AND ALLOWANCES OF ENLISTED PERSONNEL:				
800 BASIC PAY .....	7,437,252	7,437,252	7,437,252	7,437,252
850 RETIRED PAY ACCRUAL .....	2,246,050	2,246,050	2,246,050	2,246,050
1000 BASIC ALLOWANCE FOR HOUSING .....	1,171,828	1,171,828	1,171,828	1,171,828
1050 INCENTIVE PAYS .....	68,068	68,068	68,068	68,068
1100 SPECIAL PAYS .....	165,166	175,166	165,166	165,166
1150 ALLOWANCES .....	513,801	513,801	513,801	513,801
1200 SEPARATION PAY .....	325,993	325,993	325,993	325,993
1250 SOCIAL SECURITY TAX .....	635,065	635,065	635,065	635,065
1300 TOTAL, BUDGET ACTIVITY 2 .....	12,563,223	12,573,223	12,563,223	12,563,223
1350 ACTIVITY 3: PAY AND ALLOWANCES OF CADETS:				
1400 ACADEMY CADETS .....	39,084	39,084	39,084	39,084
1500 ACTIVITY 4: SUBSISTENCE OF ENLISTED PERSONNEL:				
1550 BASIC ALLOWANCE FOR SUBSISTENCE .....	774,529	774,529	774,529	774,529
1600 SUBSISTENCE-IN-KIND .....	366,887	366,887	366,887	366,887
1650 TOTAL, BUDGET ACTIVITY 4 .....	1,141,416	1,141,416	1,141,416	1,141,416
1700 ACTIVITY 5: PERMANENT CHANGE OF STATION TRAVEL:				
1750 ACCESSION TRAVEL .....	115,723	115,723	115,723	115,723
1800 TRAINING TRAVEL .....	49,249	49,249	49,249	49,249
1850 OPERATIONAL TRAVEL .....	143,258	143,258	143,258	143,258
1900 ROTATIONAL TRAVEL .....	575,172	575,172	575,172	575,172
1950 SEPARATION TRAVEL .....	161,505	161,505	161,505	161,505
2000 TRAVEL OF ORGANIZED UNITS .....	16,731	16,731	16,731	16,731
2050 NON-TEMPORARY STORAGE .....	25,271	25,271	25,271	25,271
2100 TEMPORARY LODGING EXPENSE .....	11,638	11,638	11,638	11,638
2200 TOTAL, BUDGET ACTIVITY 5 .....	1,098,547	1,098,547	1,098,547	1,098,547
2250 ACTIVITY 6: OTHER MILITARY PERSONNEL COSTS:				
2300 APPREHENSION OF MILITARY DESERTERS .....	780	780	780	780
2350 INTEREST ON UNIFORMED SERVICES SAVINGS .....	534	534	534	534
2400 DEATH GRATUITIES .....	1,962	1,962	1,962	1,962
2450 UNEMPLOYMENT BENEFITS .....	116,010	116,010	116,010	116,010
2500 SURVIVOR BENEFITS .....	7,740	7,740	7,740	7,740
2550 EDUCATION BENEFITS .....	76,807	76,807	76,807	76,807
2600 ADOPTION EXPENSES .....	380	380	380	380
2620 ADVANCE MILITARY PAY .....	161,000			
2700 TOTAL, BUDGET ACTIVITY 6 .....	365,213	204,213	204,213	204,213
2750 LESS REIMBURSABLES .....	-193,000	-193,000	-193,000	-193,000
2760 FOREIGN CURRENCY FLUCTUATION .....		-5,500	-7,000	
2770 PERSONNEL UNDEREXECUTION .....		-10,700	-12,000	-60,000
2780 MILITARY PAY SHORTFALL .....		74,000		
2790 PAY RAISE INCREASE .....				60,636



[In thousands of dollars]

	Budget	House	Senate	Conference
2800	21,002,051	20,908,851	20,822,051	20,841,687

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 6: Other Military Personnel Costs:				
2620	Advance Military Pay .....			- 161,000
Undistributed:				
2770	Personnel Underexecution .....			- 60,000
2790	Pay Raise Increase .....			60,636

## MILITARY PERSONNEL, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
2850	MILITARY PERSONNEL, NAVY			
2900	ACTIVITY 1: PAY AND ALLOWANCES OF OFFICER:			
2950	BASIC PAY .....	2,419,133	2,419,133	2,419,133
3000	RETIRED PAY ACCRUAL .....	730,578	730,578	730,578
3150	BASIC ALLOWANCE FOR HOUSING .....	516,471	516,471	516,471
3200	BASIC ALLOWANCE FOR SUBSISTENCE .....	102,537	102,537	102,537
3250	INCENTIVE PAYS .....	113,365	113,365	113,365
3330	SPECIAL PAYS .....	214,711	214,711	214,711
3350	ALLOWANCES .....	73,643	73,643	73,643
3400	SEPARATION PAY .....	71,505	71,505	71,505
3450	SOCIAL SECURITY TAX .....	205,083	205,083	205,083
3500	TOTAL, BUDGET ACTIVITY 1 .....	4,447,026	4,447,026	4,447,026
3550	ACTIVITY 2: PAY AND ALLOWANCES OF ENLISTED PERSONNEL:			
3600	BASIC PAY .....	5,975,635	5,975,635	5,975,635
3650	RETIRED PAY ACCRUAL .....	1,802,223	1,802,223	1,802,223
3800	BASIC ALLOWANCE FOR HOUSING .....	1,320,566	1,320,566	1,320,566
3850	INCENTIVE PAYS .....	88,091	88,091	88,091
3900	SPECIAL PAYS .....	487,881	497,281	487,881
3950	ALLOWANCE .....	435,031	435,031	435,031
4000	SEPARATION PAY .....	175,754	175,754	175,754
4050	SOCIAL SECURITY TAX .....	516,201	516,201	516,201
4100	TOTAL, BUDGET ACTIVITY 2 .....	10,801,382	10,810,782	10,801,382
4150	ACTIVITY 3: PAY AND ALLOWANCES OF MIDSHIPMEN:			
4200	MIDSHIPMEN .....	35,947	35,947	35,947
4300	ACTIVITY 4: SUBSISTENCE OF ENLISTED PERSONNEL:			
4350	BASIC ALLOWANCE FOR SUBSISTENCE .....	514,384	514,384	514,384
4440	SUBSISTENCE-IN-KIND .....	281,190	281,190	281,190
4450	TOTAL, BUDGET ACTIVITY 4 .....	795,574	795,574	795,574
4500	ACTIVITY 5: PERMANENT CHANGE OF STATION TRAVEL:			
4550	ACCESSION TRAVEL .....	45,760	45,760	45,760
4600	TRAINING TRAVEL .....	59,548	59,548	59,548
4650	OPERATIONAL TRAVEL .....	150,000	150,000	150,000
4700	ROTATIONAL TRAVEL .....	223,494	223,494	223,494
4750	SEPARATION TRAVEL .....	108,796	108,796	108,796

[In thousands of dollars]

	Budget	House	Senate	Conference
4800 TRAVEL OF ORGANIZED UNITS .....	16,840	16,840	16,840	16,840
4850 NON-TEMPORARY STORAGE .....	13,910	13,910	13,910	13,910
4900 TEMPORARY LODGING EXPENSE .....	5,751	5,751	5,751	5,751
4950 OTHER .....	4,638	4,638	4,638	4,638
5000 TOTAL, BUDGET ACTIVITY 5 .....	628,737	628,737	628,737	628,737
5050 ACTIVITY 6. OTHER MILITARY PERSONNEL COSTS:				
5100 APPREHENSION OF MILITARY DESERTERS .....	826	826	826	826
5150 INTEREST ON UNIFORMED SERVICES SAVINGS .....	40	40	40	40
5200 DEATH GRATUITIES .....	1,806	1,806	1,806	1,806
5250 UNEMPLOYMENT BENEFITS .....	62,922	62,922	62,922	62,922
5300 SURVIVOR BENEFITS .....	3,540	3,540	3,540	3,540
5350 EDUCATION BENEFITS .....	19,888	33,788	19,888	19,888
5400 ADOPTION EXPENSES .....	272	272	272	272
5450 ADVANCE MILITARY PAY .....	69,000			
5500 TOTAL, BUDGET ACTIVITY 6 .....	158,294	103,194	89,294	89,294
5550 LESS REIMBURSABLES .....	-253,907	-253,907	-253,907	-253,907
5570 FOREIGN CURRENCY FLUCTUATION .....		-9,100	-5,300	
5580 PERSONNEL UNDEREXECUTION .....		-8,000	-6,600	-25,000
5590 ACTIVE DUTY SPECIAL WORK .....		10,000		5,000
5595 PAY RAISE INCREASE .....				46,701
5600 TOTAL, MILITARY PERSONNEL, NAVY .....	16,613,053	16,560,253	16,532,153	16,570,754

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 6: Other Military Personnel Costs:	
5450 Advance Military Pay .....	-69,000
Undistributed:	
5580 Personnel Underexecution .....	-25,000
5590 Active Duty Special Work .....	5,000
5595 Pay Raise Increase .....	46,701

## MILITARY PERSONNEL, MARINE CORPS

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
5650 MILITARY PERSONNEL, MARINE CORPS				
5700 ACTIVITY 1: PAY AND ALLOWANCES OF OFFICER:				
5750 BASIC PAY .....	780,978	780,978	780,978	780,978
5800 RETIRED PAY ACCRUAL .....	235,855	235,855	235,855	235,855
5950 BASIC ALLOWANCE FOR HOUSING .....	132,455	132,455	132,455	132,455
6000 BASIC ALLOWANCE FOR SUBSISTENCE .....	33,795	33,795	33,795	33,795
6050 INCENTIVE PAYS .....	39,657	39,657	39,657	39,657
6100 SPECIAL PAYS .....	938	938	938	938
6150 ALLOWANCES .....	18,583	18,583	18,583	18,583
6200 SEPARATION PAY .....	15,288	15,288	15,288	15,288
6250 SOCIAL SECURITY TAX .....	65,947	65,947	65,947	65,947
6300 TOTAL, BUDGET ACTIVITY 1 .....	1,323,496	1,323,496	1,323,496	1,323,496
6350 ACTIVITY 2: PAY AND ALLOWANCES OF ENLISTED PERSONNEL:				

[In thousands of dollars]

	Budget	House	Senate	Conference
6400 BASIC PAY .....	2,638,628	2,638,628	2,638,628	2,638,628
6450 RETIRED PAY ACCRUAL .....	794,902	794,902	794,902	794,902
6600 BASIC ALLOWANCE FOR HOUSING .....	401,062	401,062	401,062	401,062
6650 INCENTIVE PAYS .....	8,376	8,376	13,376	8,376
6700 SPECIAL PAYS .....	56,918	59,918	56,918	56,918
6750 ALLOWANCES .....	148,132	148,132	148,132	148,132
6800 SEPARATION PAY .....	62,104	62,104	62,104	62,104
6850 SOCIAL SECURITY TAX .....	224,831	224,831	224,831	224,831
6900 TOTAL, BUDGET ACTIVITY 2 .....	4,334,953	4,337,953	4,339,953	4,334,953
6950 ACTIVITY 4: SUBSISTENCE OF ENLISTED PERSONNEL:				
7000 BASIC ALLOWANCE FOR SUBSISTENCE .....	228,436	228,436	228,436	228,436
7050 SUBSISTENCE-IN-KIND .....	134,007	134,007	134,007	134,007
7100 TOTAL, BUDGET ACTIVITY 4 .....	362,443	362,443	362,443	362,443
7150 ACTIVITY 5: PERMANENT CHANGE OF STATION TRAVEL:				
7200 ACCESSION TRAVEL .....	30,096	30,096	30,096	30,096
7250 TRAINING TRAVEL .....	5,071	5,071	5,071	5,071
7300 OPERATIONAL TRAVEL .....	52,995	52,995	52,995	52,995
7350 ROTATIONAL TRAVEL .....	87,581	87,581	87,581	87,581
7400 SEPARATION TRAVEL .....	42,012	42,014	42,014	42,014
7450 TRAVEL OF ORGANIZED UNITS .....	771	771	771	771
7500 NON-TEMPORARY STORAGE .....	4,726	4,726	4,726	4,726
7550 TEMPORARY LODGING EXPENSE .....	2,802	2,802	2,802	2,802
7600 OTHER .....	1,698	1,698	1,698	1,698
7650 TOTAL, BUDGET ACTIVITY 5 .....	227,754	227,754	227,754	227,754
7700 ACTIVITY 6: OTHER MILITARY PERSONNEL COSTS:				
7750 APPREHENSION OF MILITARY DESERTERS .....	927	927	927	927
7800 INTEREST ON UNIFORMED SERVICES SAVINGS .....	16	16	16	16
7850 DEATH GRATUITIES .....	990	990	990	990
7900 UNEMPLOYMENT BENEFITS .....	27,846	27,846	27,846	27,846
7950 SURVIVOR BENEFITS .....	1,614	1,614	1,614	1,614
8000 EDUCATION BENEFITS .....	6,039	11,939	11,039	6,039
8050 ADOPTION EXPENSES .....	47	47	47	47
8100 ADVANCE MILITARY PAY .....	18,000			
8150 TOTAL, BUDGET ACTIVITY 6 .....	55,479	43,379	42,479	37,479
8200 LESS REIMBURSABLES .....	-32,036	-32,036	-32,036	-32,036
8220 FOREIGN CURRENCY FLUCTUATION .....		-3,200	-2,000	
8230 PERSONNEL UNDEREXECUTION .....		-18,600	-8,900	-9,300
8240 PAY RAISE INCREASE .....				18,598
8250 TOTAL, MILITARY PERSONNEL, MARINE CORPS ....	6,272,089	6,241,189	6,253,189	6,263,387

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 6: Other Military Personnel Costs:	
8100 Advance Military Pay .....	-18,000
Undistributed:	
8230 Personnel Underexecution .....	-9,300
8240 Pay Raise Increase .....	18,598

## MILITARY PERSONNEL, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference	
8300	MILITARY PERSONNEL, AIR FORCE				
8350	ACTIVITY 1: PAY AND ALLOWANCES OF OFFICER:				
8400	BASIC PAY .....	3,346,985	3,346,985	3,346,985	3,346,985
8450	RETIRED PAY ACCRUAL .....	1,010,789	1,010,789	1,010,789	1,010,789
8600	BASIC ALLOWANCE FOR HOUSING .....	579,333	579,333	579,333	579,333
8650	BASIC ALLOWANCE FOR SUBSISTENCE .....	136,285	136,285	136,285	136,285
8700	INCENTIVE PAYS .....	208,497	208,497	208,497	208,497
8750	SPECIAL PAYS .....	188,576	188,576	188,576	188,576
8800	ALLOWANCES .....	92,782	92,782	92,782	92,782
8850	SEPARATION PAY .....	108,876	108,876	108,876	108,876
8900	SOCIAL SECURITY TAX .....	289,575	289,575	289,575	289,575
8950	TOTAL, BUDGET ACTIVITY 1 .....	5,961,698	5,961,698	5,961,698	5,961,698
9000	ACTIVITY 2: PAY AND ALLOWANCES OF ENLISTED PERSONNEL:				
9050	BASIC PAY .....	5,851,982	5,851,982	5,851,982	5,851,982
9100	RETIRED PAY ACCRUAL .....	1,767,299	1,767,299	1,767,299	1,767,299
9250	BASIC ALLOWANCE FOR HOUSING .....	1,008,454	1,008,454	1,008,454	1,008,454
9300	INCENTIVE PAYS .....	25,744	25,744	25,744	25,744
9350	SPECIAL PAYS .....	80,528	80,528	80,528	80,528
9400	ALLOWANCES .....	415,835	415,835	415,835	415,835
9450	SEPARATION PAY .....	66,262	66,262	66,262	66,262
9500	SOCIAL SECURITY TAX .....	508,263	508,263	508,263	508,263
9550	TOTAL, BUDGET ACTIVITY 2 .....	9,724,367	9,724,367	9,724,367	9,724,367
9600	ACTIVITY 3: PAY AND ALLOWANCES OF CADETS: ACADEMY CADETS:				
9650	ACADEMY CADETS .....	36,021	36,021	36,021	36,021
9750	ACTIVITY 4: SUBSISTENCE OF ENLISTED PERSONNEL:				
9800	BASIC ALLOWANCE FOR SUBSISTENCE .....	683,108	683,108	683,108	683,108
9850	SUBSISTENCE-IN-KIND .....	111,954	111,954	111,954	111,954
9900	TOTAL, BUDGET ACTIVITY 4 .....	795,062	795,062	795,062	795,062
9950	ACTIVITY 5: PERMANENT CHANGE OF STATION TRAVEL:				
10000	ACCESSION TRAVEL .....	54,193	54,193	54,193	54,193
10050	TRAINING TRAVEL .....	56,225	56,225	56,225	56,225
10100	OPERATIONAL TRAVEL .....	149,492	149,492	149,492	149,492
10150	ROTATIONAL TRAVEL .....	443,964	443,964	443,964	443,964
10200	SEPARATION TRAVEL .....	96,955	96,955	96,955	96,955
10250	TRAVEL OF ORGANIZED UNITS .....	27,455	27,455	27,455	27,455
10300	NON-TEMPORARY STORAGE .....	22,714	22,714	22,714	22,714
10350	TEMPORARY LODGING EXPENSE .....	38,417	38,417	38,417	38,417
10400	OTHER .....	2,531	2,531	2,531	2,531
10450	TOTAL, BUDGET ACTIVITY 5 .....	891,946	891,946	891,946	891,946
10500	ACTIVITY 6: OTHER MILITARY PERSONNEL COSTS:				
10550	APPREHENSION OF MILITARY DESERTERS .....	100	100	100	100
10600	INTEREST ON UNIFORMED SERVICES SAVINGS .....	575	575	575	575
10650	DEATH GRATUITIES .....	1,470	1,470	1,470	1,470
10700	UNEMPLOYMENT BENEFITS .....	41,623	37,623	41,623	37,623
10750	SURVIVOR BENEFITS .....	4,442	4,442	4,442	4,442
10800	EDUCATION BENEFITS .....	5,193	5,193	5,193	5,193
10850	ADOPTION EXPENSES .....	800	800	800	800
10900	ADVANCE MILITARY PAY .....	53,000			
10920	OTHER .....	550	550	550	550
10950	TOTAL, BUDGET ACTIVITY 6 .....	107,753	50,753	54,753	50,753
11000	LESS REIMBURSABLES .....	-205,164	-205,164	-205,164	-205,164

[In thousands of dollars]

	Budget	House	Senate	Conference
11010 FOREIGN CURRENCY FLUCTUATION .....		- 3,100	- 3,623	.....
11020 PERSONNEL UNDEREXECUTION .....		- 50,000	- 53,000	- 97,000
11030 B-52 FORCE STRUCTURE .....			3,600	3,600
11040 PAY RAISE INCREASE .....				50,704
11050 TOTAL, MILITARY PERSONNEL, AIR FORCE .....	17,311,683	17,201,583	17,205,660	17,211,987

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 6: Other Military Personnel Costs:		
10700 Unemployment Benefits .....		- 4,000
10900 Advance Military Pay .....		- 53,000
Undistributed:		
11020 Personnel Underexecution .....		- 97,000
11030 B-52 Force Structure .....		3,600
11040 Pay Raise Increase .....		50,704

## NATIONAL GUARD AND RESERVE FORCES

The conferees agree to provide \$9,719,751,000 in Reserve personnel appropriations, \$9,810,398,000 in Operation and maintenance appropriations and \$352,000,000 in National Guard and Reserve Equipment appropriations. These funds support a Selected Reserve strength of 877,290 as shown below.

## RESERVE END STRENGTH

[Fiscal year 1999]

	Budget	Conference	Conference vs. Budget
Selected Reserve:			
Army Reserve .....	208,000	208,000	.....
Navy Reserve .....	90,843	91,039	+196
Marine Corps Reserve .....	40,018	40,018	.....
Air Force Reserve .....	74,242	74,242	.....
Army National Guard .....	357,000	357,000	.....
Air National Guard .....	106,991	106,991	.....
Total .....	877,094	877,290	+196
AGR/TARS:			
Army Reserve .....	11,804	12,804	+1,000
Navy Reserve .....	15,590	15,618	+28
Marine Corps Reserve .....	2,362	2,362	.....
Air Force Reserve .....	991	991	.....
Army National Guard .....	21,763	21,763	.....
Air National Guard .....	10,930	10,930	.....
Total .....	63,440	64,468	+1,028
Technicians:			
Army Reserve .....	6,474	6,474	.....
Air Force Reserve .....	9,761	9,761	.....
Army National Guard .....	23,815	24,761	+946
Air National Guard .....	22,750	22,750	.....
Total .....	62,800	63,746	+946

## RESERVE PERSONNEL, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference	
11150	RESERVE PERSONNEL, ARMY				
11200	ACTIVITY 1: UNIT AND INDIVIDUAL TRAINING:				
11250	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48) .....	869,736	869,736	869,736	869,736
11300	PAY GROUP B TRAINING (BACKFILL FOR ACTIVE DUTY) .....	26,345	26,345	26,345	26,345
11350	PAY GROUP F TRAINING (RECRUITS) .....	140,498	140,498	140,498	140,498
11400	PAY GROUP P TRAINING (PIPELINE RECRUITS) .....	8,024	8,024	8,024	8,024
11500	TOTAL, BUDGET ACTIVITY 1 .....	1,044,603	1,044,603	1,044,603	1,044,603
11550	ACTIVITY 2: OTHER TRAINING AND SUPPORT:				
11600	MOBILIZATION TRAINING .....	7,330	7,330	7,330	7,330
11650	SCHOOL TRAINING .....	92,702	92,702	92,702	92,702
11700	SPECIAL TRAINING .....	101,455	101,455	101,455	101,455
11750	ADMINISTRATION AND SUPPORT .....	795,108	795,108	795,108	795,108
11800	EDUCATION BENEFITS .....	20,996	20,996	20,996	20,996
11850	ROTC—SENIOR, JUNIOR SCHOLARSHIP .....	57,547	57,547	57,547	57,547
11900	HEALTH PROFESSION SCHOLARSHIP PROGRAM .....	21,554	21,554	21,554	21,554
11950	OTHER PROGRAMS .....	10,780	10,780	10,780	10,780
12000	TOTAL, BUDGET ACTIVITY 2 .....	1,107,472	1,107,472	1,107,472	1,107,472
12010	PERSONNEL UNDEREXECUTION .....		- 5,400		- 5,400
12020	FULL TIME SUPPORT/AGR'S .....		25,000		15,000
12030	PAY RAISE INCREASE .....				5,377
12050	TOTAL RESERVE PERSONNEL, ARMY .....	2,152,075	2,171,675	2,152,075	2,167,052

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Undistributed:		
12010 Personnel Underexecution .....		- 5,400
12020 Full-time Support/AGR's .....		15,000
12030 Pay Raise Increase .....		5,377

## RESERVE PERSONNEL, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference	
12100	RESERVE PERSONNEL, NAVY				
12150	ACTIVITY 1: UNIT AND INDIVIDUAL TRAINING:				
12200	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48) .....	551,421	551,421	551,421	551,421
12350	TOTAL, BUDGET ACTIVITY 1 .....	551,421	551,421	551,421	551,421
12400	ACTIVITY 2: OTHER TRAINING AND SUPPORT:				
12450	MOBILIZATION TRAINING .....	3,028	3,028	3,028	3,028
12500	SCHOOL TRAINING .....	6,091	6,091	6,091	6,091
12550	SPECIAL TRAINING .....	21,741	21,741	21,741	21,741

[In thousands of dollars]

	Budget	House	Senate	Conference	
12600	ADMINISTRATION AND SUPPORT .....	757,567	757,567	757,567	757,567
12650	EDUCATION BENEFITS .....	3,983	3,983	3,983	3,983
12700	ROTC—SENIOR, JUNIOR, SCHOLARSHIP .....	21,175	21,175	21,175	21,175
12750	HEALTH PROFESSION SCHOLARSHIP PROGRAM .....	18,892	18,892	18,892	18,892
12800	OTHER PROGRAMS .....	3,481	3,481	3,481	3,481
12850	TOTAL, BUDGET ACTIVITY 2 .....	835,958	835,958	835,958	835,958
12870	PERSONNEL UNDEREXECUTION .....		- 5,000		- 5,000
12880	CONTRIBUTORY SUPPORT TO CINCS .....		10,000		5,000
12890	ANNUAL TRAINING .....		33,000		33,000
12891	P-3 SQUADRONS .....		2,600		2,600
12895	PAY RAISE INCREASE .....				3,684
12900	TOTAL, RESERVE PERSONNEL, NAVY .....	1,387,379	1,427,979	1,387,379	1,426,663

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Undistributed:				
12870	Personnel Underexecution .....			- 5,000
12880	Contributory Support to CINCS .....			5,000
12890	Annual Training .....			33,000
12891	P-3 Squadrons .....			2,600
12895	Pay Raise Increase .....			3,684

## RESERVE PERSONNEL, MARINE CORPS

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
12950	RESERVE PERSONNEL, MARINE CORPS			
13000	ACTIVITY 1: UNIT AND INDIVIDUAL TRAINING:			
13050	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48) .....	142,438	142,438	142,438
13100	PAY GROUP B TRAINING (BACKFILL FOR ACTIVE DUTY) .....	14,951	14,951	14,951
13150	PAY GROUP F TRAINING (RECRUITS) .....	57,276	57,276	57,276
13200	PAY GROUP P TRAINING (PIPELINE RECRUITS) .....	286	286	286
13300	TOTAL, BUDGET ACTIVITY 1 .....	214,951	214,951	214,951
13350	ACTIVITY 2: OTHER TRAINING AND SUPPORT:			
13400	MOBILIZATION TRAINING .....	1,933	1,933	1,933
13450	SCHOOL TRAINING .....	8,736	8,736	8,736
13500	SPECIAL TRAINING .....	23,417	23,417	23,417
13550	ADMINISTRATION AND SUPPORT .....	126,402	126,402	126,402
13600	EDUCATION BENEFITS .....	14,240	14,240	14,240
13650	ROTC—SENIOR, JUNIOR, SCHOLARSHIP .....	3,184	3,184	3,184
13700	OTHER PROGRAMS .....	9,025	9,025	9,025
13750	TOTAL, BUDGET ACTIVITY 2 .....	186,937	186,937	186,937
13760	PERSONNEL UNDEREXECUTION .....		- 2,000	
13770	INCREASED USE OF GUARD AND RESERVE .....		3,400	3,400
13780	JROTC .....		225	225
13790	PAY RAISE INCREASE .....			1,103

[In thousands of dollars]

	Budget	House	Senate	Conference
13800 TOTAL, RESERVE PERSONNEL, MARINE CORPS .....	401,888	403,513	401,888	406,616

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Undistributed:				
13770 Increased Use of Guard and Reserve .....				3,400
13780 JROTC Program .....				225
13790 Pay Raise Increase .....				1,103

## RESERVE PERSONNEL, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
13850 RESERVE PERSONNEL, AIR FORCE				
13900 ACTIVITY 1: UNIT AND INDIVIDUAL TRAINING:				
13950 PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48) .....	419,362	419,362	419,362	419,362
14000 PAY GROUP B TRAINING (BACKFILL FOR ACTIVE DUTY) .....	78,998	78,998	78,998	78,998
14050 PAY GROUP F TRAINING (RECRUITS) .....	4,452	4,452	4,452	4,452
14150 TOTAL, BUDGET ACTIVITY 1 .....	502,812	502,812	502,812	502,812
14200 ACTIVITY 2: OTHER TRAINING AND SUPPORT:				
14250 MOBILIZATION TRAINING .....	2,779	2,779	2,779	2,779
14300 SCHOOL TRAINING .....	62,254	62,254	62,254	62,254
14350 SPECIAL TRAINING .....	143,526	143,526	143,526	143,526
14400 ADMINISTRATION AND SUPPORT .....	85,601	85,601	85,601	85,601
14500 ROTC—SENIOR, JUNIOR, SCHOLARSHIP .....	34,922	34,922	34,922	34,922
14550 HEALTH PROFESSION SCHOLARSHIP .....	24,282	24,282	24,282	24,282
14600 TOTAL, BUDGET ACTIVITY 2 .....	353,364	353,364	353,364	353,364
14610 PERSONNEL UNDEREXECUTION .....		- 5,600		- 6,000
14620 PAY RAISE INCREASE .....				2,148
14650 TOTAL, RESERVE PERSONNEL, AIR FORCE .....	856,176	850,576	856,176	852,324

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Undistributed:				
14610 Personnel Underexecution .....				- 6,000
14620 Pay Raise Increase .....				2,148

## NATIONAL GUARD PERSONNEL, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:



[In thousands of dollars]

	Budget	House	Senate	Conference
14700	NATIONAL GUARD PERSONNEL, ARMY			
14750	ACTIVITY 1: UNIT AND INDIVIDUAL TRAINING:			
14800	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48) .....			
	1,650,385	1,650,385	1,650,385	1,650,385
14850	PAY GROUP F TRAINING (RECRUITS) .....			
	154,688	154,688	154,688	154,688
14900	PAY GROUP P TRAINING (PIPELINE RECRUITS) .....			
	12,867	12,867	12,867	12,867
15000	TOTAL, BUDGET ACTIVITY 1 .....			
	1,817,940	1,817,940	1,817,940	1,817,940
15050	ACTIVITY 2: OTHER TRAINING AND SUPPORT:			
15100	SCHOOL TRAINING .....			
	81,189	126,189	167,189	146,189
15150	SPECIAL TRAINING .....			
	28,845	58,845	28,845	49,845
15200	ADMINISTRATION AND SUPPORT .....			
	1,433,393	1,433,393	1,442,393	1,433,393
15250	EDUCATION BENEFITS .....			
	43,228	43,228	43,228	43,228
15350	TOTAL, BUDGET ACTIVITY 2 .....			
	1,586,655	1,661,655	1,681,655	1,672,655
15360	PERSONNEL UNDEREXECUTION .....			
		-66,400		-10,000
15370	PAY RAISE INCREASE .....			
				9,392
15400	TOTAL, NATIONAL GUARD PERSONNEL, ARMY .....			
	3,404,595	3,413,195	3,499,595	3,489,987

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 2: Other Training and Support:		
15100	School Training .....	65,000
15150	Special Training .....	21,000
Undistributed:		
15360	Personnel Underexecution .....	-10,000
15370	Pay Raise Increase .....	9,392

## NATIONAL GUARD PERSONNEL, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
15450	NATIONAL GUARD PERSONNEL, AIR FORCE			
15500	ACTIVITY 1: UNIT AND INDIVIDUAL TRAINING:			
15550	PAY GROUP A TRAINING (15 DAYS & DRILLS 24/48) .....			
	590,972	590,972	590,972	590,972
15600	PAY GROUP F TRAINING (RECRUITS) .....			
	22,395	22,395	22,395	22,395
15650	PAY GROUP P TRAINING (PIPELINE RECRUITS) .....			
	1,064	1,064	1,064	1,064
15750	TOTAL, BUDGET ACTIVITY 1 .....			
	614,431	614,431	614,431	614,431
15800	ACTIVITY 2: OTHER TRAINING AND SUPPORT:			
15850	SCHOOL TRAINING .....			
	95,105	95,105	95,105	95,105
15900	SPECIAL TRAINING .....			
	60,780	60,780	60,780	60,780
15950	ADMINISTRATION AND SUPPORT .....			
	598,634	598,634	598,634	598,634
16000	EDUCATION BENEFITS .....			
	7,147	7,147	7,147	7,147
16100	TOTAL, BUDGET ACTIVITY 2 .....			
	761,666	761,666	761,666	761,666
16120	PERSONNEL UNDEREXECUTION .....			
		-3,100		-3,100
16130	PAY RAISE INCREASE .....			
				4,112

[In thousands of dollars]

	Budget	House	Senate	Conference
16150 TOTAL, NATIONAL GUARD PERSONNEL, AIR FORCE .....	1,376,097	1,372,997	1,376,097	1,377,109

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Undistributed:				
16120 Personnel Underexecution .....				- 3,100
16130 Pay Raise Increase .....				4,112

## AIR NATIONAL GUARD ENGINEERS

The conferees direct the Secretary of the Air Force to report no later than March 1, 1999, on how Air National Guard and Air Force Reserve civil engineering personnel are utilized in the war plans. The report should have the concurrence or view of the Chief of the National Guard Bureau and the Chief of the Air Force Reserve.

## TITLE II—OPERATION AND MAINTENANCE

A summary of the conference agreement on the items addressed by either the House or Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
50000 RECAPITULATION				
50050 O & M, ARMY .....	17,223,063	16,936,503	17,212,463	17,185,623
50100 TRANSFER—STOCKPILE .....	(50,000)	(50,000)	(50,000)	(50,000)
50110 TRANSFER TO QUALITY OF LIFE ENHANCEMENTS .....			(- 130,000)	
50120 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			(- 96,000)	(- 96,000)
50150 O & M, NAVY .....	21,877,202	21,638,999	21,813,315	21,872,399
50200 TRANSFER—STOCKPILE .....	(50,000)	(50,000)	(50,000)	(50,000)
50210 TRANSFER TO QUALITY OF LIFE ENHANCEMENTS .....			(- 48,000)	
50220 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			(- 32,087)	(- 32,087)
50250 O & M, MARINE CORPS .....	2,523,703	2,585,118	2,576,190	2,578,718
50260 TRANSFER TO QUALITY OF LIFE ENHANCEMENTS .....			(- 36,000)	
50270 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			(- 9,513)	(- 9,513)
50300 O & M, AIR FORCE .....	19,127,004	19,024,233	19,064,941	19,021,045
50350 TRANSFER—STOCKPILE .....	(50,000)	(50,000)	(50,000)	(50,000)
50360 TRANSFER TO QUALITY OF LIFE ENHANCEMENT .....			(- 50,000)	
50370 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			(- 52,200)	(- 52,200)
50400 O & M, DEFENSEWIDE .....	10,750,601	10,804,542	10,259,231	10,914,076
50470 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....				(- 90,020)
50500 O & M, ARMY RESERVE .....	1,202,622	1,201,222	1,202,622	1,202,622
50550 O & M, NAVY RESERVE .....	928,639	949,039	928,639	957,239
50600 O & M, MARINE CORPS RESERVE .....	114,593	119,093	114,593	117,893
50650 O & M, AIR FORCE RESERVE .....	1,744,696	1,735,996	1,744,696	1,747,696
50700 O & M, ARMY NATIONAL GUARD .....	2,436,815	2,570,315	2,661,815	2,678,015
50750 O & M, AIR NATIONAL GUARD .....	3,093,933	3,075,233	3,113,933	3,106,933

[In thousands of dollars]

	Budget	House	Senate	Conference
50790 OVERSEAS CONTINGENCY OPERATIONS TRANSFER FUND .....	746,900	746,900	746,900	439,400
50797 PENTAGON RENOVATION TRANSFER FUND .....			279,820	
50798 TRANSFER .....				(279,820)
50800 UNITED STATES COURT OF APPEALS FOR THE ARMED FORCES .....	7,324	7,324	7,324	7,324
50850 ENVIRONMENTAL RESTORATION, ARMY .....	377,640	342,640	370,640	370,640
50900 ENVIRONMENTAL RESTORATION, NAVY .....	281,600	281,600	274,600	274,600
50950 ENVIRONMENTAL RESTORATION, AIR FORCE .....	379,100	379,100	372,100	372,100
51000 ENVIRONMENTAL RESTORATION, DEFENSE-WIDE .....	26,091	26,091	23,091	26,091
51050 ENVIRONMENTAL RESTORATION, FORMERLY USED DEFENSE SITES .....	195,000	195,000	225,000	225,000
51200 OVERSEAS HUMANITARIAN, DISASTER, AND CIVIC AID .....	63,311	56,111	50,000	50,000
51300 FORMER SOVIET UNION THREAT REDUCTION .....	442,400	417,400	440,400	440,400
51310 CONTINGENCY OPERATIONS MWR FUND .....			50,000	
51450 QUALITY OF LIFE ENHANCEMENTS, DEFENSE .....		850,000		455,000
51455 TRANSFER .....			(264,000)	
51600 GRAND TOTAL, O & M .....	83,542,237	83,942,459	83,532,313	84,042,814
51650 TRANSFERS .....	(150,000)	(150,000)	(- 129,820)	(150,000)
51700 TOTAL FUNDS AVAILABLE, O & M .....	83,692,237	84,092,459	83,402,493	84,192,814

## MILITARY READINESS

The conferees agree with the concerns delineated in Section 8160 of the Senate-passed fiscal year 1999 Defense Appropriations bill, and the concerns expressed in the report accompanying the House-passed fiscal year 1999 Defense Appropriations bill with regards to the indications of declining readiness within the Military Services.

Accordingly, the conferees direct the Secretary of Defense to submit a report to the congressional defense committees not later than June 1, 1999, on the readiness of the Armed Forces of the United States. The Secretary shall include in the report detailed information on each of the following issues: (1) An assessment of current force structure and its sufficiency to execute the National Security Strategy; (2) A service-by-service outline of the force structure expected to be committed to a major regional contingency as envisioned in the National Security Strategy; (3) A comparison of the force structure outlined in item (2) with the service-by-service order of battle in Desert Shield/Desert Storm as a representative recent major regional conflict; (4) An assessment of the force structure and projected defense appropriations increases necessary to execute the National Security Strategy of the United States assuming current projected ground force levels assigned to the peacekeeping mission in Bosnia are unchanged; (5) A discussion of the United States ground, naval and air force levels in Bosnia that can be sustained without impacting the ability of the Armed Forces to execute the National Security Strategy assuming no increase in force structure or defense appropriations during the period in which forces are assigned to Bosnia; and (6) A complete assessment of recent trends in the measured readiness of United States forces with a focus on current manning shortfalls, recent declines in avia-

tion mission capable rates, and below standard levels of ground forces training.

OPERATION AND MAINTENANCE REPROGRAMMINGS

The conferees agree that proposed transfers of funds between O-1 budget activities in excess of \$15,000,000 are subject to normal, prior approval reprogramming procedures. In addition, due to continuing concerns about force readiness and the diversion of Operation and Maintenance funds, the conferees agree that the Department should provide written notification to the congressional defense committees for the cumulative value of any and all transfers in excess of \$15,000,000 from the following budget activities and subactivity group categories:

*Operation and Maintenance, Army*

Land Forces: Divisions, Corps combat forces, Corps support forces, Echelon above corps forces, Land forces operations support; Land Forces Readiness: Land forces depot maintenance; Logistics operations: Ammunition management.

*Operation and Maintenance, Navy*

Air Operations: Mission and other flight operations, Fleet air training, Aircraft depot maintenance; Ship Operations: Mission and other ship operations, Ship operational support and training, Intermediate maintenance, Ship depot maintenance.

*Operation and Maintenance, Marine Corps*

Expeditionary Forces: Operational forces, depot maintenance.

*Operation and Maintenance, Air Force*

Air Operations: Primary combat forces, Primary combat weapons, Air operations training, Depot maintenance; Mobility Operations: Airlift operations, Depot maintenance, Payments to the transportation business area; Basic Skills and Advanced Training: Depot maintenance; Logistics Operations: Depot maintenance.

Further, the Department should follow prior approval reprogramming procedures for transfers in excess of \$15,000,000 out of the following budget subactivities.

*Operation and Maintenance, Army*

Depot maintenance

*Operation and Maintenance, Navy*

Aircraft depot maintenance,  
Ship depot maintenance

*Operation and Maintenance, Marine Corps*

Depot maintenance

*Operation and Maintenance, Air Force*

Air Operations, Depot maintenance,  
Mobility Operations, Depot maintenance,  
Basic Skills and Advanced Training, Depot maintenance, and  
Logistics Operations, Depot maintenance.

## OPERATION AND MAINTENANCE BUDGET EXECUTION DATA

The conferees support the position expressed in the House report accompanying the Defense Appropriations bill for fiscal year 1999 requiring the Department of Defense to provide the congressional defense committees with quarterly budget execution data. Such data should be provided not later than forty-five days past the close of each quarter of the fiscal year, and should be provided for each O-1 budget activity, activity group, and subactivity for each of the active, defense-wide, reserve and national guard components. For each O-1 budget activity, activity group and subactivity, these reports should include: the budget request and actual obligations; the DoD distribution of unallocated congressional adjustments to the budget request; all adjustments made by DoD during the process of rebaselining the O&M accounts; all adjustments resulting from below threshold reprogrammings; and all adjustments resulting from prior approval reprogramming requests.

In addition, the conferees require that the Department of Defense provide semiannual written notifications to the congressional defense committees which summarize Operation and Maintenance budget execution to include the effect of rebaselining procedures, other below threshold reprogrammings, and prior approval reprogrammings. The conferees further direct that the Department of Defense provide the House and Senate Committees on Appropriations written notification 30 days prior to executing procedures to rebaseline the Operation and Maintenance accounts.

## PENTAGON RENOVATION TRANSFER FUND

The conferees agree to Senate language which establishes the Pentagon Renovation Transfer Fund, totaling \$279,820,000 by transfer from the active component and Defense-Wide Operation and Maintenance accounts.

## DOD OUTSOURCING AND PRIVATIZATION INITIATIVES

The conferees are aware of large scale efforts by DoD to privatize many of its support and infrastructure functions in order to reduce costs and free up resources for readiness and modernization. For example, the Defense Reform Initiative projected that DoD could save \$6 billion from competing 150,000 civilian positions over the next five years. However, the conferees harbor significant concerns about DoD's privatization strategy, primarily due to the risk of building unrealistic savings estimates into the budget request. Specifically, these concerns include: (1) uncertainty as to the criteria used to select activities or functions as candidates for outsourcing; (2) the apparent lack of any method to validate savings assumed in DoD budget estimates; and, (3) the lack of any systems or methods to assess the impact of outsourcing on the readiness or combat power of DoD forces. Accordingly, the conferees direct that the Secretary of Defense submit a report, not later than March 31, 1999, which provides a detailed assessment of the results of DoD's privatization strategy to date. The report shall specify those functions or activities selected for outsourcing, and the criteria used to select these functions or activities. The report shall also detail the net savings achieved by outsourcing in fis-

cal years 1996–1998. This element of the report shall also include estimates of the number of contractor workyears compared to the number of civilian workyears required to perform functions which have been privatized.

#### LIGHTWEIGHT MAINTENANCE ENCLOSURES

The conferees direct that \$5,000,000 of the funds made available in Operation and Maintenance, Marine Corps be used only for the acquisition of lightweight maintenance enclosures.

#### COMPETITIVE BANKING PROCEDURES

It is the conferees' intent that the provision of banking services provided by any bank or credit union on military installations and at facilities in the United States shall include the broad range of services including at least all of the following: the receipt of money for deposit, check or draft cashing services, the origination of loans or other extensions of credit, the issuance of promissory notes, and the provision of electronic banking and automated teller machines. The conferees direct the Department of Defense to submit a report to the Committees on Appropriations by February 1, 1999, on the DoD and services policies and procedures for provision of banking services on the basis of full and open competition.

#### REPORT ON SECURITY IN THE TAIWAN STRAIT

On or before February 1, 1999, the Department of Defense shall provide to Congress a report, in both classified and unclassified form, detailing the security situation in the Taiwan Strait. Such report shall include an analysis of the military forces facing Taiwan from the People's Republic of China, evaluating recent additions to the offensive military capabilities of the People's Republic of China. It should also assess new challenges to the deterrent forces of the Republic of China on Taiwan, consistent with the commitments made by the United States in the Taiwan Relations Act, Public Law 96–8.

#### OPERATION AND MAINTENANCE, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference	
100	OPERATION AND MAINTENANCE, ARMY				
150	BUDGET ACTIVITY 1: OPERATING FORCES:				
200	LAND FORCES:				
250	DIVISIONS .....	1,091,232	1,152,432	1,098,732	1,172,932
300	CORPS COMBAT FORCES .....	299,739	299,739	299,739	299,739
350	CORPS SUPPORT FORCES .....	316,361	316,361	316,361	316,361
400	ECHELON ABOVE CORPS FORCES .....	434,579	434,579	434,579	434,579
450	LAND FORCES OPERATIONS SUPPORT	824,557	824,557	824,557	824,557
500	LAND FORCES READINESS:				
550	FORCE READINESS OPERATIONS SUP- PORT .....	973,814	973,814	974,814	974,814
600	LAND FORCES SYSTEMS READINESS	375,038	375,038	375,038	375,038
650	LAND FORCES DEPOT MAINTENANCE	570,723	620,723	570,723	590,723
700	LAND FORCES READINESS SUPPORT:				
750	BASE SUPPORT .....	2,332,231	2,549,179	2,332,231	2,334,231

[In thousands of dollars]

	Budget	House	Senate	Conference
800 MAINTENANCE OF REAL PROPERTY ...	641,651	641,651	641,651	641,651
850 MANAGEMENT AND OPERATIONAL HEADQUARTERS .....	110,538	110,538	110,538	110,538
900 UNIFIED COMMANDS .....	71,990	71,990	71,990	71,990
950 MISCELLANEOUS ACTIVITIES .....	63,478	63,478	63,478	63,478
1045 TOTAL, BUDGET ACTIVITY 1 .....	8,105,931	8,434,079	8,114,431	8,210,631
1050 BUDGET ACTIVITY 2: MOBILIZATION:				
1100 MOBILITY OPERATIONS:				
1200 STRATEGIC MOBILIZATION .....	314,541	314,541	314,541	314,541
1250 ARMY PREPOSITIONED STOCKS .....	165,349	165,349	165,349	165,349
1300 INDUSTRIAL PREPAREDNESS .....	78,645	58,845	78,645	58,845
1325 MAINTENANCE OF REAL PROPERTY ...	66,100	66,100	66,100	66,100
1350 TOTAL, BUDGET ACTIVITY 2 .....	624,635	604,835	624,635	604,835
1400 BUDGET ACTIVITY 3: TRAINING AND RECRUITING:				
1450 ACCESSION TRAINING:				
1500 OFFICER ACQUISITION .....	63,580	63,580	62,180	62,180
1550 RECRUIT TRAINING .....	14,264	14,264	14,264	14,264
1600 ONE STATION UNIT TRAINING .....	14,909	14,909	14,909	14,909
1650 RESERVE OFFICER TRAINING CORPS (ROTC) .....	130,270	130,270	131,270	131,270
1700 BASE SUPPORT (ACADEMY ONLY) .....	72,999	78,631	72,999	72,999
1750 MAINTENANCE OF REAL PROPERTY (ACADEMY ONLY) .....	42,979	42,979	42,979	42,979
1800 BASIC SKILL/ADVANCE TRAINING:				
1850 SPECIALIZED SKILL TRAINING .....	215,964	215,964	215,964	215,964
1900 FLIGHT TRAINING .....	226,501	226,501	226,501	226,501
1950 PROFESSIONAL DEVELOPMENT EDUCATION .....	192,720	88,920	185,020	77,020
2000 TRAINING SUPPORT .....	488,799	488,799	488,799	488,799
2050 BASE SUPPORT (OTHER TRAINING) ...	782,265	842,622	782,265	782,265
2100 MAINTENANCE OF REAL PROPERTY (OTHER TRAINING) .....	258,927	258,927	258,927	258,927
2150 RECRUITING/OTHER TRAINING:				
2200 RECRUITING AND ADVERTISING .....	234,154	234,154	234,154	234,154
2250 EXAMINING .....	71,593	71,593	71,593	71,593
2300 OFF-DUTY AND VOLUNTARY EDUCATION .....	100,203	101,203	100,203	100,203
2350 CIVILIAN EDUCATION AND TRAINING	73,517	73,517	73,517	73,517
2400 JUNIOR ROTC .....	73,423	73,423	73,423	73,423
2450 BASE SUPPORT (RECRUITING LEASES) .....	178,496	178,496	178,496	178,496
2500 TOTAL, BUDGET ACTIVITY 3 .....	3,235,563	3,198,752	3,227,463	3,119,463
2550 BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:				
2600 SECURITY PROGRAMS:				
2650 SECURITY PROGRAMS .....	404,340	404,340	404,340	404,340
2700 LOGISTICS OPERATIONS:				
2750 SERVICEWIDE TRANSPORTATION .....	398,473	398,473	398,473	398,473
2800 CENTRAL SUPPLY ACTIVITIES .....	370,824	370,824	370,824	370,824
2850 LOGISTIC SUPPORT ACTIVITIES .....	336,403	342,403	336,403	342,403
2900 AMMUNITION MANAGEMENT .....	400,299	400,299	400,299	400,299
2950 SERVICEWIDE SUPPORT:				
3000 ADMINISTRATION .....	304,679	305,679	305,679	306,679
3050 SERVICEWIDE COMMUNICATIONS .....	606,379	566,379	606,379	606,379
3100 MANPOWER MANAGEMENT .....	142,081	142,081	142,081	142,081
3150 OTHER PERSONNEL SUPPORT .....	150,483	150,483	150,483	150,483
3200 OTHER SERVICE SUPPORT .....	618,384	618,384	525,384	621,384

[In thousands of dollars]

	Budget	House	Senate	Conference
3250 ARMY CLAIMS ACTIVITIES .....	118,886	118,886	118,886	118,886
3300 REAL ESTATE MANAGEMENT .....	68,815	68,815	68,815	68,815
3350 BASE SUPPORT .....	700,689	754,752	700,689	708,689
3375 COMMISSARY OPERATIONS .....	338,400	338,400	338,400	338,400
3400 MAINTENANCE OF REAL PROPERTY ...	82,578	82,578	88,078	88,078
3550 SUPPORT OF OTHER NATIONS:				
3600 INTERNATIONAL MILITARY HEAD- QUARTERS .....	227,377	227,377	227,377	227,377
3650 MISC SUPPORT OF OTHER NATIONS ..	37,844	34,144	37,844	34,314
3700 TOTAL, BUDGET ACTIVITY 4 .....	5,306,934	5,324,297	5,220,434	5,327,904
3710 CLASSIFIED PROGRAMS UNDISTRIBUTED ...		4,500	-2,200	3,750
3715 CIVILIAN PERSONNEL UNDERSTRENGTH .....		-164,000	-120,000	-62,700
3720 GENERAL REDUCTION, NATIONAL DEFENSE STOCKPILE FUND .....	-50,000	-50,000	-50,000	-50,000
3730 FOREIGN CURRENCY FLUCTUATION .....		-139,700	-81,300	
3775 BASE SUPPORT .....			185,000	204,000
3790 TDY EXPENSES .....		-31,600		-31,600
3835 MEMORIAL EVENTS .....		400		400
3845 HEADQUARTERS AND ADMIN ACTIVITIES ....		-38,500		
3855 RENTS .....		-7,000		-7,000
3865 COMMUNICATIONS PURCHASES .....		-4,400		-4,400
3875 FUEL REPRICING .....		-22,300	-36,000	
3885 CONTRACT AND ADVISORY SERVICES .....		-40,200		
3895 MISC EQUIPMENT .....		-20,000		-15,000
3905 CRIMINAL INVESTIGATORS COMPUTERS & TRAINING EFFICIENCY .....		-18,000		-18,000
3925 ADP LEGACY SYSTEM EFFICIENCIES .....		-96,660		-96,660
3935 REAL PROPERTY MAINTENANCE .....			130,000	
4050 CONSEQUENCE MANAGEMENT .....		2,000		
4100 TOTAL, OPERATION AND MAINTENANCE, ARMY .....	17,223,063	16,936,503	17,212,463	17,185,623
4150 TRANSFER .....	(50,000)	(50,000)	(50,000)	(50,000)
4160 TRANSFER TO QUALITY OF LIFE ENHANCE- MENTS .....			(-130,000)	
4170 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			(-96,000)	(-96,000)
4200 TOTAL FUNDING AVAILABLE .....	(17,273,063)	(16,986,503)	(17,036,463)	(17,139,623)

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 1: Operating Forces:		
250 Readiness Training-National Training Center (NTC) .....		60,200
250 Soldier life support systems .....		18,000
250 Cold weather boots; 2ID .....		2,000
250 Parachute maintenance and repair .....		1,000
250 Ultra lightweight camouflage net system .....		500
550 Fort Chaffee Training Center .....		1,000
650 Depot Maintenance .....		20,000
750 Ft Irwin, George AFB .....		2,000
Budget Activity 2: Mobilization:		
1300 Industrial Preparedness .....		-19,800
Budget Activity 3: Training and Recruiting:		
1500 Service academies; foreign students .....		-1,400
1650 Air Battle Captain Program .....		1,000
1950 Foreign military students; Fort Leavenworth .....		800
1950 National Defense University consolidation .....		-8,500
1950 Defense Acquisition University .....		-108,000



Budget Activity 4: Administration and Servicewide Activities:

2850 Supercomputing Work .....	6,000
3000 Advanced local emergency response team .....	1,000
3000 Lewis & Clark .....	1,000
3200 Army conservation and ecosystem management .....	3,000
3350 UC-35A Basing and Sustainment .....	8,000
3400 Rock Island bridge repairs .....	5,500
3650 Program increase .....	170
3650 Misc Support to Other Nations .....	-3,700
Undistributed:	
3710 Classified Programs Undistributed .....	3,750
3715 Civilian Personnel Underexecution .....	-62,700
3775 Base support shortfalls .....	204,000
3790 Temporary Duty Travel .....	-31,600
3835 Memorial Events .....	400
3855 Rents .....	-7,000
3865 Communications Purchases .....	-4,400
3895 Miscellaneous Equipment .....	-15,000
3905 Criminal Investigators Computers & Training .....	-18,000
3925 ADP Legacy System efficiencies .....	-96,660

DOMESTIC PREPAREDNESS SUSTAINMENT TRAINING

The conferees direct that of the funds provided in Operation and Maintenance, Army, \$1,500,000 be used only to commence establishment of a Domestic Preparedness Sustainment Training Center at Pine Bluff Arsenal, as recommended in Senate Report 105-200.

ARMY ARSENALS

The conferees are concerned about the effect of DoD's outsourcing and privatization initiatives on certain critical defense functions. Accordingly, the conferees direct that the Army provide 90 days prior notice to the congressional defense committees before awarding any new contracts pursuant to A-76 related studies at Pine Bluff Arsenal, Pine Bluff, Arkansas; Rock Island Arsenal, Rock Island, Illinois; or Watervliet Arsenal, Watervliet, New York.

ROTARY WING AIRCRAFT SUSTAINMENT PROJECT

The conferees direct that \$3,500,000 shall be used for the rotary wing aircraft sustainment project at the Corpus Christi Army Depot, from within the funds provided in Operation and Maintenance, Army.

ARMY INSTITUTE FOR PROFESSIONAL DEVELOPMENT

The conferees agree that of the funds provided for Operation and Maintenance, Army, \$1,000,000 should be used only for the Army Institute for Professional Development.

OPERATION AND MAINTENANCE, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows:

(In thousands of dollars)

	Budget	House	Senate	Conference
4250 OPERATION AND MAINTENANCE, NAVY				
4300 BUDGET ACTIVITY 1: OPERATING FORCES:				
4350 AIR OPERATIONS:				

[In thousands of dollars]

	Budget	House	Senate	Conference
4400 MISSION AND OTHER FLIGHT OPERATIONS .....	2,089,630	2,134,630	2,142,130	2,098,630
4450 FLEET AIR TRAINING .....	751,533	751,533	751,533	751,533
4500 INTERMEDIATE MAINTENANCE .....	46,925	46,925	46,925	46,925
4550 AIR OPERATIONS AND SAFETY SUPPORT .....	88,459	88,459	88,459	88,459
4600 AIRCRAFT DEPOT MAINTENANCE .....	735,731	810,731	735,731	735,731
4650 AIRCRAFT DEPOT OPERATIONS SUPPORT .....	20,249	20,249	20,249	20,249
4700 BASE SUPPORT .....	772,678	772,678	772,678	772,678
4750 MAINTENANCE OF REAL PROPERTY ...	283,600	283,600	283,600	283,600
5800 SHIP OPERATIONS:				
5850 MISSION AND OTHER SHIP OPERATIONS .....	1,987,873	1,987,873	1,987,873	1,987,873
4900 SHIP OPERATIONAL SUPPORT AND TRAINING .....	541,069	541,069	541,069	541,069
4950 INTERMEDIATE MAINTENANCE .....	388,408	388,408	388,408	388,408
5000 SHIP DEPOT MAINTENANCE .....	1,947,424	2,037,424	1,977,424	1,977,424
5050 SHIP DEPOT OPERATIONS SUPPORT ..	1,147,209	1,147,209	1,147,209	1,147,209
5100 BASE SUPPORT .....	832,789	832,789	832,789	832,789
5150 MAINTENANCE OF REAL PROPERTY ...	248,601	248,601	248,601	248,601
5200 COMBAT OPERATIONS/SUPPORT:				
5250 COMBAT COMMUNICATIONS .....	234,450	234,450	234,450	234,450
5300 ELECTRONIC WARFARE .....	7,734	7,734	7,734	7,734
5350 SPACE SYSTEMS AND SURVEILLANCE	138,271	138,271	138,271	138,271
5400 WARFARE TACTICS .....	134,014	134,014	140,014	140,014
5450 OPERATIONAL METEOROLOGY AND OCEANOGRAPHY .....	228,159	228,159	242,659	242,659
5500 COMBAT SUPPORT FORCES .....	444,072	444,072	444,072	444,072
5550 EQUIPMENT MAINTENANCE .....	170,937	171,937	170,937	171,937
5600 DEPOT OPERATIONS SUPPORT .....	694	694	694	694
5650 BASE SUPPORT .....	312,259	312,259	312,259	312,259
5700 MAINTENANCE OF REAL PROPERTY ...	52,603	52,603	52,603	52,603
5750 WEAPONS SUPPORT:				
5800 CRUISE MISSILE .....	121,192	116,292	121,192	116,292
5850 FLEET BALLISTIC MISSILE .....	812,041	812,041	812,041	812,041
5900 IN-SERVICE WEAPONS SYSTEMS SUPPORT .....	61,598	61,598	61,598	61,598
5950 WEAPONS MAINTENANCE .....	389,469	394,469	419,469	419,469
6000 BASE SUPPORT .....	119,868	119,868	119,868	119,868
6050 MAINTENANCE OF REAL PROPERTY ...	31,675	31,675	31,675	31,675
6100 WORKING CAPITAL FUND SUPPORT:				
6150 NWC SUPPORT .....	43,300	43,300	43,300	43,300
6200 TOTAL, BUDGET ACTIVITY 1 .....	15,184,514	15,395,614	15,317,514	15,270,114
6250 BUDGET ACTIVITY 2: MOBILIZATION:				
6300 READY RESERVE AND PREPOSITIONING FORCES:				
6350 SHIP PREPOSITIONING AND SURGE ...	428,775	428,775	434,775	432,775
6400 ACTIVATIONS/INACTIVATIONS:				
6450 AIRCRAFT ACTIVATIONS/INACTIVATIONS .....	651	651	8,151	8,151
6500 SHIP ACTIVATIONS/INACTIVATIONS .....	511,976	511,976	511,976	511,976
6550 MOBILIZATION PREPAREDNESS:				
6600 FLEET HOSPITAL PROGRAM .....	23,496	23,496	23,496	23,496
6650 INDUSTRIAL READINESS .....	16,166	14,466	16,166	14,466
6700 COAST GUARD SUPPORT .....	17,229	17,229	17,229	17,229
6750 TOTAL, BUDGET ACTIVITY 2 .....	998,293	996,593	1,011,793	1,008,093
6800 BUDGET ACTIVITY 3: TRAINING AND RECRUITING:				
6850 ACCESSION TRAINING:				

[In thousands of dollars]

	Budget	House	Senate	Conference
6900 OFFICER ACQUISITION .....	75,643	75,643	74,243	74,243
6950 RECRUIT TRAINING .....	4,556	4,556	4,556	4,556
7000 RESERVE OFFICERS TRAINING CORPS (ROTC) .....	69,087	69,087	69,087	69,087
7050 BASE SUPPORT .....	57,036	57,036	57,036	57,036
7100 MAINTENANCE OF REAL PROPERTY ...	81,371	81,371	81,371	81,371
7150 BASIC SKILLS AND ADVANCED TRAINING:				
7200 SPECIALIZED SKILL TRAINING .....	237,916	237,916	237,916	237,916
7250 FLIGHT TRAINING .....	315,874	315,874	315,874	315,874
7300 PROFESSIONAL DEVELOPMENT EDU- CATION .....	71,780	71,780	73,280	73,280
7350 TRAINING SUPPORT .....	138,319	145,319	138,319	145,319
7400 BASE SUPPORT .....	331,607	331,607	331,607	331,607
7450 MAINTENANCE OF REAL PROPERTY ...	92,400	92,400	92,400	92,400
7500 RECRUITING, AND OTHER TRAINING AND EDUCATION:				
7550 RECRUITING AND ADVERTISING .....	130,415	151,215	130,415	130,415
7600 OFF-DUTY AND VOLUNTARY EDU- CATION .....	74,669	74,669	74,669	74,669
7650 CIVILIAN EDUCATION AND TRAINING	37,425	37,425	37,425	37,425
7700 JUNIOR ROTC .....	22,830	22,830	22,830	22,830
7750 BASE SUPPORT .....	451	451	451	451
7800 MAINTENANCE OF REAL PROPERTY ...	61	61	61	61
7850 TOTAL, BUDGET ACTIVITY 3 .....	1,741,440	1,769,240	1,743,540	1,748,540
7900 BUDGET ACTIVITY 4: ADMIN. & SERVICEWIDE ACTIVITIES:				
7950 SERVICEWIDE SUPPORT:				
8000 ADMINISTRATION .....	565,193	565,193	533,106	565,193
8050 EXTERNAL RELATIONS .....	21,456	21,456	21,456	21,456
8100 CIVILIAN MANPOWER AND PERSON MANAGEMENT .....	140,247	103,847	140,247	122,247
8150 MILITARY MANPOWER AND PERSON MANAGEMENT .....	125,125	125,125	125,125	125,125
8200 OTHER PERSONNEL SUPPORT .....	201,014	201,014	201,014	201,014
8250 SERVICEWIDE COMMUNICATIONS .....	244,766	244,766	244,766	244,766
8300 BASE SUPPORT .....	228,046	228,046	228,046	228,046
8400 MAINTENANCE OF REAL PROPERTY ...	44,827	44,827	44,827	44,827
8425 COMMISSARY OPERATIONS .....	255,000	255,000	255,000	255,000
8450 LOGISTICS OPERATIONS AND TECHNICAL SUPPORT:				
8500 SERVICEWIDE TRANSPORTATION .....	144,245	144,245	144,245	144,245
8550 PLANNING, ENGINEERING AND DE- SIGN .....	262,615	262,615	262,615	262,615
8600 ACQUISITION AND PROGRAM MAN- AGEMENT .....	473,159	475,659	473,159	475,659
8650 AIR SYSTEMS SUPPORT .....	280,437	280,437	280,437	280,437
8700 HULL, MECHANICAL AND ELECTRICAL SUPPORT .....	55,467	55,467	55,467	55,467
8750 COMBAT/WEAPONS SYSTEMS .....	41,700	41,700	41,700	41,700
8800 SPACE AND ELECTRONIC WARFARE SYSTEMS .....	72,178	72,178	72,178	72,178
8850 BASE SUPPORT .....	219,826	220,176	219,826	220,176
8900 MAINTENANCE OF REAL PROPERTY ...	40,722	40,722	55,722	55,722
8950 SECURITY PROGRAMS:				
9000 SECURITY PROGRAMS .....	568,257	568,257	568,257	568,257
9050 BASE SUPPORT .....	8,814	8,814	8,814	8,814
9100 MAINTENANCE OF REAL PROPERTY ...	1,426	1,426	1,426	1,426
9150 SUPPORT OF OTHER NATIONS:				
9200 INTERNATIONAL HEADQUARTERS AND AGENCIES .....	8,435	8,435	8,435	8,435
9350 TOTAL, BUDGET ACTIVITY 4 .....	4,002,955	3,969,405	3,987,868	4,003,805

[In thousands of dollars]

	Budget	House	Senate	Conference
9360 CLASSIFIED PROGRAMS UNDISTRIBUTED ...		17,367	500	17,867
9370 GENERAL REDUCTION, NATIONAL DEFENSE STOCKPILE FUND .....	- 50,000	- 50,000	- 50,000	- 50,000
9380 FOREIGN CURRENCY FLUCTUATION .....		- 15,900	- 7,900	
9390 CIVILIAN PERSONNEL UNDERSTRENGTH .....		- 95,000	- 106,000	- 14,300
9395 BASE SUPPORT .....			35,000	39,000
9425 REAL PROPERTY MAINTENANCE .....			48,000	
9430 TDY EXPENSES .....		- 22,900		- 22,900
9460 HEADQUARTERS AND ADMIN ACTIVITIES .....		- 32,900		
9470 EXCESS CARRY OVER (NCCOSC) .....		- 52,000		- 26,000
9480 FUEL REPRICING .....		- 108,700	- 167,000	
9490 FEDERAL EXCISE/STATE TAXES FOR FUELS .....		- 3,000		- 3,000
9500 CONTRACT AND ADVISORY SERVICES .....		- 31,000		
9510 MISC EQUIPMENT .....		- 15,000		- 15,000
9520 ADP LEGACY SYSTEMS EFFICIENCIES .....		- 87,820		- 87,820
9540 NAVY ENVIRONMENTAL LEADERSHIP PRO- GRAM .....		4,000		3,000
9590 EXECUTIVE EDUCATION DEMONSTRATION PROJECT .....		1,000		1,000
9750 TOTAL, OPERATION AND MAINTENANCE, NAVY .....	21,877,202	21,638,999	21,813,315	21,872,399
9800 TRANSFER .....	(50,000)	(50,000)	(50,000)	(50,000)
9810 TRANSFER TO QUALITY OF LIFE ENHANCE- MENTS .....			(- 48,000)	
9820 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			(- 32,087)	(- 32,087)
9850 TOTAL FUNDING AVAILABLE .....	(21,927,202)	(21,688,999)	(21,783,228)	(21,890,312)

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 1: Operating Forces:		
4400 ALQ-165 maintenance and repair .....		9,000
5000 Ship depot maintenance .....		16,000
5000 Shipyard Apprentice Program .....		14,000
5400 PMRF .....		6,000
5450 National Oceanography Partnering Program .....		7,500
5450 Navy Meteorology and Oceanography Command .....		7,000
5550 Reverse Osmosis Desalinators .....		1,000
5800 Tactical Tomahawk .....		- 4,900
5950 Tomahawk recertification .....		15,000
5950 Mk-45 overhaul line .....		10,000
5950 CIWS overhaul .....		5,000
Budget Activity 2: Mobilization:		
6350 Dredging support inactive Reserve fleet .....		4,000
6450 Ship disposal initiative .....		7,500
6650 Industrial Preparedness .....		- 1,700
Budget Activity 3: Training and Recruiting:		
6900 Service academies; foreign students .....		- 1,400
7300 Experimental MBA Program .....		1,500
7350 Interactive Distance Learning Courses—Electricity & Electronics .....		4,000
7350 CNET .....		3,000
Budget Activity 4: Administration and Servicewide Activities:		
8100 Personnel Management program growth .....		- 18,000
8250 NISE-East .....		1,000
8600 ATIS .....		2,500
8850 Removal of Docks at Sound Lab .....		350
8900 Adak facilities remediation and disposal .....		15,000

Undistributed:

9360 Classified Programs Undistributed .....	17,867
9390 Civilian Personnel Underexecution .....	- 14,300
9395 Base support shortfalls .....	39,000
9430 Temporary Duty Travel .....	- 22,900
9470 Excess Carryover (NCCOSC) .....	- 26,000
9490 Federal Excise/State Sales Tax for fuels .....	- 3,000
9510 Miscellaneous Equipment .....	- 15,000
9520 ADP Legacy System efficiencies .....	- 87,820
9540 Navy Environmental Leadership Program (East Coast) ...	3,000
9590 Executive Education Demonstration Project .....	1,000

SHIP DISPOSAL INITIATIVE

The conferees concur with the Senate allocation of \$7,500,000 for a ship disposal initiative. This program is not related to Section 8124 of this Act regarding ship scrapping.

NAS LEMOORE QUALITY OF LIFE PROJECTS

The conferees agree that the Navy must place priority on constructing and upgrading quality of life facilities at Naval Air Station Lemoore. The lack of adequate support facilities at this location is having an adverse impact on F/A-18 pilot retention rates. The conferees direct the Secretary of the Navy to review the five-year plan for quality of life projects at this location and take appropriate actions to add new projects to the plan and to accelerate implementation of all quality of life projects at this location.

OPERATION AND MAINTENANCE, MARINE CORPS

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
9900 OPERATION AND MAINTENANCE, MARINE CORPS				
9950 BUDGET ACTIVITY 1: OPERATING FORCES:				
10000 EXPEDITIONARY FORCES:				
10050 OPERATIONAL FORCES .....	375,531	400,531	389,831	389,831
10100 FIELD LOGISTICS .....	221,693	221,693	221,693	221,693
10150 DEPOT MAINTENANCE .....	78,713	99,413	78,713	99,413
10200 BASE SUPPORT .....	692,716	701,539	692,716	692,716
10250 MAINTENANCE OF REAL PROPERTY	292,216	292,216	292,216	292,216
10300 USMC PREPOSITIONING:				
10350 MARITIME PREPOSITIONING .....	81,325	81,325	81,325	81,325
10400 NORWAY PREPOSITIONING .....	4,328	4,328	4,328	4,328
10450 TOTAL, BUDGET ACTIVITY 1 .....	1,746,522	1,801,045	1,760,822	1,781,522
10500 BUDGET ACTIVITY 3: TRAINING AND RECRUITING:				
10550 ACCESSION TRAINING:				
10600 RECRUIT TRAINING .....	10,202	10,202	10,202	10,202
10650 OFFICER ACQUISITION .....	289	289	289	289
10700 BASE SUPPORT .....	53,526	54,208	53,526	53,526
10750 MAINTENANCE OF REAL PROPERTY	17,292	17,292	17,292	17,292
10800 BASIC SKILLS AND ADVANCED TRAINING:				
10850 SPECIALIZED SKILLS TRAINING .....	28,269	28,269	28,269	28,269
10900 FLIGHT TRAINING .....	161	161	161	161
10950 PROFESSIONAL DEVELOPMENT EDUCATION .....	6,478	6,478	6,478	6,478

[In thousands of dollars]

	Budget	House	Senate	Conference
11000 TRAINING SUPPORT .....	81,338	81,338	88,338	87,338
11050 BASE SUPPORT .....	55,771	56,481	55,771	55,771
11100 MAINTENANCE OF REAL PROPERTY	24,009	24,009	24,009	24,009
11150 RECRUITING AND OTHER TRAINING				
EDUCATION:				
11200 RECRUITING AND ADVERTISING .....	80,798	92,798	80,798	80,798
11250 OFF-DUTY AND VOLUNTARY EDU-				
CATION .....	15,016	15,016	15,016	15,016
11300 JUNIOR ROTC .....	9,201	10,616	9,201	10,616
11350 BASE SUPPORT .....	8,496	8,496	8,496	8,496
11400 MAINTENANCE OF REAL PROPERTY	2,440	2,440	2,440	2,440
11450 TOTAL, BUDGET ACTIVITY 3 .....	393,286	408,093	400,286	400,701
11150 RECRUITING AND OTHER TRAINING				
EDUCATION:				
11200 RECRUITING AND ADVERTISING .....	80,798	92,798	80,798	80,798
11250 OFF-DUTY AND VOLUNTARY EDU-				
CATION .....	15,016	15,016	15,016	15,016
11300 JUNIOR ROTC .....	9,201	10,616	9,201	10,616
11350 BASE SUPPORT .....	8,496	8,496	8,496	8,496
11400 MAINTENANCE OF REAL PROPERTY	2,440	2,440	2,440	2,440
11450 TOTAL, BUDGET ACTIVITY 3 .....	393,286	408,093	400,286	400,701
11500 BUDGET ACTIVITY 4: ADMIN &				
SERVICEWIDE ACTIVITIES:				
SERVICEWIDE SUPPORT:				
11650 SPECIAL SUPPORT .....	224,668	224,668	215,155	224,668
11700 SERVICEWIDE TRANSPORTATION .....	29,630	29,630	29,630	29,630
11750 ADMINISTRATION .....	26,509	26,509	26,509	26,509
11800 BASE SUPPORT .....	14,557	14,742	14,557	14,557
11850 MAINTENANCE OF REAL PROPERTY	1,931	1,931	1,931	1,931
11875 COMMISSARY OPERATIONS .....	86,600	86,600	86,600	86,600
11900 TOTAL, BUDGET ACTIVITY 4 .....	383,895	384,080	374,382	383,895
11915 FOREIGN CURRENCY FLUCTUATION .....		-2,700	-2,300	
11920 FUEL PRICING DIFFERENTIAL .....			-8,000	
11935 REAL PROPERTY MAINTENANCE .....			36,000	
11945 BASE SUPPORT .....			15,000	18,000
11965 TDY EXPENSES .....		-400		-400
11975 MISC EQUIPMENT .....		-5,000		-5,000
12300 TOTAL, OPERATION AND MAINTENANCE, MARINE CORPS .....	2,523,703	2,585,118	2,576,190	2,578,718
12360 TRANSFER TO QUALITY OF LIFE ENHANCEMENTS .....			(-36,000)	
12370 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			(-9,513)	(-9,153)
12400 TOTAL FUNDING AVAILABLE .....	(2,523,703)	(2,585,118)	(2,530,677)	(2,569,205)

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 1: Operating Forces:	
10050 Initial Issue Gear .....	12,600
10050 NBC defense equipment .....	1,700
10150 Depot Maintenance .....	20,700

Budget Activity 3: Training and Recruiting:	
11000 Distance learning .....	6,000
11300 Marine Corps Junior ROTC .....	1,415
Undistributed:	
11945 Base support shortfalls .....	18,000
11965 Temporary Duty Travel .....	- 400
11975 Miscellaneous Equipment .....	-5,000

## MARINE CORPS DEPOT MAINTENANCE

The conferees are concerned about the substantial reduction in the Marine Corps depot maintenance budget from fiscal year 1998 to 1999 and the impact that this will have on the backlog of Marine Corps equipment. The conferees are also concerned that the budgeted depot maintenance program may have caused the Marine Corps to prematurely consider initiating reductions-in-force among its civilian personnel at the Marine Corps Logistics Base at Barstow. Accordingly, the conferees agree to increase funding for the Marine Corps depot maintenance program by \$20,700,000 above the budget request to address this shortfall, and hereby direct the Marine Corps to include adequate funding in future budget submissions.

## OPERATION AND MAINTENANCE, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
12450 OPERATION AND MAINTENANCE, AIR FORCE				
12500 BUDGET ACTIVITY 1: OPERATING FORCES:				
12550 AIR OPERATIONS:				
12600 PRIMARY COMBAT FORCES .....	2,311,299	2,427,799	2,461,399	2,355,399
12650 PRIMARY COMBAT WEAPONS .....	236,147	236,147	234,347	234,347
12700 COMBAT ENHANCEMENT FORCES ....	196,036	196,036	196,036	196,036
12750 AIR OPERATIONS TRAINING .....	562,839	562,839	567,939	567,939
12775 DEPOT MAINTENANCE .....	1,022,087	1,068,366	1,022,087	1,035,387
12800 COMBAT COMMUNICATIONS .....	958,706	958,706	958,706	958,706
12850 BASE SUPPORT .....	1,538,126	1,620,152	1,538,126	1,538,126
12900 MAINTENANCE OF REAL PROPERTY	575,656	575,656	575,656	575,656
12950 COMBAT RELATED OPERATIONS:				
13000 GLOBAL C3I AND EARLY WARNING ..	669,379	669,379	669,379	669,379
13050 NAVIGATION/WEATHER SUPPORT ....	118,337	118,337	118,337	118,337
13100 OTHER COMBAT OPS SUPPORT				
PROGRAMS .....	221,593	222,821	221,593	222,821
13150 JCS EXERCISES .....	30,521	30,521	30,521	30,521
13200 MANAGEMENT/OPERATIONAL HEAD-QUARTERS .....	117,540	117,540	117,540	117,540
13250 TACTICAL INTEL AND OTHER SPECIAL ACTIVITIES .....	227,980	227,980	227,980	227,980
13300 SPACE OPERATIONS:				
13350 LAUNCH FACILITIES .....	221,046	221,046	216,046	216,046
13400 LAUNCH VEHICLES .....	102,064	102,064	102,064	102,064
13450 SPACE CONTROL SYSTEMS .....	246,940	246,940	257,940	253,940
13500 SATELLITE SYSTEMS .....	36,152	36,152	36,152	36,152
13550 OTHER SPACE OPERATIONS .....	85,292	85,292	90,292	90,292
13600 BASE SUPPORT .....	309,406	325,906	309,406	309,406
13650 MAINTENANCE OF REAL PROPERTY	122,525	122,525	122,525	122,525
13700 TOTAL, BUDGET ACTIVITY 1 .....	9,909,671	10,172,204	10,074,071	9,978,599
13750 BUDGET ACTIVITY 2: MOBILIZATION:				

[In thousands of dollars]

	Budget	House	Senate	Conference	
13800	MOBILITY OPERATIONS:				
13850	AIRLIFT OPERATIONS .....	1,326,774	1,383,774	1,326,774	1,326,774
13900	AIRLIFT OPERATIONS C31 .....	21,676	21,676	21,676	21,676
13950	MOBILIZATION PREPAREDNESS .....	134,807	111,107	136,607	121,107
13975	DEPOT MAINTENANCE .....	316,485	330,815	316,485	316,485
14000	PAYMENTS TO TRANSPORTATION				
	BUSINESS AREA .....	470,000	470,000	470,000	470,000
14050	BASE SUPPORT .....	390,876	411,721	390,876	390,876
14100	MAINTENANCE OF REAL PROPERTY .....	148,331	148,331	148,331	148,331
14150	TOTAL, BUDGET ACTIVITY 2 .....	2,808,949	2,877,424	2,810,749	2,795,249
14200	BUDGET ACTIVITY 3: TRAINING AND RE- CRUITING:				
14250	ACCESSION TRAINING:				
14300	OFFICER ACQUISITION .....	57,679	57,679	56,279	56,279
14350	RECRUIT TRAINING .....	4,360	4,360	4,360	4,360
14400	RESERVE OFFICER TRAINING CORPS (ROTC) .....				
		46,522	46,522	46,522	46,522
14450	BASE SUPPORT (ACADEMIES ONLY) .....	58,828	61,965	58,828	58,828
14500	MAINTENANCE OF REAL PROPERTY (ACADEMIES ONLY) .....	37,655	37,655	37,655	37,655
14550	BASIC SKILLS AND ADVANCED TRAIN- ING:				
14600	SPECIALIZED SKILL TRAINING .....	215,477	218,477	215,477	218,477
14650	FLIGHT TRAINING .....	406,940	406,940	406,940	406,940
14700	PROFESSIONAL DEVELOPMENT EDU- CATION .....				
		90,709	90,709	90,709	90,709
14750	TRAINING SUPPORT .....	65,742	65,742	65,742	65,742
14775	DEPOT MAINTENANCE .....	12,186	12,738	12,186	12,186
14800	BASE SUPPORT (OTHER TRAINING) .....	370,961	370,744	370,961	370,961
14850	MAINTENANCE OF REAL PROPERTY (OTHER TRAINING) .....	102,238	102,238	102,238	102,238
14900	RECRUITING, AND OTHER TRAINING AND EDUCATION:				
14950	RECRUITING AND ADVERTISING .....	54,775	54,775	54,775	54,775
15000	EXAMINING .....	2,668	2,668	2,668	2,668
15050	OFF DUTY AND VOLUNTARY EDU- CATION .....				
		84,122	84,122	84,122	84,122
15100	CIVILIAN EDUCATION AND TRAINING .....	61,124	61,124	61,124	61,124
15150	JUNIOR ROTC .....	26,557	26,557	26,557	26,557
15200	TOTAL, BUDGET ACTIVITY 3 .....	1,698,543	1,725,015	1,697,143	1,700,143
15250	BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:				
15300	LOGISTICS OPERATIONS:				
15350	LOGISTICS OPERATIONS .....	706,893	706,893	706,893	706,893
15400	TECHNICAL SUPPORT ACTIVITIES .....	389,685	389,685	389,685	389,685
15450	SERVICEWIDE TRANSPORTATION .....	196,178	196,178	196,178	196,178
15475	DEPOT MAINTENANCE .....	69,344	72,484	69,344	69,344
15500	BASE SUPPORT .....	916,165	953,863	916,165	916,165
15550	MAINTENANCE OF REAL PROPERTY .....	257,685	257,685	257,685	257,685
15600	SERVICEWIDE ACTIVITIES:				
15650	ADMINISTRATION .....	140,879	140,879	140,879	140,879
15700	SERVICEWIDE COMMUNICATIONS .....	234,065	234,065	234,065	234,065
15750	PERSONNEL PROGRAMS .....	127,718	104,518	127,718	115,718
15800	RESCUE AND RECOVERY SERVICES .....	48,466	48,466	48,466	48,466
15900	ARMS CONTROL .....	30,005	30,005	30,005	30,005
15950	OTHER SERVICEWIDE ACTIVITIES .....	517,780	517,780	465,580	517,780
16000	OTHER PERSONNEL SUPPORT .....	31,828	31,828	31,828	31,828
16050	CIVIL AIR PATROL CORPORATION .....	13,927	19,697	23,964	22,310
16075	COMMISSARY OPERATIONS .....	302,071	302,071	302,071	302,071
16100	BASE SUPPORT .....	180,221	189,832	180,221	185,221



[In thousands of dollars]

	Budget	House	Senate	Conference
16150 MAINTENANCE OF REAL PROPERTY	26,067	26,067	26,067	26,067
16200 SECURITY PROGRAMS:				
16250 SECURITY PROGRAMS .....	557,256	557,256	557,256	557,256
16300 SUPPORT TO OTHER NATIONS:				
16350 INTERNATIONAL SUPPORT .....	13,608	13,608	13,608	13,608
16400 TOTAL, BUDGET ACTIVITY 4 .....	4,759,841	4,792,860	4,717,678	4,761,224
16410 CLASSIFIED PROGRAMS UNDISTRIBUTED .....		-1,500	-1,000	2,000
16415 CIVILIAN PERSONNEL UNDERSTRENGTH .....			-83,600	
16420 GENERAL REDUCTION, NATIONAL DE- FENSE STOCKPILE FUND .....	-50,000	-50,000	-50,000	-50,000
17430 FOREIGN CURRENCY FLUCTUATION .....		-29,400	-19,200	
16475 INFORMATION RESOURCE MANAGEMENT ..			10,100	10,100
16480 BASE SUPPORT .....			35,000	39,000
16505 REAL PROPERTY MAINTENANCE .....			50,000	
16510 TDY EXPENSES .....		-77,500		-77,500
16525 HEADQUARTERS AND ADMIN ACTIVITIES ..		-105,200		
16535 RENTS .....		-2,000		-2,000
16545 COMMUNICATIONS PURCHASES .....		-13,600		-13,600
16555 FUEL REPRICING .....		-116,000	-176,000	
16565 CONTRACT AND ADVISORY SERVICES .....		-30,900		
16575 MISC EQUIPMENT .....		-15,000		-20,000
17585 ADP LEGACY SYSTEMS EFFICIENCIES .....		-95,620		-95,620
16605 ELIMINATION OF FIRST PROGRAM .....		-7,000		-7,000
16660 MINORITY AVIATION TRAINING .....		450		450
16800 TOTAL, O&M, AIR FORCE .....	19,127,004	19,024,233	19,064,941	19,021,045
16850 TRANSFER .....	(50,000)	(50,000)	(50,000)	(50,000)
16860 TRANSFER TO QUALITY OF LIFE EN- HANCEMENTS .....			-(50,000)	
16870 TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			-(52,200)	-(52,200)
16900 TOTAL FUNDING AVAILABLE .....	(19,177,004)	(19,074,233)	(19,012,741)	(19,018,845)

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 1: Operating Forces:		
12600 B-52 attrition reserve .....		40,100
12600 Battlelabs .....		4,000
12650 LANTIRN PMA Offices .....		-1,800
12750 Combat training ranges .....		5,100
12775 Depot Maintenance-Air Operations .....		13,300
13100 SIMVAL .....		1,228
13350 Maintenance of Delta-1/Delta-9 facilities .....		5,000
13350 Test launch delays .....		-10,000
13450 SPACECOM Operations .....		7,000
13550 University partnering for operational support .....		5,000
Budget Activity 2: Mobilization:		
13950 Industrial Preparedness .....		-13,700
Budget Activity 3: Training and Recruiting:		
14300 Service academies; foreign students .....		-1,400
14600 Educational Satellite and Airspace Training System .....		3,000
Budget Activity 4: Administration and Servicewide Support:		
15750 Personnel Management program growth .....		-12,000
16050 Civil Air Patrol Corporation .....		5,770
16050 CAP Counternarcotics OPTEMPO .....		2,613
16100 Rail Easement .....		5,000

Undistributed:

16410	Classified Programs Undistributed .....	2,000
16475	REMIS .....	10,100
16480	Base support shortfalls .....	39,000
16510	Temporary Duty Travel .....	- 77,500
16535	Rents .....	- 2,000
16545	Communications Purchases .....	- 13,600
16575	Miscellaneous Equipment .....	- 20,000
16585	ADP Legacy System efficiencies .....	- 95,620
16605	Elimination of First Program .....	- 7,000
16660	Minority Aviation Training .....	450

CIVIL AIR PATROL

The conferees recognize that changes have occurred in the relationship between the Air Force and the Civil Air Patrol Corporation, in that the principal source of support from the Air Force to the Civil Air Patrol Corporation is not excess supplies and equipment, but appropriated funds from the Air Force budget. Also, changes in the Civil Air Patrol Corporation headquarters staff have affected the relationship and funding between Air Force and the Civil Air Patrol. Of the funds appropriated for the Civil Air Patrol Corporation, the conferees direct that no more than fifteen percent may be spent for the Civil Air Patrol Corporation headquarters staff and operations and the National Executive Committee and Board. Further, the Civil Air Patrol Corporation shall provide the Secretary of the Air Force with a quarterly execution report, detailing the utilization of appropriated funds.

FLOTATION DEVICES

The conferees direct that of the funds provided in Operation and Maintenance, Air Force, \$1,000,000 be used only to begin the planned acquisition of passive flotation devices.

FINLEY AIR FORCE STATION NORTH DAKOTA

The conferees direct the Air Force to expedite the abatement of hazardous substances in housing located at the Finley Air Force Station.

HAVRE AIR FORCE BASE

Of the funds available in Operation and Maintenance, Air Force, the conferees agree to provide the Bear Paw Development Council, Montana, \$150,000 for redevelopment of the Havre Air Force Base and Training Site.

OPERATION AND MAINTENANCE, DEFENSE-WIDE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
16950	OPERATION AND MAINTENANCE, DEFENSE-WIDE			
17000	BUDGET ACTIVITY 1: OPERATING FORCES:			
17050	JOINT CHIEFS OF STAFF .....	410,065	412,065	417,065
17100	SPECIAL OPERATIONS COMMAND ....	1,149,328	1,154,978	1,159,978

[In thousands of dollars]

	Budget	House	Senate	Conference	
17150	TOTAL, BUDGET ACTIVITY 1 .....	1,559,393	1,567,043	417,065	1,574,043
17200	BUDGET ACTIVITY 2: MOBILIZATION:				
17250	DEFENSE LOGISTICS AGENCY .....	38,934	38,934	38,934	38,934
17350	BUDGET ACTIVITY 3: TRAINING AND RE- CRUITING:				
17400	DEFENSE ACQUISITION UNIVERSITY .....		95,000		95,000
17450	AMERICAN FORCES INFORMATION SERVICE .....	11,059	11,059	11,059	11,059
17600	SPECIAL OPERATIONS COMMAND .....	42,408	42,408		42,408
17650	TOTAL, BUDGET ACTIVITY 3 .....	53,467	148,467	11,059	148,467
17700	BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:				
17750	AMERICAN FORCES INFORMATION SERVICE .....	93,815	93,815	93,595	93,815
17775	CIVIL MILITARY PROGRAMS .....	44,894	44,894	88,394	87,394
17800	CLASSIFIED AND INTELLIGENCE .....	3,803,561	3,845,018	3,767,161	3,798,361
17900	DEFENSE CONTRACT AUDIT AGENCY .....	330,087	325,712	330,087	325,712
17950	DEFENSE FINANCE AND ACCOUNT- ING SERVICE .....	83,277	48,711	83,277	83,277
18000	DEFENSE HUMAN RESOURCES AC- TIVITY .....	198,923	188,023	192,923	183,523
18050	DEFENSE INFORMATION SYSTEMS AGENCY .....	771,106	751,706	763,706	751,706
18150	DEFENSE LEGAL SERVICES AGENCY .....	9,027	9,027	9,027	9,027
18200	DEFENSE LOGISTICS AGENCY .....	1,140,137	1,147,122	1,153,137	1,146,237
18250	PROCUREMENT TECHNICAL ASSIST- ANCE PROGRAM .....			17,000	
18300	DEFENSE POW/MISSING PERSONS OFFICE .....	14,110	14,110	14,110	14,110
18310	DEFENSE SECURITY ASSISTANCE AGENCY .....	4,610		4,610	3,010
18320	DEFENSE SECURITY SERVICE .....	83,419	81,219	83,419	83,419
18475	DEFENSE THREAT REDUCTION AND TREATY COMPLIANCE AGENCY .....	304,745	290,345	251,445	276,945
18500	DEPARTMENT OF DEFENSE DEPEND- ENTS EDUCATION .....	1,347,718	1,354,968	1,348,118	1,355,518
18600	JOINT CHIEFS OF STAFF .....	139,616	134,816	112,716	137,916
18650	OFFICE OF ECONOMIC ADJUSTMENT .....	31,233	32,733	31,233	56,733
18700	OFFICE OF THE SECRETARY OF DE- FENSE .....	369,836	356,086	375,836	359,736
18850	SPECIAL OPERATIONS COMMAND .....	47,117	47,117		47,117
18900	WASHINGTON HEADQUARTERS SERVICE .....	281,676	270,676	224,376	264,276
18920	REPAIRS TO FEDERALLY-FUNDED SCHOOLS .....			10,000	10,000
18950	TOTAL, BUDGET ACTIVITY 4 .....	9,098,907	9,036,098	8,954,170	9,087,832
18952	BUDGET ACTIVITY 5:				
18955	SPECIAL OPERATIONS COMMAND .....			1,252,503	
18960	LEGACY .....			10,000	10,000
18970	CIVILIAN PERSONNEL UNDER- STRENGTH .....			- 349,000	- 5,200
18975	FOREIGN CURRENCY FLUCTUATION .....		- 6,000	- 8,500	
19100	UNDISTRIBUTED REDUCTION .....	- 100			
19110	IMPACT AID .....		35,000		35,000
19120	ADP LEGACY SYSTEMS EFFI- CIENCIES .....		- 18,000		- 18,000
19130	ADMINISTRATIVE AND CONTRACTOR SUPPORT .....		- 40,000		

[In thousands of dollars]

		Budget	House	Senate	Conference
19150	FUEL SAVINGS .....			- 67,000	
19230	MILITARY PERSONNEL INFORMATION SYSTEM .....		38,000		38,000
19240	NIPC TECHNICAL SUPPORT .....		5,000		5,000
19350	TOTAL, OPERATION AND MAINTENANCE, DEFENSE-WIDE .....	10,750,601	10,804,542	10,259,231	10,914,076
19375	TRANSFER TO PENTAGON RENOVATION TRANSFER FUND .....			(- 90,020)	(- 90,020)
19450	TOTAL FUNDING AVAILABLE .....	(10,750,601)	(10,804,542)	(10,169,211)	(10,824,056)

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 1: Operating Forces:		
17050	JCS—Mobility Enhancements .....	10,000
17050	JCS—Exercise Northern Edge .....	7,000
17050	JCS—Joint Exercises .....	- 13,000
17100	SOCOM—Joint Threat Warning System .....	1,000
17100	SOCOM—Counter Proliferation/WMD .....	7,650
17100	SOCOM—Patrol Coastal Operations .....	- 4,000
17100	SOCOM—Maritime Training .....	5,000
17100	SOCOM—Language Training .....	1,000
Budget Activity 3: Training and Recruiting:		
17400	DAU—Transfer .....	95,000
Budget Activity 4: Administration and Servicewide Activities:		
17775	Civil-Military Programs .....	42,500
17800	Classified and Intelligence .....	- 5,200
17900	DCAA—Within Grade Increases .....	- 2,375
17900	DCAA—Price Growth Error .....	- 2,000
1800	DHRA—DCPDS .....	- 7,000
1800	DHRA—Field Activity Consolidation .....	- 4,500
18000	DHRA—Pay Rate Error .....	- 3,900
18050	DISA—GCSS .....	- 10,900
18050	DISA—Lower Priority Program Increases .....	- 6,700
18050	DISA—Management Headquarters Reduction .....	- 1,800
18200	DLA—Equipment and Misc. Purchases .....	- 17,900
18200	DLA—Warstopper Increase .....	- 3,000
18200	DLA—Improved Cargo Methods and Technologies .....	2,000
18200	DLA—Automated Document Conversion .....	25,000
18310	Defense Security Assistance Agency .....	- 1,600
18475	DTRA—Partnership for Peace (National Guard) .....	1,000
18475	DTRA—Partnership for Peace excess growth .....	- 15,400
18475	DTRA—PIP Information Management System .....	2,000
18475	DTRA—OSIA .....	- 15,400
18500	DoDEA—Facility Maintenance Contract .....	- 3,850
18500	DoDEA—Math Leadership Program .....	400
18500	DoDEA—New Parent Support Program .....	8,000
18500	DoDEA—Family Counseling and Crisis Services .....	2,000
18500	DoDEA—Desiccant Demo .....	1,250
18600	JCS—JMEANS .....	3,100
18600	JCS—Management Headquarters Reduction .....	- 4,800
18650	OEA—Agile Port Capability Study .....	500
18650	OEA—Fitzsimmons Army Hospital .....	10,000
18650	OEA—Shipyard Infrastructure Repair .....	10,000
18650	OEA—Pico Rivera .....	4,000
18650	OEA—Planning .....	1,000
18700	SD—Youth Development and Leadership Program .....	400
18700	OSD—Lower Priority Program Increases .....	- 10,500
18900	WHS—Defense Travel Schedule Slip .....	- 6,400
18900	WHS—Lower Priority Program Increases .....	- 10,000

18900	WHS—White House Defense Fellows .....	-1,000
18920	Repairs to Federally Funded Schools .....	10,000
Undistributed:		
18960	Legacy .....	10,000
18970	Civilian Personnel Underexecution .....	-5,200
19110	Impact Aid .....	35,000
19120	ADP Legacy Systems efficiencies .....	-18,000
19230	Military Personnel Information System .....	38,000
19240	NIPC Technical Support .....	5,000

CIVIL/MILITARY PROGRAMS

The conferees recommend a total of \$87,394,000 for the Department's civil/military programs. In addition, the conferees recommend a new general provision, Section 8131, which waives the limitation on expenditures for the National Guard Challenge Program for fiscal year 1999. The conferees recognize that both the Department of Justice and Department of Defense have taken steps in developing programs for at-risk youth. The National Guard's highly effective Youth Challenge Program is an example of 22 states working to make productive citizens out of high school drop-outs. The conferees encourage both Departments to work together, combining strengths and successes of each program, exchange ideas, and, when possible, share available resources to enhance and expand the effectiveness of these initiatives. The funding for the civil/military programs for fiscal year 1999 follows:

[In thousands of dollars]	
National Guard Youth Challenge Program .....	62,394
Innovative Readiness Training Program .....	20,000
Starbase Program .....	5,000
Total .....	87,394

OEA—SHIPYARD INFRASTRUCTURE REPAIRS

The conferees have agreed to provide \$10,000,000 only for shipyard infrastructure repairs as recommended by the Senate under the Operation and Maintenance, Navy appropriation account.

H.L. HUNLEY

Of the funding provided for the Legacy Program, the conferees agree to provide \$300,000 to prepare conservation plans to preserve the H.L. Hunley, and to develop an emergency recovery plan associated with raising the ship.

ON-SITE INSPECTION AGENCY

The conferees have agreed to reduce funding for the On-Site Inspection Agency. If additional funds prove necessary to meet emergent requirements stemming from valid treaty obligations, the conferees expect the Department of Defense to submit a reprogramming request subject to normal, prior approval reprogramming procedures.

SECURITY LOCKS

The conferees agree with the Senate report language directing the Department of Defense to provide a report on their security locks retrofit program by December 15, 1998. Furthermore, the con-

ferrees agree that of the funds provided in this account \$15,000,000 is for the purchase of additional security locks which meet federal specification FF-L-2740A.

#### JOB PLACEMENT PROGRAM

The conferees are disappointed with the Department's lack of responsiveness to last year's direction to implement a job placement and community outreach services program. Therefore, the conferees again direct the Department to provide at least \$6,000,000 from within available funds for the implementation of this effort which would market and coordinate involvement of existing qualified service providers through the Job Training Partnership Act, facilitate municipal offering of community outreach services and provide data for the evaluation of federal job placement programs.

#### OPERATION AND MAINTENANCE, ARMY RESERVE

The conference agreement on items addressed by either the House or the Senate is as follows:

(In thousands of dollars)

	Budget	House	Senate	Conference	
19500	OPERATION AND MAINTENANCE, ARMY RESERVE				
19550	BUDGET ACTIVITY 1: OPERATING FORCES:				
19560	LAND FORCES:				
19570	DIVISION FORCES .....	10,918	10,918	10,918	10,918
19580	CORPS COMBAT FORCES .....	17,890	17,890	17,890	17,890
19590	CORPS SUPPORT FORCES .....	165,897	165,897	165,897	165,897
19595	ECHELON ABOVE CORPS FORCES .....	86,565	86,565	86,565	86,565
19600	MISSION OPERATIONS:				
19610	LAND FORCES OPERATIONS SUPPORT .....	227,856	227,856	227,856	227,856
19630	LAND FORCES READINESS:				
19640	FORCES READINESS OPERATIONS SUPPORT .....	123,824	123,824	123,824	123,824
19650	LAND FORCES SYSTEM READINESS .....	13,757	13,757	13,757	13,757
19660	DEPOT MAINTENANCE .....	47,342	47,342	47,342	47,342
19670	LAND FORCES READINESS SUPPORT:				
19680	BASE SUPPORT .....	305,760	305,760	305,760	305,760
19690	MAINTENANCE OF REAL PROPERTY .....	61,177	61,177	61,177	61,177
19710	UNIFIED COMMANDS .....	107	107	107	107
19720	MISCELLANEOUS ACTIVITIES .....	1,383	1,383	1,383	1,383
19900	TOTAL, BUDGET ACTIVITY 1 .....	1,062,476	1,062,476	1,062,476	1,062,476
19950	BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:				
20000	ADMINISTRATION AND SERVICEWIDE ACTIVITIES:				
20025	STAFF MANAGEMENT HEADQUARTERS .....	27,465	27,465	27,465	27,465
20050	INFORMATION MANAGEMENT .....	23,601	23,601	23,601	23,601
20060	PERSONNEL/FINANCIAL ADMINISTRATION .....	47,327	47,327	47,327	47,327
20070	RECRUITING AND ADVERTISING .....	41,753	41,753	41,753	41,753
20110	FUEL REPRICING .....		-1,400		
20300	TOTAL, BUDGET ACTIVITY 4 .....	140,146	138,746	140,146	140,146
20700	TOTAL, OPERATION AND MAINTENANCE, ARMY RESERVE .....	1,202,622	1,201,222	1,202,622	1,202,622

#### ARMY/NAVY RESERVE CENTERS

The conferees understand that there are two Army Reserve Centers in Florida and one in Youngstown, Ohio which are in ex-

tensive need of repair and renovation. In addition, the Navy Reserve has a facility located in Youngstown, Ohio, which is vacant and needs remediation. The conferees have provided additional funds for Real Property Maintenance for the Army Reserve and Navy Reserve, and directs that \$2,000,000 be designated to each component to meet these requirements.

#### JOINT MILITARY TRAINING COMPLEX

The conferees understand that several Reserve units in central Florida have been impacted by the closure of the Orlando Naval Training Center, and the Department is considering the possibility of developing a joint complex in the Orlando area. The conferees recommend that \$300,000 of the funds provided for Operation and Maintenance, Army Reserve be used for feasibility studies and environmental assessments in the support of the joint complex.

#### OPERATION AND MAINTENANCE, NAVY RESERVE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference	
20850	OPERATION AND MAINTENANCE, NAVY RESERVE				
20900	BUDGET ACTIVITY 1: OPERATION FORCES:				
20950	RESERVE AIR OPERATIONS:				
21000	MISSION AND OTHER FLIGHT OPERATIONS .....	300,682	300,682	300,682	300,682
21050	FLEET AIR TRAINING .....	484	484	484	484
21100	INTERMEDIATE MAINTENANCE .....	17,271	17,271	17,271	17,271
21150	AIR OPERATION AND SAFETY SUPPORT .....	3,044	3,044	3,044	3,044
21200	AIRCRAFT DEPOT MAINTENANCE .....	121,740	132,740	121,740	132,740
21250	AIRCRAFT DEPOT OPS SUPPORT .....	323	323	323	323
21300	BASE SUPPORT .....	101,963	101,963	101,963	101,963
21350	MAINTENANCE OF REAL PROPERTY .....	24,370	24,370	24,370	24,370
21400	RESERVE SHIP OPERATIONS:				
21450	MISSION AND OTHER SHIP OPERATIONS .....	61,924	71,924	61,924	71,924
21500	SHIP OPERATIONAL SUPPORT AND TRAINING .....	611	611	611	611
21550	INTERMEDIATE MAINTENANCE .....	9,472	9,472	9,472	9,472
21600	SHIP DEPOT MAINTENANCE .....	79,257	79,257	79,257	79,257
21650	SHIP DEPOT OPERATIONS SUPPORT .....	1,459	1,459	1,459	1,459
21700	RESERVE COMBAT OPERATIONS SUPPORT:				
21800	COMBAT SUPPORT FORCES .....	28,355	28,355	28,355	28,355
21850	BASE SUPPORT .....	34,411	34,411	34,411	34,411
21900	MAINTENANCE OF REAL PROPERTY .....	9,606	9,606	9,606	9,606
21950	RESERVE WEAPONS SUPPORT:				
22000	WEAPONS MAINTENANCE .....	5,217	5,217	5,217	5,217
22050	TOTAL, BUDGET ACTIVITY 1 .....	800,189	821,189	800,189	821,189
22100	BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:				
22150	ADMINISTRATION AND SERVICEWIDE ACTIVITIES:				
22200	ADMINISTRATION .....	6,209	6,209	6,209	6,209
22250	CIVILIAN MANPOWER AND PERSONNEL MANAGEMENT .....	1,015	1,015	1,015	1,015
22300	MILITARY MANPOWER AND PERSONNEL MANAGEMENT .....	25,420	25,420	25,420	25,420
22400	SERVICEWIDE COMMUNICATIONS .....	50,534	50,534	50,534	50,534
22450	BASE SUPPORT .....	29,571	29,571	29,571	29,571
22500	MAINTENANCE OF REAL PROPERTY .....	7,182	7,182	7,182	7,182
22550	COMBAT/WEAPONS SYSTEMS .....	5,398	5,398	5,398	5,398
22600	GENERAL DEFENSE INTELLIGENCE PROGRAM .....	587	587	587	587
22605	LOGISTICS OPERATIONS AND TECHNICAL SUPPORT:				

[In thousands of dollars]

	Budget	House	Senate	Conference
22610 AIR SYSTEMS SUPPORT .....	2,534	2,534	2,534	2,534
22750 TOTAL, BUDGET ACTIVITY 4 .....	128,450	128,450	128,450	128,450
22780 FUEL REPRICING .....		- 8,200		
22790 P-3 SQUADRONS .....		7,600		7,600
23150 TOTAL, OPERATION AND MAINTENANCE, NAVY RE-SERVE .....	928,639	949,039	928,639	957,239

ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 1: Operating Forces:				
21200 Aircraft Depot Maintenance/C-20 Repair .....				11,000
21450 Mission and Other Ship Operations/MCM Steaming Days .....				10,000
Undistributed:				
22790 P-3 Squadrons .....				7,600

NAVY RESERVE FORCES

The conferees concur in the House direction of House Report 105-591, page 81, regarding Navy Reserve force structure and operations.

NAVY RESERVE TRAINING CENTER

The conferees understand the City of Gary, Indiana objects to the current leasing arrangement between the Navy and the City of Gary relating to the presence of a Naval Reserve Training Center on city-owned property. The conferees urge the Navy to negotiate with the City of Gary the relocation of its facility.

OPERATION AND MAINTENANCE, MARINE CORPS RESERVE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
23300 OPERATION AND MAINTENANCE, MARINE CORPS RESERVE				
BUDGET ACTIVITY 1: OPERATING FORCES:				
MISSION FORCES:				
23400 TRAINING .....	14,435	14,435	14,435	14,435
23500 OPERATING FORCES .....	33,823	33,823	33,823	33,823
23550 BASE SUPPORT .....	16,272	16,272	16,277	16,272
23600 MAINTENANCE OF REAL PROPERTY .....	6,976	6,976	6,976	6,976
23650 DEPOT MAINTENANCE .....	2,821	2,821	2,821	2,821
23700 TOTAL, BUDGET ACTIVITY 1 .....	74,327	74,327	74,327	74,327
BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:				
ADMINISTRATION AND SERVICEWIDE ACTIVITIES:				
23850 RECRUITING AND ADVERTISING .....	7,920	9,120	7,920	7,920
23900 SPECIAL SUPPORT .....	11,080	11,080	11,080	11,080
23950 SERVICEWIDE TRANSPORTATION .....	4,714	4,714	4,714	4,714
24000 ADMINISTRATION .....	8,763	8,763	8,763	8,763



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[In thousands of dollars]

	Budget	House	Senate	Conference	
24050	BASE SUPPORT .....	7,789	7,789	7,789	7,789
24110	INCREASED USE OF GUARD AND RESERVE .....	.....	1,200	.....	1,200
24120	ACTIVE DUTY FOR SPECIAL WORK .....	.....	2,100	.....	2,100
24200	TOTAL, BUDGET ACTIVITY 4 .....	40,266	44,766	40,266	43,566
24600	TOTAL, O&M, MARINE CORPS RESERVE .....	114,593	119,093	114,593	117,893

ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 4: Administration and Servicewide Activities:				
24110	Increased Use of Guard and Reserve .....			1,200
24120	Active Duty for Special Work .....			2,100

OPERATION AND MAINTENANCE, AIR FORCE RESERVE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
24750	OPERATION AND MAINTENANCE, AIR FORCE RESERVE			
24800	BUDGET ACTIVITY 1: OPERATING FORCES:			
24850	AIR OPERATIONS:			
24900	AIRCRAFT OPERATIONS .....	1,038,509	1,038,509	1,038,509
24950	MISSION SUPPORT OPERATIONS .....	40,926	40,926	40,926
25000	BASE SUPPORT .....	223,606	223,606	223,606
25050	MAINTENANCE OF REAL PROPERTY .....	61,616	61,616	61,616
25100	DEPOT MAINTENANCE .....	298,493	298,493	298,493
25150	TOTAL, BUDGET ACTIVITY 1 .....	1,663,150	1,663,150	1,663,150
25200	BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:			
25250	ADMINISTRATION AND SERVICEWIDE ACTIVITIES:			
25300	ADMINISTRATION .....	46,002	46,002	46,002
25350	MILITARY MANPOWER AND PERSONNEL MANAGEMENT .....	20,205	20,205	20,205
25400	RECRUITING AND ADVERTISING .....	8,360	11,360	8,360
25450	OTHER PERSONNEL SUPPORT .....	6,366	6,366	6,366
25500	AUDIOVISUAL .....	613	613	613
25520	FUEL REPRICING .....	.....	-11,700	.....
25550	TOTAL, BUDGET ACTIVITY 4 .....	81,546	72,846	81,546
25950	TOTAL, O&M AIR FORCE RESERVE .....	1,744,696	1,735,996	1,744,696

ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustment to the budget activities is as follows:

[In thousands of dollars]

Budget Activity 4: Administration and Servicewide Activities:				
25400	Recruiting and Advertising .....			3,000

OPERATION AND MAINTENANCE, ARMY NATIONAL GUARD

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference	
26100	OPERATION AND MAINTENANCE, ARMY NATIONAL GUARD				
26150	BUDGET ACTIVITY 1: OPERATING FORCES:				
26200	MISSION OPERATIONS:				
26210	LAND FORCES .....	1,302,542	1,402,542	1,361,042	1,402,542
26220	LAND FORCES READINESS .....	144,113	144,113	144,113	164,113
26230	LAND FORCES READINESS SUPPORT .....	839,066	843,266	853,066	843,266
26400	DEPOT MAINTENANCE .....			32,500	
26500	MAINTENANCE OF REAL PROPERTY .....			65,000	45,000
26550	TOTAL, BUDGET ACTIVITY 1 .....	2,285,721	2,389,921	2,455,721	2,454,921
26600	BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:				
26650	ADMINISTRATION AND SERVICEWIDE ACTIVITIES:				
26800	PERSONNEL ADMINISTRATION .....	59,249	59,249	59,249	59,249
26850	STAFF MANAGEMENT .....	33,490	33,490	33,490	33,490
26860	INFORMATION MANAGEMENT .....	21,793	24,593	76,793	66,793
26900	RECRUITING AND ADVERTISING .....	36,562	36,562	36,562	36,562
26905	TOTAL, BUDGET ACTIVITY 4 .....	151,094	153,894	206,094	196,094
26940	FUEL REPRICING .....		-3,500		
26950	MILITARY (CIVILIAN) TECHNICIANS .....		27,000		27,000
26980	CONSEQUENCE MANAGEMENT .....		3,000		
27350	TOTAL, OPERATION AND MAINTENANCE, ARMY NAT. GUARD .....	2,436,815	2,570,315	2,661,815	2,678,015

## ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 1: Operating Forces:		
26210	Land Forces/Ground Optempo .....	100,000
26220	Land Forces Readiness/Depot Maintenance .....	20,000
26230	Land Forces Readiness Support/Angel Gate Academy ....	4,200
26500	Maintenance of Real Property .....	45,000
Budget Activity 4: Administration and Servicewide Activities:		
26860	Information Management/Distance Learning .....	35,000
26860	Information Management/Communications Shortfall ....	10,000
Undistributed:		
26950	Military (civilian) Technicians .....	27,000

## ARMY NATIONAL GUARD DISTANCE LEARNING

The conferees agree to provide an increase of \$35,000,000 in Operation and Maintenance, Army National Guard and an increase of \$28,000,000 in Other Procurement, Army for distance learning and information management requirements.

Of this amount, \$2,800,000 is only to continue efforts to demonstrate cost effective ways to use the National Guard Distance Learning Network to meet DoD training requirements as provided for in House Report 105-591. In addition, \$4,600,000 is only for the Montana Army Guard for a distance learning demonstration project as described in Senate Report 105-200.

## CHICAGO MILITARY ACADEMY

The conferees recommend that \$10,000,000 of the funds provided for Operation and Maintenance, Army National Guard are for the conversion of the Eighth Regiment National Guard Armory

into a Chicago Military Academy, in order to provide a JROTC instruction program.

CAMP DAWSON, WEST VIRGINIA

The conferees urge the Army National Guard to develop a concept plan for the future of Camp Dawson.

CAMP DODGE, IOWA

The conferees recommend that \$6,000,000 of the funds available for Real Property Maintenance in Operation and Maintenance, Army National Guard be used for repair of storm damage at Camp Dodge, Iowa.

OPERATION AND MAINTENANCE, AIR NATIONAL GUARD

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference	
27500	OPERATION AND MAINTENANCE, AIR NATIONAL GUARD				
27550	BUDGET ACTIVITY 1: OPERATION FORCES:				
27600	AIR OPERATIONS:				
27650	AIRCRAFT OPERATIONS .....	1,935,880	1,937,380	1,945,880	1,945,880
27700	MISSION SUPPORT OPERATIONS .....	340,884	340,884	340,884	340,884
27750	BASE SUPPORT .....	295,163	295,163	295,163	295,163
27800	MAINTENANCE OF REAL PROPERTY .....	82,633	82,633	82,633	82,633
27850	DEPOT MAINTENANCE .....	428,708	428,708	438,708	428,708
27900	TOTAL, BUDGET ACTIVITY 1 .....	3,083,268	3,084,768	3,103,268	3,093,268
27950	BUDGET ACTIVITY 4: ADMIN & SERVICEWIDE ACTIVITIES:				
28000	SERVICEWIDE ACTIVITIES:				
28050	ADMINISTRATION .....	2,913	2,913	2,913	2,913
28100	RECRUITING AND ADVERTISING .....	7,752	10,752	7,752	10,752
28110	FUEL REPRICING .....		-23,200		
28150	TOTAL, BUDGET ACTIVITY 4 .....	10,665	-9,535	10,665	13,665
28550	TOTAL, O&M, AIR NATIONAL GUARD .....	3,093,933	3,075,233	3,113,933	3,106,933

ADJUSTMENTS TO BUDGET ACTIVITIES

Adjustments to the budget activities are as follows:

[In thousands of dollars]

Budget Activity 1: Operating Forces:		
27650	Aircraft Operations/159th Fighter Group/C-130 Operations .....	10,000
Budget Activity 4: Administration and Servicewide Activities:		
28100	Recruiting and Advertising .....	3,000

SEARCH AND RESCUE SUPPORT

The conferees direct that the Air National Guard provide support for Coast Guard seasonal search and rescue mission requirements at the Francis S. Gabreski Airport in Hampton, New York. Assistance to the Coast Guard will include access to necessary facilities, runway, hangar, operations center, berthing, and maintenance spaces. Seasonal Coast Guard access will be maintained between April 15 and October 15, 1999. The Director of the Air Na-

tional Guard and the Commandant of the Coast Guard shall enter into a memorandum of agreement (MOA) for use of these facilities and shall provide copies of that agreement to the Committees on Appropriations not later than December 1, 1998.

#### DEFENSE SYSTEMS EVALUATION PROGRAM

The conferees direct that \$2,250,000 of the funds provided for Operation and Maintenance, Air National Guard be for the Defense Systems Evaluation program for support of test and training operations at White Sands Missile Range, New Mexico, and Fort Bliss, Texas.

#### OVERSEAS CONTINGENCY OPERATIONS TRANSFER FUND

The conferees agree to provide \$439,400,000 for the Overseas Contingency Operations Transfer Fund. This amount covers estimated DoD costs of continuing operations in Southwest Asia.

#### UNITED STATES COURT OF APPEALS FOR THE ARMED FORCES

The conference agreement provides \$7,324,000 for the United States Court of Appeals for the Armed Forces as requested in the budget.

#### ENVIRONMENTAL RESTORATION, ARMY

The conferees agree to provide \$370,640,000 for Environmental Restoration, Army.

#### ENVIRONMENTAL RESTORATION, NAVY

The conferees agree to provide \$274,600,000 for Environmental Restoration, Navy.

#### ENVIRONMENTAL RESTORATION, AIR FORCE

The conferees agree to provide \$372,100,000 for Environmental Restoration, Air Force.

#### ENVIRONMENTAL RESTORATION, DEFENSE-WIDE

The conferees agree to provide \$26,091,000 for Environmental Restoration, Defense-Wide.

#### ENVIRONMENTAL RESTORATION, FORMERLY USED DEFENSE SITES

The conferees agree to provide \$225,000,000 for Environmental Restoration, Formerly Used Defense Sites.

#### BUILDING DEMOLITION AND DEBRIS REMOVAL

To minimize mobilization costs at remote sites, the Department may perform building demolition and debris removal at formerly used defense sites (FUDS) using fiscal year 1999 funds available under this heading. The conferees direct the Department to conduct building demolition and debris removal at the following formerly used defense sites: Collinson Point, Nuvagapak Point and Cape Sarichef, Alaska, or alternative sites in Alaska to optimize cost effectiveness on a regional basis.

## CHARLESTON MACALLOY SITE

The conferees concur with the Senate's recommended reporting requirements regarding the Defense Logistics Agency inventory location in Charleston, South Carolina. The conferees expect that, if the Department determines that this site is eligible for formerly used defense sites (FUDS) funding, \$10,000,000 shall be made available as expeditiously as possible considering departmental policies on the allocation of such funds.

## GOVERNMENT OWNED CONTRACTOR OPERATED (GOCO) FACILITIES

The conferees are concerned about the Army's limited progress in recovering the costs associated with environmental restoration at former ammunition production GOCO facilities. Therefore, the conferees direct the Army to take the following actions and, by the dates noted, report on their findings to the congressional defense committees.

No later than March 30, 1999, the Army should (1) identify all GOCO ammunition production facilities, the contractors that operated the facilities, and the prime contract numbers of each contract for the operation of the facilities (2) document the current environmental cleanup status, including past and projected clean up costs, for each GOCO facility (3) compile a summary of historical third-party insurance coverage for each GOCO facility, including the names of all the insurers, policy numbers, policy periods, and terms, conditions, and limits of coverage (4) ascertain whether notices of accidents or occurrences, or other appropriate notices, have been given to each of the insurers, including any notices provided by the operating contractor, and (5) determine if any of the GOCO facilities was placed on a standby status and whether insurance coverage remained in force during that period.

Not later than June 15, 1999, the conferees expect the Department to (1) file notices of claims with as many of the insurers as possible and to provide a timetable for filing all remaining notices of claims (2) prepare a detailed legal analysis of the potential claims for each of the GOCO facilities including an assessment of applicable case law, potential effect of specific indemnification provisions, pollution exclusion and limitations in the scope of coverage (3) analyze alternative approaches, such as pursuing claims in groups, to maximize insurance recovery, including legal strategy and timetables, and decide on a recommended course of action.

## NOTIFICATION OF ENVIRONMENTAL CONTRACT AWARDS

The conferees direct each military service to notify interested State and local authorities and interested Members of Congress upon release of draft solicitations for contracts anticipated to exceed \$5,000,000. The conferees further direct that this requirement shall also apply to all increments of indefinite delivery indefinite quantity-type contracts which meet this threshold.

## TOTAL ENVIRONMENTAL REMEDIATION CONTRACTS (TERC)/REMEDIAL ACTION CONTRACTS (RAC)

The conferees direct that not more than twenty-five percent of funding obligated by the Corps of Engineers for environmental re-

mediation shall be executed through TERC contracts. Additionally, the conferees are concerned with the Navy's increasing reliance on the RAC to accomplish environmental remediation. Accordingly, the conferees direct the Secretary of the Navy to report to the congressional defense committees no later than January 15, 1999, on their use of RAC during fiscal year 1998. The conferees further direct that this information be provided quarterly throughout fiscal year 1999.

MITIGATION OF ENVIRONMENTAL DAMAGE

In entering into contracts for the mitigation of environmental damage on Indian lands, the Department is encouraged to extend a preference to Native American owned or operated businesses with experience in the mitigation of environmental damage or environmental technology.

OVERSEAS HUMANITARIAN, DISASTER, AND CIVIC AID

The conferees agree to provide \$50,000,000 for Overseas Humanitarian, Disaster, and Civic Aid.

FORMER SOVIET UNION THREAT REDUCTION

The conferees agree to provide \$440,400,000, for the Former Soviet Union Threat Reduction program.

QUALITY OF LIFE ENHANCEMENT, DEFENSE

The conferees agree to provide a total of \$455,000,000 for Quality of Life Enhancement, Defense. Given the substantial backlog of real property maintenance in the areas of barracks, dormitories and related facilities, the conferees direct that these funds be applied to workload for such projects within the United States and its territories. In the case of the Reserve components, these additional funds should be utilized to reduce the backlog in mission and support facilities. The conferees further direct the Secretaries of each of the Military Services to provide the congressional defense committees with a report on each additional project to be funded from funds available in this account prior to solicitation for these projects. This report shall include the location, estimated cost and projected commencement and completion dates for each project.

TITLE III—PROCUREMENT

The conference agreement is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
SUMMARY				
ARMY:				
AIRCRAFT .....	1,325,943	1,400,338	1,408,652	1,388,268
MISSILES .....	1,205,768	1,140,623	1,188,739	1,226,335
WEAPONS, TRACKED COMBAT VEHICLES .....	1,433,608	1,513,540	1,484,055	1,548,340
AMMUNITION .....	1,008,855	1,099,155	998,655	1,065,955
OTHER .....	3,198,811	3,101,130	3,395,729	3,339,486
TOTAL, ARMY .....	8,172,985	8,254,786	8,475,830	8,568,384

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>NAVY:</b>				
AIRCRAFT .....	7,466,734	7,599,968	7,473,403	7,541,709
WEAPONS .....	1,327,545	1,191,219	1,324,045	1,211,419
AMMUNITION .....	429,539	473,803	488,939	484,203
SHIPS .....	6,252,672	5,973,452	6,067,272	6,035,752
OTHER .....	3,937,737	3,990,553	3,886,475	4,072,662
MARINE CORPS .....	745,858	812,618	954,177	874,216
<b>TOTAL, NAVY .....</b>	<b>20,160,085</b>	<b>20,041,613</b>	<b>20,194,311</b>	<b>20,219,961</b>
<b>AIR FORCE:</b>				
AIRCRAFT .....	7,756,475	8,384,735	7,967,023	8,095,507
MISSILES .....	2,359,803	2,191,527	2,219,299	2,069,827
AMMUNITION .....	384,161	388,925	384,161	379,425
OTHER .....	6,974,387	7,034,217	6,904,164	6,960,483
<b>TOTAL, AIR FORCE .....</b>	<b>17,474,826</b>	<b>17,999,404</b>	<b>17,474,647</b>	<b>17,505,242</b>
DEFENSE-WIDE .....	2,041,650	2,055,432	1,932,250	1,944,833
NATIONAL GUARD AND RESERVE EQUIPMENT .....		120,000	500,000	352,000
<b>TOTAL PROCUREMENT .....</b>	<b>47,849,546</b>	<b>48,471,235</b>	<b>48,577,038</b>	<b>48,590,420</b>

### AIRCRAFT PROCUREMENT, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
<b>AIRCRAFT PROCUREMENT, ARMY</b>					
C-XX (MEDIUM RANGE) AIRCRAFT .....			30,000	5	27,000
UH-60 BLACKHAWK (MYP) .....	218,820	297,320	292,765	29	272,365
AH-64 MODS .....	52,902	55,902	54,402		56,902
CH-47 CARGO HELICOPTER MODS (MYP) .....	101,176	88,476	73,876		81,176
C-12 CARGO AIRPLANE MODS .....	2,658	9,658	8,658		8,658
KIOWA WARRIOR .....	40,446	56,446	52,646		52,646
EH-60 QUICKFIX MODS .....	3,015	3,015			
AIRCRAFT SURVIVABILITY EQUIPMENT .....	5,144	12,544	18,944		12,544
COMMON GROUND EQUIPMENT .....	30,107	31,307	30,107		31,307
ADVISORY AND ASSISTANCE SERVICES .....		-1,584			-1,584

### EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
UH-60 BLACKHAWK (MYP) .....	218,820	297,320	292,765	272,365
Additional aircraft .....	0	78,500	78,500	58,100
Engineering change orders .....	0	0	-4,555	-4,555
AH-64 MODS .....	52,902	55,902	54,402	56,902
VMEP for National Guard .....	0	3,000	0	3,000
AH-64 T701C engine upgrade .....	0	0	1,500	1,000
KIOWA WARRIOR .....	40,446	56,446	52,646	52,646
System safety enhancement .....	0	16,000	9,600	9,600
Crew station mission equipment trainer .....	0	0	2,600	2,600

## MISSILE PROCUREMENT, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
MISSILE PROCUREMENT, ARMY					
HELLFIRE SYS SUMMARY .....	360,625	313,325	360,625	2,000	360,625
JAVELIN (AAWS-M) SYSTEM SUMMARY .....	319,988	319,988	349,988	3,316	339,988
MLRS ROCKET .....	16,513	3,413	.....	.....	.....
MLRS LAUNCHER SYSTEMS .....	85,387	110,387	143,787	24	123,787
ATACMS/BAT .....	49,083	49,083	24,083	30	49,083
BAT .....	100,425	100,425	50,225	420	100,425
AVENGER MODS .....	8,425	.....	8,425	.....	8,425
ADVISORY AND ASSISTANCE SERVICES .....	.....	-7,604	.....	.....	-7,604

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
MLRS LAUNCHER SYSTEMS .....	85,387	110,387	143,787	123,787
National Guard launchers .....	0	25,000	50,000	0
COTS to procure joint technical architecture .....	0	0	8,400	8,400
National Guard MLRS support equipment .....	.....	.....	.....	30,000

PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEHICLES,  
ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
PROCUREMENT OF W&TCV, ARMY					
BRADLEY BASE SUSTAINMENT .....	285,844	371,844	283,844	.....	356,844
BFVS SERIES (MOD) .....	58,998	58,998	78,998	.....	75,498
IMPROVED RECOVERY VEHICLE (M88 MOD) .....	38,175	38,175	55,075	21	51,075
HEAVY ASSAULT BRIDGE (HAB) SYS (MOD) .....	50,401	50,401	43,748	.....	50,401
M1 ABRAMS TANK (MOD) .....	53,301	58,301	46,601	.....	36,301
ABRAMS UPGRADE PROGRAM .....	412,661	403,661	408,061	.....	419,061
ARMOR MACHINE GUN, 7.62MM M240 SERIES .....	6,496	6,496	12,996	673	11,496
GRENADE LAUNCHER, AUTO, 40MM, MK19-3 .....	12,191	12,191	15,191	697	15,191
M16 RIFLE MODS .....	6,241	6,241	5,241	.....	5,241
DIRECT SUPPORT ELECTRICAL TEST SETS (DSETS) .....	.....	.....	25,000	.....	20,000
ADVISORY AND ASSISTANCE SERVICES .....	.....	-2,068	.....	.....	-2,068

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
BRADLEY BASE SUSTAINMENT .....	285,844	371,844	283,844	356,844
A0 to ODS variant .....	0	80,000	0	70,000
AN/VIC-3 .....	0	6,000	0	3,000
Software delays .....	0	0	-2,000	-2,000
BFVS SERIES (MOD) .....	58,998	58,998	78,998	75,498
Reactive armor tiles .....	0	0	20,000	16,500
M1 ABRAMS TANK (MOD) .....	53,301	58,301	46,601	36,301
AN/VIC-3 .....	0	5,000	0	3,000
M1A1D program savings .....	0	-6,700	0	-20,000



[In thousands of dollars]

	Budget	House	Senate	Conference
ABRAMS UPGRADE PROGRAM .....	412,661	403,661	408,061	419,061
M1A1D termination .....	0	-20,000	0	0
Tank upgrades .....	0	11,000	0	11,000
Overhead rates—M1A2 program .....	0	-4,600	0	-4,600
DIRECT SUPPORT ELECTRICAL TEST SETS (DSETS) .....	0	0	25,000	20,000
Abrams upgrade program .....	0	0	5,000	4,000
BFIST .....	0	0	5,000	4,000
Bradley C2 vehicle .....	0	0	5,000	4,000
Bradley legacy fleet .....	0	0	5,000	4,000
Bradley stinger .....	0	0	5,000	4,000

### PROCUREMENT OF AMMUNITION, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
PROCUREMENT OF AMMUNITION, ARMY					
CTG, 5.56MM, ALL TYPES .....	91,620	97,220	77,620	.....	94,420
CTG, 7.62MM, ALL TYPES .....	10,463	14,463	7,263	.....	12,463
CTG, 25MM, ALL TYPES .....	59,618	80,418	71,618	.....	80,418
CTG MORTAR 60MM PRACTICE M766 .....	.....	5,000	.....	.....	2,500
CTG MORTAR 120MM HE M934 W/MO FUZE .....	29,087	38,087	29,087	33	37,087
CTG MORTAR 120MM ILLUM XM930 W/MTSQ FZ ...	.....	8,500	.....	.....	5,000
CTG 120MM APFSDS-T M829A2/M829E3 .....	9,732	19,732	9,732	2	14,732
CTG 120MM HEAT-MP-T M830A1 .....	.....	10,000	15,000	.....	10,000
CTG ARTY 105MM DPICM XM915 .....	.....	7,500	.....	.....	.....
CTG ARTY 105 M927 .....	.....	5,000	.....	.....	5,000
PROJ ARTY 155MM SADARM M898 .....	56,542	36,542	31,542	550	31,542
PROJ ARTY 155MM HE M107 .....	25,650	35,650	25,650	124	32,650
FUZE ARTY ELEC TIME M767 .....	.....	.....	5,000	.....	4,000
MINE AT M87 (VOLCANO) .....	.....	.....	15,000	.....	12,000
BUNKER DEFEATING MUNITION (BDM) .....	.....	10,000	.....	.....	10,000
PROVISION OF INDUSTRIAL FACILITIES .....	47,660	52,560	47,660	.....	50,660
CONVENTIONAL AMMO DEMILITARIZATION .....	97,983	97,983	82,983	.....	82,983

### KINETIC ENERGY TANK AMMUNITION

The conferees direct the Army to submit by December 1, 1998, their plan for funding the M829A2 at a minimum sustaining rate until the M829E3 enters production.

#### M830A1 TANK AMMUNITION

The conferees encourage the Army to include funding for the M830A1 and M830A1 to XM908 conversion programs in its fiscal year 2000 budget submission.

### OTHER PROCUREMENT, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
OTHER PROCUREMENT, ARMY					
TACTICAL TRAILERS/DOLLY SETS .....	11,948	11,948	19,448	.....	17,948
HI MOB MULTI-PURP WHLD VEH (HMMWV) .....	12,144	58,476	77,844	110	67,144

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
FAMILY OF MEDIUM TACTICAL VEH (FMTV) .....	332,044	312,424	382,044	2,038	332,044
MEDIUM TRUCK EXTENDED SVC PGM (ESP) .....	37,247	37,247	63,647	1,085	50,447
LINE HAUL ESP .....	4,883	4,983	4,883	62	4,983
HEAVY ARMORED SEDAN .....	5,956	5,956	.....	54	5,956
PASSENGER CARRYING VEHICLES .....	867	867	.....	37	867
GENERAL PURPOSE VEHICLES .....	1,059	1,059	.....	.....	1,059
PROJECT MANAGEMENT SUPPORT .....	2,437	2,437	1,437	.....	1,437
SYSTEM FIELDING SUPPORT (TACOM) .....	4,166	4,166	3,166	.....	3,166
SMART-T (SPACE) .....	57,743	33,143	57,743	.....	57,743
ARMY DATA DISTRIBUTION SYSTEM (ADDS) .....	24,048	27,048	52,048	.....	47,048
SINGGARS FAMILY .....	13,212	51,212	63,212	.....	57,212
ACUS MOD PROGRAM (WIN-T/T) .....	97,080	97,080	132,080	.....	129,830
INFORMATION SYSTEM SECURITY PROGRAM—ISSP .....	29,714	31,714	33,714	.....	33,714
INFORMATION SYSTEMS .....	91,213	91,213	122,213	.....	119,213
ALL SOURCE ANALYSIS SYS (ASAS) (TIARA) .....	24,117	24,117	24,117	.....	30,867
JTT/CIBS-M (TIARA) .....	5,340	10,340	5,340	56	10,340
I EW—GND BASE COMMON SENSORS (TIARA) .....	25,388	14,188	.....	.....	12,071
JOINT STARS (ARMY) (TIARA) .....	87,229	90,229	87,229	.....	87,229
TACTICAL EXPLOITATION OF NATIONAL CAPABILITY .....	1,690	1,690	1,690	.....	6,090
COMMON IMAGERY GRD/SURFACE SYS .....	.....	2,508	.....	.....	2,508
ITEMS LESS THAN \$2.0M (TIARA) .....	530	530	2,530	.....	1,530
SHORTSTOP .....	.....	15,000	.....	.....	10,000
NIGHT VISION DEVICES .....	29,636	38,636	53,136	.....	43,636
LTWY VIDEO RECON SYSTEM (LWVRS) .....	3,364	3,364	9,364	110	8,364
MOD OF IN-SVC EQUIP (TAC SURV) .....	5,477	23,227	5,477	.....	16,477
LOGTECH .....	3,238	3,238	9,238	.....	8,238
GUN LAYING AND POS SYS (GLPS) .....	11,781	6,331	11,781	126	6,331
ISYSCON EQUIPMENT .....	34,175	10,175	34,175	.....	15,175
ARMY TRAINING XX1 MODERNIZATION .....	32,635	.....	32,635	.....	32,635
AUTOMATED DATA PROCESSING EQUIP .....	130,712	120,712	130,712	.....	123,712
ITEMS LESS THAN \$2.0M (CSS-EQ) .....	4,749	4,749	4,749	.....	5,749
HYDRAULIC EXCAVATOR .....	6,402	8,902	6,402	26	6,402
CRANE, WHEEL MTD, 25T, 3/4 CU YD, RT .....	11,553	11,553	11,553	47	19,553
PUSHER TUG, SMALL .....	4,269	8,569	4,269	3	8,569
FLOATING CRANE, 100-250 TON .....	.....	15,000	.....	1	15,000
GENERATORS AND ASSOCIATED EQUIP .....	82,749	69,049	82,749	.....	69,049
ROUGH TERRAIN CONTAINER CRANE .....	13,615	3,615	13,615	30	8,615
TRAINING DEVICES, NONSYSTEM .....	56,755	67,755	44,655	.....	60,755
SIMNET/CLOSE COMBAT TACTICAL TRAINER .....	113,927	76,527	88,927	.....	88,927
FIRE SUPPORT COMBINED ARMS TACTICAL TRAIN- ER .....	28,124	.....	28,124	.....	16,000
INTEGRATED FAMILY OF TEST EQUIPMENT (IFTE) ..	54,051	69,051	64,051	.....	66,551
BASE LEVEL COM'L EQUIPMENT .....	9,697	9,697	9,697	.....	12,697
MODIFICATION OF IN-SVC EQUIPMENT (OPA-3) ....	17,667	22,467	17,667	.....	22,667
VEHICLE LEASES .....	.....	.....	400	.....	.....
ADVISORY AND ASSISTANCE SERVICES .....	.....	-4,030	.....	.....	-4,030
R-2000 ENGINE FLUSH SYSTEM .....	.....	5,000	.....	.....	.....

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
ACUS MOD PROGRAM (WIN-T/T) .....	97,080	97,080	132,080	129,830
Program increase .....	0	0	35,000	30,000
High speed multiplexer (moved from 203761A) .....	0	0	0	2,750
INFORMATION SYSTEM SECURITY PROGRAM—ISSP .....	29,714	31,714	33,714	33,714
"Uninterruptible" universal power supply sys .....	0	2,000	0	1,000
Tactical Secure Terminal Equipment .....	0	0	4,000	3,000
ALL SOURCE ANALYSIS SYS (ASAS) (TIARA) .....	24,117	24,117	24,117	30,867
Analysis control team (Note: Transferred from 0203761A) ..	0	0	0	6,750
JOINT STARS (ARMY) (TIARA) .....	87,229	90,229	87,229	87,229

[In thousands of dollars]

	Budget	House	Senate	Conference
Common Ground Station (Note: Of the available funds, \$2,000,000 is only to procure additional workstations for field units in Korea and Bosnia) .....	0	3,000	0	0
TACTICAL EXPLOITATION OF NATIONAL CAPABILITY .....	1,690	1,690	1,690	6,090
Grendier Brat (Note: Transferred from 0203761A) .....	0	0	0	4,400
NIGHT VISION DEVICES .....	29,636	38,636	53,136	43,636
Increase procurement—various systems .....	0	9,000	0	6,000
25mm gen III image intensifier .....	0	0	10,000	8,000
LTWT VIDEO RECON SYSTEM (LWVRS) .....	3,364	3,364	9,364	8,364
Increase procurement .....	0	0	6,000	5,000
MOD OF IN-SVC EQUIP (TAC SURV) .....	5,477	23,227	5,477	16,477
Firefinder .....	0	16,000	0	10,000
Automated Integrated Surveying Instrument .....	0	1,750	0	1,000
AUTOMATED DATA PROCESSING EQUIP .....	130,712	120,712	130,712	123,172
Ammo AIT .....	0	10,000	0	10,000
JCALS .....	0	-20,000	0	-17,000
ITEMS LESS THAN \$2.0M (OSS-EQ) .....	4,749	4,749	4,749	5,749
Lightweight maintenance shelters .....	0	0	[2,000]	1,000
HYDRAULIC EXCAVATOR .....	6,402	8,902	6,402	6,402
Hydraulic excavator—active .....	0	1,000	0	0
Hydraulic excavator—reserves (Note: Funds are provided under Modification of In-service Equipment) .....	0	1,500	0	0
CRANE, WHEEL MTD, 25T, 3/4 CU YD, RT .....	11,553	11,553	11,553	19,553
All terrain cranes for the Army reserves .....	0	0	0	8,000
TRAINING DEVICES, NONSYSTEM .....	56,755	67,755	44,655	60,755
Firefighter trainers .....	0	3,000	4,000	3,000
Aerial weapons scoring system .....	0	3,000	0	2,000
Engagement skills trainers—NTL GRD .....	0	5,000	0	3,000
MILES .....	0	0	-16,100	-8,000
MILES—Cope Thunder exercise .....	0	0	[4,000]	4,000
BASE LEVEL COM'L EQUIPMENT .....	9,697	9,697	9,697	12,697
R-2000 Engine Flush System (Note: House provided funds under R-2000 Engine Flush System project) .....	0	0	0	3,000
MODIFICATION OF IN-SVC EQUIPMENT (OPA-3) .....	17,667	22,467	17,667	22,667
Laser leveling systems .....	0	4,800	0	3,500
Laser leveling systems for hydraulic excavator systems (Note: House provided funds under Hydraulic Excavator Systems) .....	0	0	0	1,500
R-2000 ENGINE FLUSH SYSTEM (Note: Project is funded under base level com'l equipment) .....	0	5,000	0	0

## TACTICAL RADIOS

The conferees encourage FORSCOM to procure off-the-shelf radios such as the AN/PRC-138 and AKLR/MIBTR to meet the 82nd Airborne Division's requirement to replace its aging non-secure radios.

## AIRCRAFT PROCUREMENT, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
AIRCRAFT PROCUREMENT, NAVY					
AV-8B (V/STOL) HARRIER .....	282,713	279,513	282,713	12	279,513
F/A-18E/F (FIGHTER) HORNET .....	2,787,783	2,568,083	2,787,783	30	2,772,783
V-22 (MEDIUM LIFT) .....	610,766	696,266	610,766	7	610,766
CH-60 .....	106,027	144,027	106,027	5	125,027
T-45TS (TRAINER) GOSHAWK .....	282,667	267,167	282,667	15	293,567

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
T-45TS (TRAINER) GOSHAWK (AP-CY) .....	60,159	60,159	8,000	.....	8,000
KC-130J .....	.....	112,400	.....	2	112,400
EA-6 SERIES .....	75,735	114,735	80,735	.....	95,735
AV-8 SERIES .....	99,109	112,409	99,109	.....	86,509
F-14 SERIES .....	223,661	224,361	223,661	.....	216,361
F-18 SERIES .....	198,049	211,149	198,049	.....	194,149
AH-1W SERIES .....	22,394	27,894	33,394	.....	27,894
H-1 SERIES .....	18,220	30,220	18,220	.....	26,220
EP-3 SERIES .....	5,437	6,937	7,437	.....	7,437
P-3 SERIES .....	268,633	341,033	279,133	.....	291,633
S-3 SERIES .....	45,997	69,797	45,997	.....	45,997
E-2 SERIES .....	91,502	96,502	91,502	.....	93,502
CARGO/TRANSPORT A/C SERIES .....	27,179	27,179	38,179	.....	27,179
E-6 SERIES .....	64,660	60,060	64,660	.....	64,660
COMMON ECM EQUIPMENT .....	37,375	33,075	58,875	.....	37,075
COMMON AVIONICS CHANGES .....	104,697	109,197	104,697	.....	102,697
SPARES AND REPAIR PARTS .....	727,838	719,438	727,838	.....	727,838
COMMON GROUND EQUIPMENT .....	330,952	315,552	333,952	.....	321,952
AIRCRAFT INDUSTRIAL FACILITIES .....	13,753	11,953	13,753	.....	11,953
ADVISORY AND ASSISTANCE SERVICES .....	.....	-15,394	.....	.....	-15,394

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
F/A-18E/F (FIGHTER) HORNET .....	2,787,783	2,568,083	2,787,783	2,772,783
Reduction of aircraft .....	0	-204,700	0	0
Program reduction .....	0	-15,000	0	-15,000
T-45TS (TRAINER) GOSHAWK .....	282,667	267,167	282,667	293,567
Authorization reduction, GSE/training equip .....	0	-15,500	0	0
Aircraft pricing .....	0	0	0	10,900
AV-8 SERIES .....	99,109	112,409	99,109	86,509
Transfer from RDT&E .....	0	11,000	0	0
ALR-67 antennas .....	0	2,300	0	2,300
OSCAR .....	0	0	0	-14,900
F-14 SERIES .....	223,661	224,361	223,661	216,361
LANTIRN .....	0	8,000	0	0
Authorization reduction, structural mods .....	0	-7,300	0	-7,300
F-18 SERIES .....	198,049	211,149	198,049	194,149
Modification of Naval Reserve aircraft .....	0	17,000	0	0
Authorization reduction, installation costs .....	0	-3,900	0	-3,900
EP-3 SERIES .....	5,437	6,937	7,437	7,437
Flat panel displays .....	0	1,500	0	800
JSAF test .....	0	0	2,000	1,200
P-3 SERIES .....	268,633	341,033	279,133	291,633
Transfer from RDT&E .....	0	28,700	0	0
Lightweight environmentally sealed parachute assembly .....	0	10,000	7,400	7,400
One additional AIP kit .....	0	12,200	12,200	12,200
Specific emitter identification .....	0	15,000	0	7,500
Advanced digital recorders .....	0	6,500	0	5,000
Weapon system trainer (Note: The conferees agree to the Senate direction that up to \$5,000,000 is available for the replacement data storage system.) .....	0	0	-9,100	-9,100
COMMON ECM EQUIPMENT .....	37,375	33,075	58,875	37,075
AN/ALR-67(V)2 radar warning receiver upgrades .....	0	5,000	5,000	5,000
IDECIM, transfer to RDT&E .....	0	-9,300	0	-9,300
AN/APR-39 radar warning receivers .....	0	0	6,500	4,000
ALQ-165 suites .....	0	0	10,000	0
COMMON AVIONICS CHANGES .....	104,697	109,197	104,697	102,697
Transfer from RDT&E .....	0	6,500	0	0
Authorization reduction, ARC-210 radio installs ..	0	-2,000	0	-2,000

[In thousands of dollars]

	Budget	House	Senate	Conference
COMMON GROUND EQUIPMENT .....	330,952	315,552	333,952	321,952
Authorization reduction, CASS cost growth .....	0	-15,400	0	-12,000
Naval Reserve direct support squadron readiness training .....	0	0	3,000	3,000

### WEAPONS PROCUREMENT, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
WEAPONS PROCUREMENT, NAVY					
TRIDENT II (AP-CY) .....	62,800	62,800	42,800	.....	52,800
TOMAHAWK .....	129,758	33,258	129,758	.....	33,258
AMRAAM .....	62,641	55,641	51,641	115	51,641
JSOW .....	125,207	110,207	125,207	328	117,707
SLAM-ER .....	.....	39,506	.....	54	39,506
STANDARD MISSILE .....	225,702	205,702	210,702	120	215,602
PENGUIN .....	.....	10,000	7,500	.....	.....
AERIAL TARGETS .....	75,474	72,774	75,474	.....	72,774
DRONES AND DECOYS .....	298	298	10,298	.....	8,298
HARPOON MODS .....	39,506	.....	39,506	.....	.....
WEAPONS INDUSTRIAL FACILITIES .....	27,133	24,333	27,133	.....	26,133
MK-48 TORPEDO ADCAP MODS .....	52,813	50,613	52,813	.....	50,163
CIWS MODS .....	2,778	6,778	12,778	.....	10,778
5/54 GUN MOUNT MODS .....	909	909	15,909	.....	13,909
ADVISORY AND ASSISTANCE SERVICES .....	.....	-4,126	.....	.....	-4,126

### EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
AMRAAM .....	62,641	55,641	51,641	51,641
Program reduction/merger savings .....	0	-7,000	-11,000	-11,000
STANDARD MISSILE .....	225,702	205,702	210,702	215,602
Support costs .....	0	-20,000	0	-4,000
Block IVA support costs .....	0	0	-8,900	0
Program reduction/merger savings .....	0	0	-6,100	-6,100

### PROCUREMENT OF AMMUNITION, NAVY AND MARINE CORPS

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
PROCUREMENT OF AMMUNITION, NAVY & MARINE CORP					
GENERAL PURPOSE BOMBS .....	22,904	22,904	34,904	.....	31,904
JDAM .....	41,363	41,363	41,363	747	38,063
PRACTICE BOMBS .....	40,134	60,134	40,134	.....	55,134
EXTENDED RANGE GUIDED MUNITIONS (ERGM) .....	27,452	27,452	37,452	.....	27,452
5.56 MM, ALL TYPES .....	25,750	26,350	26,250	.....	26,250
.50 CALIBER .....	1,180	1,180	1,680	.....	1,680
60 MM, ALL TYPES .....	.....	.....	8,200	.....	7,000
120MM, ALL TYPES .....	14,054	14,054	18,054	.....	16,054
120MM TPCSDS-T M865 .....	.....	500	.....	.....	500

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
120 MM TP-T M831 .....		700			700
CTG 25MM, ALL TYPES .....	3,860	4,760	4,860		4,760
9 MM ALL TYPES .....	2,332	3,132	3,332		3,132
GRENADES, ALL TYPES .....	4,893	8,093	5,893		5,893
ROCKETS, ALL TYPES .....	21,346	38,346	39,346		39,346
DEMOLITION MUNITIONS, ALL TYPES .....	7,737	8,337	7,737		8,337
FUZE, ALL TYPES .....	13,645	13,645	16,145		15,145
ADVISORY AND ASSISTANCE SERVICES .....		- 736			- 736

## SHIPBUILDING AND CONVERSION, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
SHIPBUILDING & CONVERSION, NAVY					
DDG-51 .....	2,672,078	2,662,078	2,672,078	3	2,667,078
LHD-8 ADVANCE PROCUREMENT .....			50,000		45,000
OUTFITTING .....	95,680	80,680	95,680		90,680
POST DELIVERY .....	123,277	114,977	123,277		117,277
ADVISORY AND ASSISTANCE SERVICES .....		- 10,520			- 10,520

## NIMITZ OVERHAUL

The conferees withdraw direction in the fiscal year 1998 conference report that \$20,000,000 of the amount budgeted for the Nimitz overall is only for the ship self-defense system, since the Navy has requested and this Act provides funds in the fiscal year 1999 Other Procurement, Navy appropriation for the same purpose.

## LPD-17

The Navy desires to move to the more capable advanced enclosed mast system (AEMS) for the LPD-17 class ships and has informed the Appropriations Committees it has sufficient funds for this program. The conferees direct the Navy to include the AEMS on LPD 17 and 18 and to provide sufficient funds for the AEMS on subsequent ships. Should additional funding be required the Navy is directed to request reprogramming or ship cost adjustments next year. The conferees concur with the House direction regarding the evaluation of combat systems and ship self defense alternatives for the LPD-17 class ships. Currently planned systems are not sufficient to meet the anti-ship cruise missile and other threat scenarios. The report to the Appropriations Committees shall include, but not be limited to, alternatives such as multi-function radars together with an evolved sea sparrow to enhance cruise missile defense and Navy plans to ensure the post delivery availability or backfit of enhanced combat system and ship self defense alternatives for the LPD-17 class ships.

## OTHER PROCUREMENT, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
OTHER PROCUREMENT, NAVY					
OTHER GENERATORS .....	9,637	9,637	8,437		8,437
OTHER NAVIGATION EQUIPMENT .....	45,259	63,259	57,259		59,259
POLLUTION CONTROL EQUIPMENT .....	149,669	130,269	123,669		130,269
HM&E ITEMS UNDER \$2.0 MILLION .....	58,121	55,021	58,121		56,121
REACTOR POWER UNITS .....	227,338	200,038	227,338		227,338
REACTOR COMPONENTS .....	211,382	200,882	211,382		211,382
NUCLEAR ALTERATIONS .....	96,752	90,752	96,752		96,752
RADAR SUPPORT .....	1,260	23,260	10,260		23,260
FFG UPGRADES .....					11,000
AN/SQQ-89 SURF ASW COMBAT SYSTEM .....	27,432	18,732	27,432		23,432
SSN ACOUSTICS .....	133,535	132,335	148,535		144,735
SONAR SWITCHES AND TRANSDUCERS .....	12,785	11,785	12,785		12,785
C-3 COUNTERMEASURES .....	6,080	12,580	6,080		10,080
BATTLE GROUP PASSIVE HORIZON EXTEN .....	73,542	73,542	65,328		65,328
NAVY TACTICAL DATA SYSTEM .....	34	10,034	34		8,034
COOPERATIVE ENGAGEMENT CAPABILITY .....	47,332	82,332	19,432		82,332
COMMON IMAGERY GRD/SURFACE SYS .....		65,827			65,827
MINESWEEPING SYSTEM REPLACEMENT .....	32,934	17,034	17,039		17,039
STRATEGIC PLATFORM SUPPORT EQUIP .....	12,687	11,687	12,687		12,687
NATIONAL AIR SPACE SYSTEM .....	28,201		28,201		8,018
ID SYSTEMS .....	15,330	13,430	15,330		13,430
JMCIS TACTICAL/MOBILE .....	3,982	25,982	3,982		23,982
INTEG COMBAT SYSTEM TEST FACILITY .....	4,482	4,482	6,482		6,482
SHORE ELEC ITEMS UNDER \$2.0 MILLION .....	2,559	10,559	2,559		10,559
SHIPBOARD TACTICAL COMMUNICATIONS .....	34,397	34,397	38,397		37,397
SHIP COMM ITEMS UNDER \$2.0 MILLION .....	24,220	22,320	24,220		22,320
SUBMARINE COMMUNICATION EQUIPMENT .....	64,583	64,583	50,283		60,583
SATCOM SHIP TERMINALS (SPACE) .....	145,193	155,193	145,193		152,193
INTEGRATED BROADCAST SERVICE .....		10,271			10,271
JEDMICS .....		5,000	10,000		7,000
NAVAL SHORE COMMUNICATIONS .....	113,546	110,546	113,546		110,546
WEAPONS RANGE SUPPORT EQUIPMENT .....	8,064	13,064	23,064		26,064
AIRCRAFT LAUNCH & RECOVERY EQUIPMENT .....	39,749	35,649	39,749		35,649
METEOROLOGICAL EQUIPMENT .....	32,892	28,492	32,892		28,492
GUN FIRE CONTROL EQUIPMENT .....	20,203	35,203	20,203		31,203
ENGAGEMENT SYSTEMS SUPPORT .....	307		307		
SHIP SELF DEFENSE SYSTEM .....	22,944	43,944	22,944		38,944
AEGIS SUPPORT EQUIPMENT .....	83,169	85,169	95,169		94,169
SURFACE TOMAHAWK SUPPORT EQUIPMENT .....	90,209	103,009	90,209		98,009
STRATEGIC MISSILE SYSTEMS EQUIP .....	283,612	278,612	283,612		278,612
ANTI-SHIP MISSILE DECOY SYSTEM .....	21,504	8,004	22,504		22,504
SURFACE TRAINING DEVICE MODS .....	5,891	6,891	5,891		6,891
ARMORED SEDANS .....	255	255			255
PASSENGER CARRYING VEHICLES .....	3,224	3,224	246		2,540
POLLUTION CONTROL EQUIPMENT .....	28,039	22,539	28,039		21,039
VEHICLE LEASING .....			806		684
TRAINING SUPPORT EQUIPMENT .....	2,174	7,174	2,174		5,174
COMMAND SUPPORT EQUIPMENT .....	17,916	19,916	17,916		19,916
OPERATING FORCES SUPPORT EQUIPMENT .....	4,684	6,184	4,684		6,184
SPARES AND REPAIR PARTS .....	279,028	247,528	271,028		247,528
ADVISORY AND ASSISTANCE SERVICES .....		-4,594			-4,594

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
OTHER NAVIGATION EQUIPMENT .....	45,259	63,259	57,259	59,259
WSN-7 ring laser gyro .....	0	12,000	12,000	10,000
WQN-2 doppler sonar velocity log .....	0	6,000	0	2,000
Doppler sonar velocity log alternate competitive source .....	0	0	0	2,000

[In thousands of dollars]

	Budget	House	Senate	Conference
(Note: This item was funded in RDT&E, Navy in the Senate bill)				
POLLUTION CONTROL EQUIPMENT .....	149,669	130,269	123,669	130,269
Authorization reduction .....	0	-19,400	0	-19,400
Shore-based program .....	0	0	-15,000	0
Ship-based program .....	0	0	-11,000	0
(Note: The conferees direct that none of the reduction be applied to ship conversions of refrigeration equipment from refrigerant CFC-114 to ozone-friendly CFC substitutes)				
FFG UPGRADES .....	0	0	0	11,000
(Note: These funds are only for FFG upgrades to support the Naval Reserve Force Western Hemisphere mission. Funding will allow for upgrades that include, but are not limited to, consoles, radar, and tracking software as well as maintenance logistics costs)				
SSN ACOUSTICS .....	133,535	132,335	148,535	144,735
Authorization reduction .....	0	-1,200	0	0
Acoustic rapid COTS insertion .....	0	0	15,000	11,200
C-3 COUNTERMEASURES .....	6,080	12,580	6,080	10,080
Outlaw Bandit ship signature reduction kits .....	0	6,000	0	4,000
(Note: Outlaw Bandit funds provided in this Act in both RDT&E and OPN are of special interest)				
Cancelled MK-12 field changes .....	0	-1,900	0	-1,900
JMCIS TACTICAL/MOBILE .....	3,982	25,982	3,982	23,982
Littoral surveillance system .....	0	12,000	0	12,000
(Note: Funds are only to procure an engineering development model for operational use to support Naval Reserve operations of the Pacific Disaster Center).				
Mobile inshore undersea warfare van improvements .....	0	10,000	0	8,000
(Note: \$4,000,000 is for MIUW improvements and \$4,000,000 is only to establish integrated logistics support for the MIUW system)				
Submarine high data rate communications .....	0	0	-14,300	-4,000
WEAPONS RANGE SUPPORT EQUIPMENT .....	8,064	13,064	23,064	26,064
Rangeless air combat training .....	0	5,000	0	5,000
Mobile remote emitter simulator for 2nd location .....	0	0	5,000	3,000
PMRF upgrades .....	0	0	10,000	10,000
AEGIS SUPPORT EQUIPMENT .....	83,169	85,169	95,169	94,169
Wireless sensors .....	0	2,000	0	1,000
Smart ship equipment .....	0	0	12,000	10,000
SURFACE TOMAHAWK SUPPORT EQUIPMENT .....	90,209	103,009	92,209	98,009
Afloat planning system .....	0	10,000	0	5,000
Tactical Tomahawk .....	0	2,800	0	2,800

### PROCUREMENT, MARINE CORPS

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
PROCUREMENT, MARINE CORPS					
MODIFICATION KITS (TRKD VEH) .....	5,726	5,726	25,326	.....	7,726
MOD KITS (ARTILLERY) .....	1,809	1,809	4,309	.....	2,809
155MM LIGHTWEIGHT TOWED HOWITZER .....	10,002	10,002	10,002	.....	.....
PEDESTAL MOUNTED STINGER (PMS) (MYP) .....	218	218	5,218	.....	3,218
AUTO TEST EQUIP SYS .....	19,312	19,312	34,312	.....	29,312



[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
MOD KITS (INTEL) .....	4,791	4,791	7,891		7,391
ITEMS LESS THAN \$2.0M (INTELL) .....		2,000			2,000
NIGHT VISION EQUIPMENT .....	11,563	11,563	50,063		33,663
COMMAND POST SYSTEMS .....	7,134	12,134	7,134		17,134
COMM & ELEC INFRASTRUCTURE SUPPORT .....	57,862	89,862	131,962		105,862
MOD KITS MAGTF C41 .....	27,427	27,427	27,427		33,927
COMMERCIAL PASSENGER VEHICLES .....	1,248	1,248	53	37	1,248
COMMERCIAL CARGO VEHICLES .....	8,821	8,821	7,624		8,821
VEHICLE LEASES .....			611		
MEDIUM TACTICAL VEHICLE REPLACEMENT .....	83,717	69,717	83,717	240	69,717
LT TACTICAL VEHICLE REMANUFACTURE (LTRV) ....	39,263	72,763	66,263		69,263
POWER EQUIPMENT ASSORTED .....	5,097	5,097	14,597		9,597
SHOP EQ CONTACT MAINTENANCE (SECM) .....	5,972	5,972	11,372		8,372
COMMAND SUPPORT EQUIPMENT .....	514	4,914	514		4,914
MATERIAL HANDLING EQUIP .....	6,453	11,453	16,853		11,453
ADVISORY AND ASSISTANCE SERVICES .....		-1,140			-1,140

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
MODIFICATION KITS (TRKD VEH) .....	5,726	5,726	25,326	7,726
Mod kits for tracked vehicles .....	0	0	4,600	2,000
JTF enhanced core communications .....	0	0	15,000	0
(Note: Funds are provided under Command Post Systems)				
AUTO TEST EQUIPMENT SYSTEM .....	19,312	19,312	34,312	29,312
DSESTS-LAV, TOW2 and Abrams .....	0	0	15,000	10,000
NIGHT VISION EQUIPMENT .....	11,563	11,563	50,063	33,663
Borelights .....	0	0	1,000	1,000
Medium power laser illuminator .....	0	0	3,800	2,000
Laser aiming modules .....	0	0	5,000	3,000
Gen III tubes .....	0	0	6,100	6,100
AN/AVS-6 night vision goggle OMNI retrofit .....	0	0	22,600	10,000
COMMAND POST SYSTEMS .....	7,134	12,134	7,134	17,134
JTF Enhanced Core Communications .....	0	5,000	0	10,000
(Note: Senate added \$15,000,000 under Modification Kits (Trked Vehicles))				
COMM & ELEC INFRASTRUCTURE SUPPORT .....	57,862	89,862	131,962	105,862
Upgrades—Quantico, 29 Palms, Barstow .....	0	32,000	0	32,000
Upgrades non-specific .....	0	0	74,100	16,000
(Note: Funds are provided for Quantico MCB, 29 Palms MCB, Barstow MCB, and Albany MCB)				
MOD KITS MAGTF C41 .....	27,427	27,427	27,427	33,927
MEWSS .....	0	0	0	6,500

## DIRECT SUPPORT ELECTRICAL SYSTEM TEST SETS

The conferees urge the DoD to include the general purpose Direct Support Electrical System Test Sets (DSESTS) in the DoD automatic test system family. DSESTS are currently in use by the Army and Marine Corps as automatic test equipment (ATE) on several wheeled and tracked combat vehicles. DSESTS are proven test equipment that are comparable to other ATE included in the ATE family.

## AIRCRAFT PROCUREMENT, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
<b>AIRCRAFT PROCUREMENT, AIR FORCE</b>					
ADVANCED TACTICAL FIGHTER (F-22) .....	595,094	525,094	595,094	2	581,094
F-16 C/D (MYP) .....		60,000		1	30,000
EC-130J .....		51,500		1	85,000
C-130J .....	63,782	237,782	30,000		30,000
WC-130 .....		59,700	75,400	1	75,400
JPATS .....	107,086	102,186	97,186	22	106,186
CIVIL AIR PATROL A/C .....	2,619	3,000	2,619	27	3,000
SMALL VCX .....			79,600	1	39,800
E-8C (AP-CY) .....		72,000			36,000
B-1B .....	91,614	91,614	58,514		91,614
B-52 .....	38,308	38,308	48,608		46,608
F-15 .....	196,579	241,579	236,579		241,579
F-16 .....	229,319	235,319	239,219		239,119
C-5 .....	63,635	98,635	63,635		78,635
T-38 .....	53,570	46,570	53,570		50,570
C-130 .....	119,592	148,292	119,592		120,592
C-135 .....	291,070	341,070	381,070		291,070
DARP .....	139,242	139,242	83,942		139,242
E-3 .....	114,181	107,181	114,181		114,181
E-4 .....	13,987	13,987	9,317		9,317
E-8 .....	44,179	44,179	50,179		44,179
PASSENGER SAFETY MODIFICATIONS .....		50,000	50,000		30,000
SPARES AND REPAIR PARTS .....	524,829	522,398	551,829		522,398
COMMON SUPPORT EQUIPMENT .....	152,109	158,109	152,109		158,109
B-2A .....	189,869	275,869	159,869		239,869
F-16 POST PRODUCTION SUPPORT .....	27,289	42,289	27,289		37,289
WAR CONSUMABLES .....	49,396	49,396	49,396		34,720
MISC PRODUCTION CHARGES .....	221,464	207,864	210,564		207,064
COMMON ECM EQUIPMENT .....	4,963	20,663	4,963		11,963
DARP .....	152,113	141,813	152,113		141,813
ADVISORY AND ASSISTANCE SERVICES .....		-11,490			-11,490

**EXPLANATION OF PROJECT LEVEL ADJUSTMENTS**

[In thousands of dollars]

	Budget	House	Senate	Conference
EC-130J .....	0	51,500	0	85,000
(Note: USAF will utilize all remaining unobligated EC-130J appropriations, regardless of fiscal year, to perform three Commando Solo (EC-130J) modifications)				
C-130J .....	63,782	237,782	30,000	30,000
Additional aircraft for Air National Guard .....	0	174,000	0	0
C-130J aircraft trainer .....	0	0	30,000	30,000
Active aircraft reduction .....	0	0	-63,782	-63,782
JPATS .....	107,086	102,186	97,186	106,186
Three additional aircraft .....	0	9,100	9,100	9,100
GBTS concurrency .....	0	-14,000	0	-10,000
GBTS delays .....	0	0	-15,000	0
Other government cost growth .....	0	0	-4,000	0
B-52 .....	38,308	38,308	48,608	46,608
Modifications for 94 aircraft fleet .....	0	0	10,300	10,300
Program reduction .....	0	0	0	-2,000
F-15 .....	196,579	241,579	236,579	241,579
"E" kit engine upgrades .....	0	20,000	25,000	20,000
ALQ-135 jammer .....	0	25,000	15,000	25,000
F-16 .....	229,319	235,319	239,219	239,119
600 gal fuel tanks .....	0	6,000	4,000	4,000
Digital terrain system .....	0	0	5,900	4,000
ALR-56M .....	0	0	0	1,800
C-130 .....	119,592	148,292	119,592	120,592
EC-130 modifications .....	0	24,700	0	0

(In thousands of dollars)

	Budget	House	Senate	Conference
Aluminum mesh system .....	0	4,000	0	1,000
C-135 .....	291,070	341,070	381,070	291,070
Reengine 2 KC-135 aircraft .....	0	50,000	0	0
C-135 engine lease program .....	0	0	90,000	0
SPARES AND REPAIR PARTS .....	524,829	522,398	551,829	522,398
PACER COIN .....	0	-2,431	0	-2,431
WC-130J modifications .....	0	0	27,000	0
B-2A .....	189,869	275,869	159,869	239,869
B-2 upgrades .....	0	86,000	0	50,000
Software investment .....	0	0	-20,000	0
Initial spares .....	0	0	-10,000	0
WAR CONSUMABLES .....	49,396	49,396	49,396	34,720
LAU-117 contract savings .....	0	0	0	-14,676
MISC PRODUCTION CHARGES .....	221,464	207,864	210,564	207,064
Harm Targeting System .....	0	-10,100	0	0
JTCTS .....	0	-3,500	0	-3,500
GPS user equipment production testing .....	0	0	-3,000	-3,000
GPS undefined hardware .....	0	0	-2,700	-2,700
Program reduction .....	0	0	-5,200	-5,200
COMMON ECM EQUIPMENT .....	4,963	20,663	4,963	11,963
ALQ-184 sustainment .....	0	10,000	0	5,000
ALE-50 decoys .....	0	5,700	0	2,000

## DEFENSE AIRBORNE RECONNAISSANCE PROGRAM

The conferees direct that the Air Force use the previously appropriated funds and, if necessary, a below threshold reprogramming to complete the demonstration and test of the Theater Airborne Warning System (TAWS). The conferees believe that any continuation of this program should be budgeted for in the Air Force's fiscal year 2000 request.

## MISSILE PROCUREMENT, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

(In thousands of dollars)

	Budget	House	Senate	Qty	Conference
MISSILE PROCUREMENT, AIR FORCE					
AMRAAM .....	114,627	93,727	87,323	180	93,727
TARGET DRONES .....	36,263	36,263	26,263	.....	26,263
MM III MODIFICATIONS .....	90,618	136,618	120,618	.....	120,618
AGM-65H MAVERICK .....	.....	3,000	.....	.....	3,000
GLOBAL POSITIONING (MYP) SPACE (AP-CY) .....	77,400	.....	77,400	.....	.....
INERTIAL UPPER STAGES SPACE .....	48,012	46,012	37,812	.....	44,012
TITAN SPACE BOOSTERS SPACE .....	578,540	550,540	548,540	.....	548,540
MEDIUM LAUNCH VEHICLE SPACE .....	188,406	177,406	188,406	5	177,406
DEFENSE SUPPORT PROGRAM SPACE .....	89,904	82,904	89,904	.....	89,904
SPECIAL UPDATE PROGRAMS .....	224,299	204,999	131,299	.....	151,299
SPECIAL PROGRAMS .....	616,271	576,271	616,271	.....	531,271
ADVISORY AND ASSISTANCE SERVICES .....	.....	-11,676	.....	.....	-11,676

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

(In thousands of dollars)

	Budget	House	Senate	Conference
AMRAAM .....	114,627	93,727	87,323	93,727

[In thousands of dollars]

	Budget	House	Senate	Conference
Merger savings/program reduction .....	0	-20,900	-27,304	-20,900
Restructured program .....	0	0	-10,000	-10,000

### PROCUREMENT OF AMMUNITION, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
PROCUREMENT OF AMMUNITION, AIR FORCE					
JOINT DIRECT ATTACK MUNITION .....	53,157	53,157	53,157	1,819	46,157
PRACTICE BOMBS .....		5,000			2,500
ADVISORY AND ASSISTANCE SERVICES .....		-236			-236

### OTHER PROCUREMENT, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
OTHER PROCUREMENT, AIR FORCE					
SEDAN, 4 DR 4X2 .....	780	780			
STATION WAGON, 4X2 .....	413	413			
BUSES .....	5,174	5,174			
AMBULANCES .....	306	306			
ARMORED SEDAN .....	239	239			
TRUCK, CARGO-UTILITY, 3/4T, 4X4 .....	6,160	6,160			
TRUCK, CARGO-UTILITY, 1/2T, 4X2 .....	2,612	2,612			
TRUCK, PICKUP, 1/2T, 4X2 .....	3,379	3,379			
TRUCK, PICKUP, COMPACT .....	2,445	2,445			
TRUCK, UTILITY .....	3,347	3,347		124	3,347
CAP VEHICLES .....	744	1,400	744		1,400
INTELLIGENCE DATA HANDLING SYS .....	17,574	21,174	17,574		20,674
INTELLIGENCE COMM EQUIP .....	5,697	8,697	5,697		8,697
AIR TRAFFIC CTRL/LAND SYS (ATCAL) .....			16,000		
NATIONAL AIRSPACE SYSTEM .....	45,308	45,308	45,308		13,400
THEATER AIR CONTROL SYS IMPROVEMENT .....	30,002	32,502	30,002		35,002
TAC SIGINT SUPPORT .....	1,883		1,883		
AUTOMATIC DATA PROCESSING EQUIP .....	33,190	33,190	33,190		36,190
AF GLOBAL COMMAND & CONTROL SYS .....	5,819	4,519	5,819		4,519
COMBAT TRAINING RANGES .....	13,194	12,694	13,194		22,694
C3 COUNTERMEASURES .....	10,228	10,228	17,728		17,728
BASE LEVEL DATA AUTO PROGRAM .....	28,876	28,876	27,000		27,000
BASE INFORMATION INFRASTRUCTURE .....	159,383	180,383	158,383		159,383
AF SATELLITE CONTROL NETWORK SPACE .....	26,007	23,007	26,007		23,007
TACTICAL C-E EQUIPMENT .....	31,064	27,364	31,064		27,364
COMBAT SURVIVOR/EVADER LOCATOR RADIO .....	13,757		13,757		3,000
CAP COM & ELECT .....	378	450	378		450
NIGHT VISION GOGGLES .....	8,118	6,118	8,118		6,118
MECHANIZED MATERIAL HANDLING EQUIP .....	14,516	14,516	14,516		18,516
BASE PROCURED EQUIPMENT .....	5,644	10,244	5,644		7,744
AIR BASE OPERABILITY .....	5,363	5,363	12,363		5,363
PRODUCTIVITY INVESTMENTS .....	12,304	17,304	12,304		12,304
INTELLIGENCE PRODUCTION ACTIVITY .....	72,605	71,605	72,605		72,605
COMMON IMAGERY GRD/SURFACE SYS .....		5,681			5,681
DARP RC135 .....	12,656	16,456	12,656		16,456
SELECTED ACTIVITIES .....	5,322,644	5,405,644	5,256,344		5,354,744
SPECIAL UPDATE PROGRAM .....	179,813	149,813	179,813		169,813

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
FIRST DESTINATION TRANSPORTATION .....	16,442	16,442	16,000	.....	16,000
SPARES AND REPAIR PARTS .....	52,712	52,712	52,712	.....	49,012
VEHICLE LEASES .....	.....	.....	4,887	.....	2,400
VEHICLE PURCHASE .....	.....	.....	.....	.....	12,200
ADVISORY AND ASSISTANCE SERVICES .....	.....	-4,802	.....	.....	-4,802

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
THEATER AIR CONTROL SYS IMPROVEMENT .....	30,002	32,502	30,002	35,002
Mobile Radar Approach Control (RAPCON) for Air National Guard .....	0	8,000	0	8,000
Contract savings .....	0	-5,500	0	-3,000
AUTOMATIC DATA PROCESSING EQUIP .....	33,190	33,190	33,190	36,190
Battle lab collaborative network .....	0	3,000	0	3,000
Commercially available equipment .....	0	-3,000	0	-3,000
Spares Information System (transfer) .....	0	0	0	3,000
COMBAT TRAINING RANGES .....	13,194	12,694	13,194	22,694
Rangeless training .....	0	5,000	0	15,000
JTCTS .....	0	-5,500	0	-5,500
BASE INFORMATION INFRASTRUCTURE .....	159,383	180,383	158,383	159,383
Base information protection improvements .....	0	20,000	0	0
Office of Security and Investigations computer crime investigations .....	0	1,000	0	1,000
Program reduction .....	0	0	-1,000	-1,000
MECHANIZED MATERIAL HANDLING EQUIP .....	14,516	14,516	14,516	18,516
Supply Asset Tracking System (transfer) .....	0	0	0	4,000
BASE PROCURED EQUIPMENT .....	5,644	10,244	5,644	7,744
Ultimate Building Machines for Air National Guard .....	0	1,800	0	800
Ultimate Building Machines for Air Force .....	0	800	0	300
Automated Integrated Surveying Equipment .....	0	2,000	0	1,000

## PROCUREMENT, DEFENSE-WIDE

The conference agreement on items addressed by either House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
PROCUREMENT, DEFENSE-WIDE					
MAJOR EQUIPMENT, OSD .....	100,245	137,245	100,245	.....	120,245
DARP .....	77,435	3,419	77,435	.....	3,419
DEFENSE AIRBORNE RECONNAISSANCE PROGRAM	11,988	8,569	11,988	.....	11,988
DEFENSE SUPPORT ACTIVITIES .....	68,682	68,682	88,682	.....	68,682
AUTOMATIC DOCUMENT CONVERSION SYSTEM .....	.....	25,000	.....	.....	20,000
MAJOR EQUIPMENT, DSPO .....	16,214	.....	16,214	.....	3,913
PATRIOT PAC-3 .....	343,235	303,235	192,735	40	248,235
C-130 MODIFICATIONS .....	58,359	58,359	63,359	.....	60,859
SOF ORDNANCE ACQUISITION .....	15,707	15,707	21,707	.....	18,707
MARITIME EQUIPMENT MODIFICATIONS .....	26,012	22,012	26,012	.....	22,012
CLASSIFIED PROGRAMS .....	73,991	79,084	84,091	.....	84,091
CONSEQUENCE MANAGEMENT .....	.....	15,000	.....	.....	.....
CLASSIFIED PROGRAMS .....	349,694	407,032	349,694	.....	370,594
MILITARY PERSONNEL INFORMATION SYSTEM .....	.....	12,000	.....	.....	12,000

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

(In thousands of dollars)

	Budget	House	Senate	Conference
MAJOR EQUIPMENT, OSD .....	100,245	137,245	100,245	120,245
Mentor-Protégé Program .....	0	10,000	0	10,000
High Performance Computing Hardware .....	0	27,000	0	10,000
MAJOR EQUIPMENT, DSPO .....	16,214	0	16,214	3,913
Program reduction .....	0	-7,826	0	-3,913
IBS transfer .....	0	-8,388	0	-8,388
PATRIOT PAC-3 .....	343,235	303,235	192,735	248,235
Reduction due to schedule slip .....	0	0	-150,500	-55,000
Transfer .....	0	-40,000	0	-40,000
CLASSIFIED PROGRAMS .....	73,991	79,084	84,091	84,091
Program increase .....	0	5,093	0	0
Program increase .....	0	0	10,100	10,100

## PATRIOT ADVANCED CAPABILITY 3 (PAC-3)

The conferees agree to provide \$248,235,000, a decrease of \$95,000,000 to the budget request for Patriot PAC-3 procurement, based on delays in the test program and in execution of the fiscal year (FY) 1998 Low Rate Initial Procurement (LRIP). The conferees direct that the FY 1998 PAC-3 LRIP funds may not be obligated until the PAC-3 missile successfully completes two intercept flight tests.

## NATIONAL GUARD AND RESERVE EQUIPMENT

The conference agreement on items addressed by either the House or the Senate is as follows:

(In thousands of dollars)

	Budget	House	Senate	Qty	Conference
NATIONAL GUARD & RESERVE EQUIPMENT					
RESERVE EQUIPMENT:					
ARMY RESERVE: MISCELLANEOUS EQUIPMENT .....		20,000	45,000		20,000
NAVY RESERVE:					
MISCELLANEOUS EQUIPMENT .....		20,000	25,000		20,000
C-9 REPLACEMENT .....			40,000		40,000
MARINE CORPS RESERVE: MISCELLANEOUS EQUIPMENT .....		20,000	30,000		20,000
AIR FORCE RESERVE: MISCELLANEOUS EQUIPMENT .....		20,000	35,000		20,000
NATIONAL GUARD EQUIPMENT:					
ARMY NATIONAL GUARD: MISCELLANEOUS EQUIPMENT .....		20,000	72,000		20,000
AIR NATIONAL GUARD:					
MISCELLANEOUS EQUIPMENT .....		20,000	40,000		20,000
C-130J .....			128,000	3	192,000
EC-130J .....			85,000		

## MISCELLANEOUS EQUIPMENT

The conferees agree that each of the Chiefs of the Reserve and National Guard components should exercise control of modernization funds provided in this account including aircraft and aircraft modernization. The conferees further agree that separate submissions of a detailed assessment of its modernization priorities by the component commanders is required to be submitted to the defense

committees. The conferees expect the component commanders to give priority consideration to the following items: Reconfigurable Mission Simulator, Mobile Backscatter Radar, F-16 ALR-56M Radar Warning Receivers, P-3C Reserve Modernization, AN/PVS-7 and AN/PVS-14 Night Vision Devices, C-17 Simulator, Early Production and Fielding Program, F-15 Night Vision Imaging Systems, Frequency Hopping Multiplexer, Full Mission Trainer Upgrades, MIDS System Integration, D7 Tractor Bulldozer PIP, D7 Tractor Bulldozer, IREMBASS, Sandbagger, CH-47 Internal Crashworthy Fuel Cells, A20DS, Counterdrug Sensor Upgrades, Armored Combat Earth Movers, ATARS MAEO Sensors, Bradley A20D, C-130 Modernization, C-130J Flight Simulators, C-22 Replacement, HH-60 Combat Rescue Upgrades, D-7 Bulldozers and Product Improvements, Engagement Skills Trainers, F-15 Fighter Data Link, F-16 Situation Awareness Data Link, F-16 Targeting Pods, F-16 Unit Training Devices, F-16 Midlife Update, Heavy Tactical Vehicles, Field Artillery Ammunition Support Vehicles, LITENING Targeting pod system, M88 A2, Material Handling Equipment Product Improvements, Mobile Electronic Warfare Support Systems, Simulators, SINCGARS radios, Onboard Oxygen Generating System, Outfitting of the 220th ADA Patriot Battalion, Paladin, Theater Aircommunication Equipment, UC-35A, UH-1 Modernization, Vibration Management Enhancement Program, UH-60Q Upgrades, WC-130J Modifications, Masters Cranes, F-16 Intermediate Avionics Shop, Medium Truck Extended Service Program, MJU-52 IR Expendable Countermeasures and Trucks and Support Equipment for Transportation Companies.

#### NATIONAL GUARD AND RESERVE AIRCRAFT

The conferees agree to provide \$232,000,000 specifically for the acquisition and modernization of the following aircraft to support Reserve and National Guard missions:

C-9 replacement for the Navy Reserve .....	\$40,000,000
C-130J aircraft for the Air National Guard (3) .....	192,000,000

#### TITLE IV—RESEARCH, DEVELOPMENT, TEST AND EVALUATION

The conference agreement is as follows:

(In thousands of dollars)

	Budget	House	Senate	Conference
RECAPITULATION				
RDTE, ARMY .....	4,780,545	4,967,446	4,891,640	5,031,788
RDTE, NAVY .....	8,108,923	8,297,986	8,215,519	8,636,649
RDTE, AIR FORCE .....	13,598,093	13,577,441	13,693,153	13,758,811
RDTE, DEFENSE-WIDE .....	9,314,665	8,776,318	9,032,908	9,036,551
DEVELOPMENTAL TEST AND EVALUATION .....	251,106	263,606	249,106	258,606
OPERATIONAL TEST AND EVALUATION .....	25,245	35,245	25,245	34,245
GRAND TOTAL, RDTE .....	36,078,577	35,918,042	36,107,571	36,756,650

#### RESEARCH, DEVELOPMENT, TEST AND EVALUATION, ARMY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
RESEARCH, DEVELOPMENT, TEST & EVAL, ARMY				
IN-HOUSE LABORATORY INDEPENDENT RESEARCH .....	14,902	13,678	14,902	13,678
DEFENSE RESEARCH SCIENCES .....	137,399	121,827	129,463	126,463
TRACTOR ROSE .....	6,000	6,000	.....	.....
MATERIALS TECHNOLOGY .....	10,137	10,137	15,137	13,137
SENSORS AND ELECTRONIC SURVIVABILITY .....	18,738	18,738	16,895	16,895
AVIATION TECHNOLOGY .....	29,746	29,746	25,160	25,160
MISSILE TECHNOLOGY .....	25,180	24,880	30,680	30,380
MODELING AND SIMULATION TECHNOLOGY .....	27,981	22,531	24,153	21,653
COMBAT VEHICLE AND AUTOMOTIVE TECHNOLOGY .....	40,107	30,107	44,362	39,562
BALLISTICS TECHNOLOGY .....	31,115	31,115	27,475	27,475
WEAPONS AND MUNITIONS TECHNOLOGY .....	29,489	25,689	31,489	29,189
ELECTRONICS AND ELECTRONIC DEVICES .....	22,329	29,829	25,479	25,479
HUMAN FACTORS ENGINEERING TECHNOLOGY .....	13,369	21,169	18,169	16,619
ENVIRONMENTAL QUALITY TECHNOLOGY .....	13,842	42,342	51,742	64,842
MILITARY ENGINEERING TECHNOLOGY .....	37,488	42,488	42,188	52,688
MEDICAL TECHNOLOGY .....	67,255	155,740	70,255	139,255
DUAL USE APPLICATIONS PROGRAM .....	20,000	20,000	10,000	10,000
WARFIGHTER ADVANCED TECHNOLOGY .....	32,969	27,369	32,969	30,669
MEDICAL ADVANCED TECHNOLOGY .....	11,012	179,012	30,012	230,862
AVIATION ADVANCED TECHNOLOGY .....	30,048	40,048	51,048	45,048
WEAPONS AND MUNITIONS ADVANCED TECHNOLOGY .....	24,555	27,055	29,055	25,055
COMBAT VEHICLE AND AUTOMOTIVE ADVANCED TECHNOLOGY .....	54,435	54,435	49,535	61,735
COMMAND, CONTROL, COMMUNICATIONS ADVANCED TECHNOLOGY .....	20,109	28,109	20,109	24,109
MISSILE AND ROCKET ADVANCED TECHNOLOGY .....	86,096	47,896	92,096	71,896
LANDMINE WARFARE AND BARRIER ADVANCED TECHNOLOGY .....	21,944	24,944	25,844	23,944
JOINT SERVICE SMALL ARMS PROGRAM .....	5,173	10,673	8,673	9,673
LINE-OF-SIGHT TECHNOLOGY DEMONSTRATION .....	20,099	.....	20,099	12,000
NIGHT VISION ADVANCED TECHNOLOGY .....	23,960	23,960	26,460	27,460
MILITARY ENGINEERING ADVANCED TECHNOLOGY .....	13,564	13,564	16,264	15,564
TACTICAL TOWED ARRAY SONAR (H) .....	54,419	.....	54,419	.....
JOINT TACTICAL RADIO .....	15,600	15,600	15,600	10,100
ARMY MISSILE DEFENSE SYSTEMS INTEGRATION .....	12,240	21,240	38,240	37,740
ARMAMENT ENHANCEMENT INITIATIVE .....	26,526	46,526	28,526	36,026
ARMY DATA DISTRIBUTION SYSTEM .....	17,281	6,281	6,300	15,281
NATO RESEARCH AND DEVELOPMENT .....	11,161	.....	9,161	4,161
AVIATION—ADV DEV .....	7,487	12,487	11,487	11,487
LOGISTICS AND ENGINEER EQUIPMENT—ADV DEV .....	17,478	17,478	19,978	18,978
ARTILLERY SYSTEMS—DEM/VAL .....	313,166	313,166	313,166	317,166
AIRCRAFT AVIONICS .....	7,878	7,878	17,878	14,878
COMANCHE .....	367,823	391,823	349,208	367,823
EW DEVELOPMENT .....	85,989	90,989	90,589	86,989
ALL SOURCE ANALYSIS SYSTEM .....	28,081	36,081	28,081	34,081
FOLLOW-ON TO TOW .....	48,106	48,106	8,106	.....
FAMILY OF HEAVY TACTICAL VEHICLES .....	.....	3,000	1,250	8,300
ENGINEER MOBILITY EQUIPMENT DEVELOPMENT .....	63,069	76,069	66,569	71,069
COMBAT FEEDING, CLOTHING, AND EQUIPMENT .....	62,218	82,218	53,568	68,218
TERRAIN INFORMATION—ENG DEV .....	2,999	2,999	2,999	6,229
AIR DEFENSE COMMAND, CONTROL AND INTELLIGENCE .....	6,476	6,476	6,476	11,606
AUTOMATIC TEST EQUIPMENT DEVELOPMENT .....	7,030	12,030	7,030	10,030
TACTICAL EXPLOITATION OF NATIONAL CAPABILITIES .....	44,674	40,074	44,674	44,674
BRILLIANT ANTI-ARMOR SUBMUNITION (BAT) .....	134,858	128,858	134,858	128,858
AVIATION—ENG DEV .....	6,599	12,599	11,599	11,599
WEAPONS AND MUNITIONS—ENG DEV .....	37,725	40,725	35,725	35,725
LANDMINE WARFARE/BARRIER—ENG DEV .....	46,905	41,405	46,905	52,905
SENSE AND DESTROY ARMAMENT MISSILE—ENG DEV .....	20,813	.....	33,813	31,813
RADAR DEVELOPMENT .....	2,786	2,786	6,786	6,786
FIREFINDER .....	19,822	19,822	20,722	20,722
DUAP COMMERCIAL OPERATIONS AND SUPPORT SAVINGS .....	33,600	19,700	23,600	21,600
ARTILLERY SYSTEMS—EMD .....	100	2,600	100	1,100
THREAT SIMULATOR DEVELOPMENT .....	11,935	11,935	13,935	12,935
MAJOR T&E INVESTMENT .....	40,284	40,284	32,142	37,284
ARMY KWAJALEIN ATOLL .....	142,710	142,710	122,710	134,710



[In thousands of dollars]

	Budget	House	Senate	Conference
CONCEPTS EXPERIMENTATION PROGRAM .....	17,441	17,441	10,541	10,541
ARMY TECHNICAL TEST INSTRUMENTATION AND TARGETS .....	33,439	43,439	40,439	43,939
SURVIVABILITY/LETHALITY ANALYSIS .....	30,498	36,498	34,498	34,498
DOD HIGH ENERGY LASER TEST FACILITY .....	15,022	28,022	23,022	24,022
DISTRIB/IMAGERY COMMON-GRD SYSTEMS .....		8,912		
MUNITIONS STANDARDIZATION, EFFECTIVENESS AND SAFETY .....	8,497	11,497	12,497	10,497
POLLUTION PREVENTION .....	8,694	8,694	10,694	10,694
ENVIRONMENTAL COMPLIANCE .....	44,116	47,116	51,116	49,116
MAINTENANCE AND REPAIR (RPM)—RDT&E .....	49,233	49,233	80,233	80,233
MANAGEMENT HEADQUARTERS (RESEARCH AND DEVELOPMENT) ..	4,683	4,683	22,683	22,683
MLRS PRODUCT IMPROVEMENT PROGRAM .....	20,244	32,744	20,244	25,244
AEROSTAT JOINT PROJECT OFFICE .....	103,937		45,000	15,000
AIRBORNE RECONNAISSANCE SYSTEMS .....		7,500		
ADV FIELD ARTILLERY TACTICAL DATA SYSTEM .....	35,111	35,111	40,381	34,881
COMBAT VEHICLE IMPROVEMENT PROGRAMS .....	94,756	101,856	108,256	104,756
AIRCRAFT ENGINE COMPONENT IMPROVEMENT PROGRAM .....	2,948	11,948	6,948	6,948
DIGITIZATION .....	45,007	45,007	48,007	47,007
FORCE TWENTY-ONE (XXI), WARFIGHTING RAPID ACQUISITION .....	99,528	64,528	69,528	27,168
TACTICAL SIMULATOR INTERFACE UNIT .....				1,500
MISSILE/AIR DEFENSE PRODUCT IMPROVEMENT PROGRAM .....	11,252	19,252	11,252	15,252
SPECIAL ARMY PROGRAM .....	6,537	7,537	12,037	9,787
INFORMATION SYSTEMS SECURITY PROGRAM .....	7,433	12,433	7,433	11,433
DIGITAL INFORMATION TECHNOLOGY TEST BED .....			6,600	3,500
TACTICAL UNMANNED AERIAL VEHICLES .....	75,636	53,636	97,828	53,636
ADVANCED TECHNOLOGY .....			7,500	7,500
COMMON IMAGERY GROUND/SURFACE SYS .....			8,912	8,912
END ITEM INDUSTRIAL PREPAREDNESS ACTIVITIES .....	30,511	59,711	37,861	52,861
NATO JOINT STARS .....	6,405	6,405		3,000
ADVISORY AND ASSISTANCE SERVICES .....		-20,000		-20,000
CONSEQUENCE MANAGEMENT .....		15,000		
CIVILIAN PERSONNEL UNDEREXECUTION .....				-6,400

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
DEFENSE RESEARCH SCIENCES .....	137,399	121,827	129,463	126,463
Program Growth .....	0	-15,572	0	-3,000
Nutrition research .....	0	[3,700]	0	[3,700]
Scientific problems with military applications growth .....	0	0	-7,936	-7,936
UNIVERSITY AND INDUSTRY RESEARCH CENTERS (Note: The conferees direct that the reduction is to be allocated on a fair share basis) .....	48,459	45,138	45,138	45,138
AVIATION TECHNOLOGY .....	29,746	29,746	25,160	25,160
Air mobility concept .....	0	0	-1,923	-1,923
Precision kill and nonlethal weapon integration and manned/unmanned system technology .....	0	0	-2,663	-2,663
MISSILE TECHNOLOGY .....	25,180	24,880	30,680	30,380
MLRS Smart Tactical Rocket .....	0	-300	0	-300
Acoustic detection .....	0	0	1,500	1,500
Scramjet missile technology .....	0	0	3,000	2,000
Counteractive protection .....	0	0	5,000	2,000
Compact kinetic energy missile .....	0	0	-4,000	0
Solid state dye lasers .....	0	0	[3,000]	[2,000]
MODELING AND SIMULATION TECHNOLOGY .....	27,981	22,531	24,153	21,653
AAN applied research project .....	0	-5,450	-4,450	-5,450
Standards development and testing .....	0	0	-1,600	-1,600
Advanced concepts and technology .....	0	0	-1,778	-1,778
Photonics research .....	0	0	4,000	2,500
COMBAT VEHICLE AND AUTOMOTIVE TECHNOLOGY .....	40,107	30,107	44,362	39,562
Next generation light truck .....	0	-5,000	0	-2,500
Future infantry and combat system .....	0	-5,000	-5,245	-5,245
Alternative vehicle propulsion system .....	0	0	2,500	1,700

[In thousands of dollars]

	Budget	House	Senate	Conference
Robotic and manned ground systems enhancements .....	0	0	4,500	3,000
Commercial automotive technology .....	0	0	2,500	2,500
<b>BALLISTICS TECHNOLOGY</b> .....	<b>31,115</b>	<b>31,115</b>	<b>27,475</b>	<b>27,475</b>
Electric gun technology (Note: The conferees direct that the first priority for the available funding is ETC technology)	0	0	-3,640	-3,640
<b>WEAPONS AND MUNITIONS TECHNOLOGY</b> .....	<b>29,489</b>	<b>25,689</b>	<b>31,489</b>	<b>29,189</b>
SADARM sensor improvements .....	0	-3,800	0	-1,300
Future direct support weapon system (Note: The Army shall use the additional funding to produce a 5,000 pound version of the howitzer using the soft-recoil technology)	0	0	2,000	1,000
<b>ELECTRONICS AND ELECTRONIC DEVICES</b> .....	<b>22,329</b>	<b>29,829</b>	<b>25,479</b>	<b>25,479</b>
MEMS—deep silicon etching process technology (Note: MEMS funds transferred to DARPA) .....	0	7,500	0	0
Improved high rate alkaline cell .....	0	0	700	700
Low cost reusable alkaline manganese-zinc .....	0	0	900	900
Rechargeable coin cells .....	0	0	650	650
Coin cell zinc air .....	0	0	900	900
<b>HUMAN FACTORS ENGINEERING TECHNOLOGY</b> .....	<b>13,369</b>	<b>21,169</b>	<b>18,169</b>	<b>16,619</b>
Medical Teams .....	0	4,800	4,800	3,000
Life Support Trauma and Transport .....	0	3,000	0	0
Pharmacokinetics Research .....	0	0	0	250
<b>ENVIRONMENTAL QUALITY TECHNOLOGY</b> .....	<b>13,842</b>	<b>42,342</b>	<b>51,742</b>	<b>64,842</b>
Plasma Energy Pyrolysis System .....	0	3,000	5,000	3,000
Sustainable Green Manufacturing initiative .....	0	5,000	0	3,000
Computer based land management .....	0	3,000	0	2,500
ARO—chemical and hazardous material disposal .....	0	2,000	0	1,500
Commercialization of Tech. to Lower Defense Costs Initiative .....	0	7,500	0	6,000
Electronic Equipment Demanufacturing .....	0	8,000	0	6,000
MP <sup>4</sup> Initiative (NDCEE) .....	0	0	20,000	15,000
Lightweight spectrophotometer system .....	0	[500]	0	[500]
Small Business Development Center .....	0	0	5,400	4,000
Agriculturally based bioremediation .....	0	0	4,000	4,000
Radford environmental development and management system .....	0	0	3,500	2,000
Western Environmental Technology Office .....	0	0	[5,000]	4,000
<b>MILITARY ENGINEERING TECHNOLOGY</b> .....	<b>37,488</b>	<b>42,488</b>	<b>42,188</b>	<b>52,688</b>
Construction Engineering Research Labs—fuel cells .....	0	5,000	0	3,000
Cold regions research and development .....	0	0	1,700	1,200
University partnering for operational support .....	0	0	3,000	3,000
GEOSAR (Note: transferred from DARPA) .....	0	0	0	8,000
<b>MEDICAL TECHNOLOGY</b> .....	<b>67,255</b>	<b>155,740</b>	<b>70,255</b>	<b>139,255</b>
Disaster Relief and Emergency Medical Services .....	0	9,985	0	10,000
LSTAT .....	0	0	3,000	2,000
Advanced Cancer Detection .....	0	3,500	0	3,500
Diagnostic and surgical breast imaging .....	0	3,000	0	2,000
Minimally invasive .....	0	15,000	0	11,500
Musculoskeletal injuries .....	0	3,000	0	2,000
Neurofibromatosis .....	0	15,000	0	11,500
Neurotoxin .....	0	25,000	0	20,000
Osteoporosis .....	0	5,000	0	2,500
Pain .....	0	1,000	0	[1,000]
Portable cardiopulmonary bypass pump and oxygenator .....	0	3,000	0	2,000
Technology Roadmap .....	0	2,000	0	2,000
Teleradiology .....	0	3,000	0	3,000
<b>MEDICAL ADVANCED TECHNOLOGY</b> .....	<b>11,012</b>	<b>179,012</b>	<b>30,012</b>	<b>230,862</b>
Disaster Relief and Emergency Medical Services .....	0	0	10,000	0
Assistive Technology .....	0	8,000	0	6,000
Diabetes .....	0	9,000	0	4,500
Digital x-ray .....	0	5,000	0	4,000
National Medical Testbed .....	0	11,000	0	8,000
Nutrition Research .....	0	0	2,000	0
Breast Cancer Peer Review .....	0	135,000	0	135,000
Intravenous membrane oxygenator .....	0	0	1,000	850

[In thousands of dollars]

	Budget	House	Senate	Conference
Prostate [Note: The conferees provide \$50,000,000 for peer reviewed prostate research.] .....	0	0	0	50,000
Prostate—Walter Reed [Note: The conferees provide \$7,500,000 to continue the intramural research effort conducted by the Walter Reed Center for Prostate Disease Research in the area of prostate cancer detection and treatment.] .....	0	0	2,000	7,500
Volume Angiocat .....	0	0	4,000	4,000
WEAPONS AND MUNITIONS ADVANCED TECHNOLOGY .....	24,555	27,055	29,055	25,055
MLRS Smart Tactical Rocket .....	0	-5,000	0	-5,000
ER fluid recoil system .....	0	5,000	0	2,500
Precision guided mortar munition .....	0	0	4,500	3,000
COMBAT VEHICLE AND AUTOMOTIVE ADVANCED TECHNOLOGY .....	54,435	54,435	49,535	61,735
Aluminum metal matrix .....	0	0	6,500	4,000
Heavy truck propulsion systems .....	0	0	3,600	2,500
Diesel engine testing .....	0	0	2,000	800
Program reduction .....	0	0	-17,000	0
MISSILE AND ROCKET ADVANCED TECHNOLOGY .....	86,096	47,896	92,096	71,896
EFOG .....	0	-35,700	0	-15,700
MLRS Smart Tactical Rocket .....	0	-2,500	0	-2,500
Future missile technology integration .....	0	0	6,000	4,000
JOINT SERVICE SMALL ARMS PROGRAM .....	5,173	10,673	8,673	9,673
Objective crew served weapon .....	0	3,500	3,500	3,500
Objective individual combat weapon .....	0	2,000	0	1,000
NIGHT VISION ADVANCED TECHNOLOGY .....	23,960	23,960	26,460	27,460
Millimeter wave technology (Note: funds are to be allocated for low cost millimeter wave technology (\$500,000) and passive millimeter wave camera technology (\$3,000,000)) .....	0	0	2,500	3,500
JOINT TACTICAL RADIO .....	15,600	15,600	15,600	10,100
General Provision .....	0	0	[ -10,981]	-5,500
ARMY MISSILE DEFENSE SYSTEMS INTEGRATION .....	12,240	21,240	38,240	37,740
SSDC Battlelab .....	0	9,000	11,000	8,000
Tactical High Energy Laser .....	0	0	15,000	12,500
Range upgrades to support upper stage flight experiments (Note: Senate provided funds under 0603401F) .....	0	0	0	5,000
ARMAMENT ENHANCEMENT INITIATIVE .....	26,526	46,526	28,526	36,026
Tank Extended Range Munition—Kinetic Energy .....	0	20,000	10,000	17,500
M829E3 development .....	0	0	-8,000	-8,000
ARMY DATA DISTRIBUTION SYSTEM .....	17,281	6,281	6,300	15,281
Near Term Digital Tactical Radio .....	0	-11,000	0	-2,000
General Provision .....	0	0	[10,981]	0
ARTILLERY SYSTEMS—DEM/VAL .....	313,166	313,166	313,166	317,166
Alternative transmission .....	0	0	0	4,000
EW DEVELOPMENT .....	85,989	90,989	90,589	86,989
ATIRCM/CMWS integration .....	0	5,000	8,600	5,000
Ground base common sensor .....	0	0	-4,000	-4,000
FAMILY OF HEAVY TACTICAL VEHICLES .....	0	3,000	1,250	8,300
Trailer development .....	0	3,000	0	2,500
HETS highway use trailer .....	0	0	1,250	1,000
Passenger Safety System for heavy tactical vehicles .....	0	0	[1,300]	1,000
Forward repair system heavy (Note: Transferred from 0203761A) .....	0	0	0	3,800
ENGINEER MOBILITY EQUIPMENT DEVELOPMENT .....	63,069	76,069	66,569	71,069
Grizzly—prototype (Note: Funds are to procure one Grizzly simulator) .....	0	13,000	0	6,000
DSESTS .....	0	0	3,500	2,000
COMBAT FEEDING, CLOTHING, AND EQUIPMENT .....	62,218	82,218	53,568	68,218
Transfer from OP, A .....	0	20,000	0	10,000
Contract modification and engineering change proposals .....	0	0	-4,000	-4,000
Landwarrior product improvement .....	0	0	-4,650	0
TERRAIN INFORMATION—ENG DEV .....	2,999	2,999	2,999	6,229
Digital topographic support system (Note: Transferred from 0203761A) .....	0	0	0	3,230
AIR DEFENSE COMMAND, CONTROL AND INTELLIGENCE .....	6,476	6,476	6,476	11,606

[In thousands of dollars]

	Budget	House	Senate	Conference
Air and missile defense planning (Note: Transferred from 0203761A) .....	0	0	0	5,130
AUTOMATIC TEST EQUIPMENT DEVELOPMENT .....	7,030	12,030	7,030	10,030
IFTE (Note: Funds are only for IFTE off-system, pre-planned product improvements and related test program set development) .....	0	5,000	0	3,000
WEAPONS AND MUNITIONS—ENG DEV .....	37,725	40,725	35,725	35,725
Trajectory correctable munition (Note: Transferred to USMC) .....	0	3,000	0	0
Mortar fire control system contract savings .....	0	0	-2,000	-2,000
LANDMINE WARFARE/BARRIER—ENG DEV .....	46,905	41,405	46,905	52,905
Remote anti-armor mine system .....	0	-5,500	0	0
NSD—A program delays .....	0	0	-12,000	0
Landmine alternatives .....	0	0	12,500	0
NSD—A and mixed alternatives studies .....	0	0	0	6,000
MAJOR T&E INVESTMENT .....	40,284	40,284	32,142	37,284
Program reduction .....	0	0	-1,000	0
USAKA (Kwajalein Atoll) .....	0	0	-7,142	-3,000
ARMY TECHNICAL TEST INSTRUMENTATION AND TARGETS .....	33,439	43,439	40,439	43,939
Testing instrumentation and targets (WSMR) .....	0	10,000	7,000	10,000
Phase III SBIR Characterization and Quantification of missile debris hazard to aircraft—WSMR .....	0	0	0	500
DOD HIGH ENERGY LASER TEST FACILITY .....	15,022	28,022	23,022	24,022
Solid state laser .....	0	8,000	8,000	8,000
Hybrid HMMWV .....	0	5,000	0	1,000
MUNITIONS STANDARDIZATION, EFFECTIVENESS AND SAFETY .....	8,497	11,497	12,497	10,497
Environmentally sound technologies for demilitarization of ammunition .....	0	3,000	0	0
Lexington Blue Grass Army Depot Blast Chamber .....	0	0	2,000	1,000
Anniston Army Depot Blast Chamber .....	0	0	2,000	1,000
ENVIRONMENTAL COMPLIANCE .....	44,116	47,116	51,116	49,116
Climate change fuel cell .....	0	0	5,000	3,000
Low emissions gas boiler demo .....	0	3,000	2,000	2,000
MAINTENANCE AND REPAIR (RPM)—RDT&E .....	49,233	49,233	80,233	80,233
White Sands Missile Range .....	0	0	20,800	20,800
Aberdeen Proving Ground (PG)/Dugway PG/Yuma PG .....	0	0	9,200	9,200
Cold Regions Research Lab .....	0	0	1,000	1,000
MANAGEMENT HEADQUARTERS (R&D) .....	4,683	4,683	22,683	22,683
Akamai (Note: Of the additional funds \$4,000,000 is only for Hyperspectral diagnostic imaging and \$2,000,000 is only for remote access to medical specialists program) .....	0	0	18,000	18,000
MLRS PRODUCT IMPROVEMENT PROGRAM .....	20,244	32,744	20,244	25,244
Commercial component usage and joint service communications .....	0	8,300	0	0
HIMARS .....	0	6,000	0	5,000
Improved launcher mechanical system .....	0	3,200	0	0
Guided MLRS MOU .....	0	-5,000	0	0
ADV FIELD ARTILLERY TACTICAL DATA SYSTEM .....	35,111	35,111	40,439	34,881
Airspace deconfliction and technical fire support (AFATDS) enhancement .....	0	0	12,500	7,000
AFATDS 2000 software development .....	0	0	-7,230	-7,230
COMBAT VEHICLE IMPROVEMENT PROGRAMS .....	94,756	101,856	108,256	104,756
M-1 Flat Panel Displays (FED) .....	0	7,100	7,000	7,000
DSESTS .....	0	0	6,500	3,000
AIRCRAFT ENGINE COMPONENT IMPROVEMENT PROGRAM .....	2,948	11,948	6,948	6,948
Fadec .....	0	5,000	2,000	2,000
Variable Vane Pump (Note: Funding is only for helicopter secondary power unit application) .....	0	4,000	2,000	2,000
DIGITIZATION .....	45,007	45,007	48,007	47,007
Digitization research at Ft. Hood .....	0	0	3,000	2,000
Digital intelligence situation mapboard .....	0	0	[2,000]	[2,000]
FORCE TWENTY-ONE (XXI), WARFIGHTING RAPID ACQUISITION .....	99,528	64,528	69,528	27,168
Program reduction .....	0	-35,000	-30,000	-35,000
Air and missile defense planning (Note: Transferred to 0604741A) .....	0	0	0	-5,130

[In thousands of dollars]

	Budget	House	Senate	Conference
Analysis control team (Note: Transferred to OPA P-67) .....	0	0	0	-6,750
Grenadier Brat (Note: Transferred to OPA P-75) .....	0	0	0	-4,400
High speed multiplexer (Note: Transferred to OPA P-44) ....	0	0	0	-2,750
Digital topographic support system (Note: Transferred to 0604716A) .....	0	0	0	-3,230
Tactical simulation (Note: Transferred to new program ele- ment) .....	0	0	0	-1,500
Forward repair system (Note: Transferred to 0604622A) .....	0	0	0	-3,800
CGTT (Note: The conferees deny funding for this initiative)	0	0	0	-7,300
Global combat support system (Note: The conferees deny funding for this initiative) .....	0	0	0	-2,500
TACTICAL SIMULATION INTERFACE UNIT (Note: Transferred from 0203761A) .....	0	0	0	1,500
END ITEM INDUSTRIAL PREPAREDNESS ACTIVITIES .....	30,511	59,711	37,861	52,861
Munitions manufacturing technology .....	0	13,200	5,000	10,000
Instrumented factory for gears .....	0	4,000	4,000	4,000
Totally integrated munitions enterprise .....	0	9,000	0	7,000
Composite armor vehicle technology .....	0	1,000	0	500
Center for optics manufacturing .....	0	2,000	0	1,000
Undefined projects .....	0	0	-1,650	-1,650
Electronic circuit board manufacturing development center	0	0	[2,000]	1,500
ALTERNATIVE VEHICLE PROPULSION TECHNOLOGIES .....	0	[10,000]	0	0
CIVILIAN PERSONNEL UNDER EXECUTION .....	0	0	0	-6,400

## AEROSTAT JOINT PROJECT OFFICE

The conferees have provided \$15,000,000 for the Aerostat program to participate in joint demonstrations of surveillance technologies and to continue development efforts. Within the available funds, the conferees urge the Defense Department to investigate issues associated with building and demonstrating a deployable mobile large aerostat system platform.

## LANDMINE WARFARE/BARRIER—ENG DEV

The conferees understand that the Department has launched a search for alternatives to anti-personnel landmines with the goal of fielding such alternatives as soon as practicable. The conferees support this effort relating to the identification, adaptation, modification, research, and development of existing and new technologies and concepts that are militarily equivalent, cost effective and safe. These efforts should result in: (1) a combat capability that is equivalent to the combat capability provided by non-self destructing anti-personnel landmines; (2) a combat capability that is equivalent to the combat capability provided by anti-personnel (AP) submunitions used in mixed anti-tank mine systems; or (3) a combat capability to replace the entire mixed munition.

The conference recommendation provides a total of \$23,200,000 as follows: \$17,200,000 (\$12,500,000 in RDT&E, Army and \$4,700,000 in RDT&E, Defense-Wide) for the Army's current Non-Self Destruct Alternatives (NSD-A); \$2,000,000 for studies of NSD-A designs, beyond man-in-the-loop technology; and \$4,000,000 to research, identify and adapt technology and concepts that could replace capabilities now provided by mixed system or the AP submunitions in mixed systems. The Secretary of Defense shall submit a report to the congressional defense committees not later than April 1, 2000 and April 1, 2001, describing progress

made in identifying and fielding such alternative, and future plans in this effort.

The conferees direct that the Secretary of Defense obtain the recommendations of two appropriate scientific organizations regarding concepts that would provide comparable combat capabilities to current anti-personnel landmines and anti-personnel landmines used in mixed systems.

#### ARMY MISSILE DEFENSE SYSTEMS INTEGRATION

The conferees are aware of the High Accuracy Guidance (HAG) system and its potential to improve the capability of the seeker found in certain missile defense interceptors. Therefore, the conferees strongly urge the Department to conduct additional tests of the HAG system.

#### ANTI-ARMOR WEAPONS MASTER PLAN

The conferees agree with the House direction with regard to submission of an Anti-Tank Weapon Master Plan and further direct that the scope of the report be expanded to include all DoD weapon systems with an anti-armor capability.

#### ULTRA-LIGHT STEEL BASED HIGH MOBILITY MULTI-PURPOSE WHEELED VEHICLE (HMMWV)

The conferees direct the Secretary of the Army to submit a report to the congressional defense committees with the fiscal year 2000 budget request assessing the potential benefits of integrating advanced commercially based tactical truck platforms incorporating leading edge ultra-steel concepts into its HMMWV fleet replacement plan.

#### MEDICAL RESEARCH PROGRAM MANAGEMENT

The conferees commend the Army for organizing outstanding medical research initiatives in various fields of study that have received high marks from independent review panels and from various advocacy groups. The conferees note especially the 1997 review of the Army's breast cancer research program by the Institute of Medicine of the National Research Council. This review concluded that the Army's program "fills a unique niche among public and private funding sources for cancer research . . . and is a promising vehicle for forging new ideas and scientific breakthroughs in the nation's fight against breast cancer." The conferees have received similar reports about the other medical research programs managed by the Army. The conferees expect the Army to continue its emphasis on coordinating and integrating its medical research programs with those of the National Institutes of Health to avoid duplication and to accelerate promising avenues of treatment. In setting annual research priorities, the Army should consider ways to maximize involvement from responsible advocacy and survivor groups, especially in the Prostate research program. The conferees also urge the Army to consider ways to lengthen the terms of peer review group members for the Neurofibromatosis program and other smaller programs to promote consistency of guidance and direction.

## METALS REMEDIATION

The conferees urge the Department to provide up to \$2,750,000 for a metals remediation demonstration project at Wheeler Army Air Field. This effort would demonstrate the technology in the fragile Pacific ecosystems and potentially reduce infrastructure and environmental cleanup costs.

## DIABETES RESEARCH

The conference agreement includes \$4,500,000 to continue the successful diabetes research program currently underway. The conferees urge the Department to work to include the activities identified in House Report 105-591.

## RESEARCH, DEVELOPMENT, TEST AND EVALUATION, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows

[In thousands of dollars]

	Budget	House	Senate	Conference
RESEARCH, DEVELOPMENT, TEST & EVAL, NAVY				
IN-HOUSE LABORATORY INDEPENDENT RESEARCH .....	14,734	14,248	14,734	14,734
DEFENSE RESEARCH SCIENCES .....	347,945	324,495	347,945	347,945
AIR AND SURFACE LAUNCHED WEAPONS TECHNOLOGY .....	37,140	41,140	40,140	41,140
SHIP, SUBMARINE & LOGISTICS TECHNOLOGY .....	43,177	45,177	46,177	56,677
AIRCRAFT TECHNOLOGY .....	23,229	27,029	30,729	29,229
MARINE CORPS LANDING FORCE TECHNOLOGY .....	12,132	13,632	12,132	13,132
HISTORICALLY BLACK COLLEGES AND UNIVERSITIES .....	4,699	6,699	4,699	6,699
COMMUNICATIONS, COMMAND AND CONTROL, INTEL- LIGENCE .....	65,033	60,033	68,033	64,033
HUMAN SYSTEMS TECHNOLOGY .....	29,722	31,722	29,722	31,722
MATERIALS, ELECTRONICS AND COMPUTER TECH- NOLOGY .....	77,617	80,617	93,117	88,117
ELECTRONIC WARFARE TECHNOLOGY .....	23,849	22,849	23,849	22,849
UNDERSEA WARFARE SURVEILLANCE TECHNOLOGY .....	50,619	51,119	50,619	51,119
OCEANOGRAPHIC AND ATMOSPHERIC TECHNOLOGY .....	56,722	70,222	57,472	69,222
UNDERSEA WARFARE WEAPONRY TECHNOLOGY .....	34,856	36,856	44,356	40,856
DUAL USE APPLICATIONS PROGRAM .....	20,000	20,000	10,000	10,000
AIR SYSTEMS AND WEAPONS ADVANCED TECHNOLOGY .....	48,143	46,143	43,143	48,143
PRECISION STRIKE AND AIR DEFENSE TECHNOLOGY .....	58,306	62,306	54,406	54,406
SURFACE SHIP & SUBMARINE HM&E ADVANCED TECH- NOLOGY .....	39,264	47,264	46,264	51,264
MARINE CORPS ADVANCED TECHNOLOGY DEMONSTRATION (ATD) .....	41,931	51,931	52,931	56,931
MEDICAL DEVELOPMENT .....	18,728	69,028	20,728	68,728
MANPOWER, PERSONNEL AND TRAINING ADV TECH DEV .....	21,042	26,042	23,042	26,542
ENVIRONMENTAL QUALITY AND LOGISTICS ADVANCED TECHNOLOGY .....	20,919	20,919	26,919	22,919
UNDERSEA WARFARE ADVANCED TECHNOLOGY .....	56,827	56,827	60,027	58,827
MINE AND EXPEDITIONARY WARFARE ADVANCED TECH- NOLOGY .....	41,710	41,710	42,710	42,710
ADVANCED TECHNOLOGY TRANSITION .....	74,392	59,392	84,392	73,892
C3 ADVANCED TECHNOLOGY .....	22,294	28,294	29,794	40,294
MARITIME TECHNOLOGY .....			20,000	19,000
AIR/OCEAN TACTICAL APPLICATIONS .....	28,824	25,824	28,824	25,824
AVIATION SURVIVABILITY .....	8,164	13,164	8,164	11,164
ASW SYSTEMS DEVELOPMENT .....	20,184	35,184	20,184	26,184
ADVANCED COMBAT SYSTEMS TECHNOLOGY .....	8,653	6,653	8,653	6,653
ADVANCED SUBMARINE COMBAT SYSTEMS DEVELOP- MENT .....	68,402	75,802	68,402	73,402
SURFACE SHIP TORPEDO DEFENSE .....		6,000		5,000
CARRIER SYSTEMS DEVELOPMENT .....	154,307	64,307	74,307	74,307

[In thousands of dollars]

	Budget	House	Senate	Conference
SHIPBOARD SYSTEM COMPONENT DEVELOPMENT .....	27,725	28,725	24,725	25,725
SHIP CONCEPT ADVANCED DESIGN .....	14,900	19,900	14,900	14,900
SHIP PRELIMINARY DESIGN & FEASIBILITY STUDIES .....	42,668	42,668	8,000	44,596
ADVANCED SURFACE MACHINERY SYSTEMS .....	58,419	34,919	63,419	58,419
CONVENTIONAL MUNITIONS .....	39,775	42,775	39,775	40,775
MARINE CORPS ASSAULT VEHICLES .....	104,822	108,822	104,822	104,822
MARINE CORPS MINE/COUNTERMEASURES SYSTEMS—				
ADV DEV .....	1,958	2,958	1,958	1,958
MARINE CORPS GROUND COMBAT/SUPPORT SYSTEM .....	37,133	39,633	50,633	53,133
COOPERATIVE ENGAGEMENT .....	131,623	186,123	141,623	196,123
ENVIRONMENTAL PROTECTION .....	59,438	73,138	61,938	74,438
NAVY LOGISTICS PRODUCTIVITY .....		3,000		3,000
RETRACT MAPLE .....	117,186	115,686	117,186	115,686
RETRACT ELM .....	11,665	22,165	11,665	19,665
NATO RESEARCH AND DEVELOPMENT .....	11,004		9,004	9,004
LAND ATTACK TECHNOLOGY .....	110,104	103,104	92,404	105,604
JOINT STRIKE FIGHTER (JSF)—DEM/VAL .....	463,402	463,402	478,402	470,902
NONLETHAL WEAPONS—DEM/VAL .....	22,592	25,092	35,892	34,592
HARD AND DEEPLY BURIED TARGET DEFEAT SYSTEM				
(HDSTDs) .....	9,827	9,827	9,827	3,000
SPACE AND ELECTRONIC WARFARE (SEW) ARCHITEC-				
TURE/ENGINE .....	17,955	17,955	20,955	19,955
OTHER HELO DEVELOPMENT .....	231,120	231,620	253,120	262,120
AV-8B AIRCRAFT—ENG DEV .....	13,787	50,387	13,787	40,587
S-3 WEAPON SYSTEM IMPROVEMENT .....	31,469	4,376	26,469	4,376
H-1 UPGRADES .....	98,542	122,542	121,942	121,942
ACOUSTIC SEARCH SENSORS .....	29,637	31,637	29,637	30,637
AIR CREW SYSTEMS DEVELOPMENT .....	9,454	12,454	9,454	11,954
EW DEVELOPMENT .....	128,586	137,886	138,586	137,886
SURFACE COMBATANT COMBAT SYSTEM ENGINEERING				
STANDARD MISSILE IMPROVEMENTS .....	1,320	1,320	6,320	11,320
AIRBORNE MCM .....	24,967	30,967	26,967	28,967
SSN-688 AND TRIDENT MODERNIZATION .....	50,300	60,300	65,300	62,300
AIR CONTROL .....	4,198	4,198	8,198	7,698
NEW DESIGN SSN .....	218,816	240,816	231,816	235,816
SSN-21 DEVELOPMENTS .....	27,456	22,456	27,456	22,456
SUBMARINE TACTICAL WARFARE SYSTEM .....	28,573	28,573	30,573	28,573
SHIP CONTRACT DESIGN/ LIVE FIRE T&E .....	133,645	60,845	137,645	130,717
NAVY TACTICAL COMPUTER RESOURCES .....	8,249	44,749	8,249	28,249
NAVY ENERGY PROGRAM .....	5,544	5,544	3,544	3,544
JOINT STANDOFF WEAPON SYSTEMS .....	73,022	8,022	73,022	48,022
LOW COST STAND-OFF WEAPON .....		10,000		
SHIP SELF DEFENSE—EMD .....	148,165	148,165	156,665	156,665
MEDICAL DEVELOPMENT .....	4,321	9,721	5,321	5,821
DISTRIBUTED SURVEILLANCE SYSTEM .....	42,017	55,417	42,017	50,017
COMMERCIAL OPERATIONS AND SUPPORT SAVINGS INI-				
TIATIVE .....	28,500	14,600	18,500	16,500
TARGET SYSTEMS DEVELOPMENT .....	54,800	54,800	50,800	54,800
MAJOR T&E INVESTMENT .....	17,281	23,281	17,281	21,281
STUDIES AND ANALYSIS SUPPORT—NAVY .....	10,132	6,132	10,132	6,132
TECHNICAL INFORMATION SERVICES .....	8,513	8,513	6,013	6,013
DISTRIB/IMAGERY COMMON GRD SYSTEMS .....		4,966		
RDT&E SCIENCE AND TECHNOLOGY MANAGEMENT .....	64,455	54,455	64,455	64,455
RDT&E SHIP AND AIRCRAFT SUPPORT .....	57,421	55,421	57,421	55,421
TEST AND EVALUATION SUPPORT .....	260,601	256,801	245,601	255,801
SEW SURVEILLANCE/RECONNAISSANCE SUPPORT .....	13,185	15,185	17,185	16,185
AIRBORNE RECONNAISSANCE SYS .....		16,448		
MARINE CORPS PROGRAM WIDE SUPPORT .....	7,132	14,632	7,132	13,632
SSBN SECURITY TECHNOLOGY PROGRAM .....	33,588	28,588	33,588	31,088
F/A-18 SQUADRONS .....	357,214	288,805	336,314	308,805
TOMAHAWK AND TOMAHAWK MISSION PLANNING CEN-				
TER (TMPC) .....	66,727	165,300	66,727	166,300
CONSOLIDATED TRAINING SYSTEMS DEVELOPMENT .....	28,390	32,490	35,390	36,890
HARM IMPROVEMENT .....	18,921	33,921	18,921	30,921



[In thousands of dollars]

	Budget	House	Senate	Conference
SURFACE ASW COMBAT SYSTEM INTEGRATION .....	9,390	9,390	9,390	13,390
AVIATION IMPROVEMENTS .....	64,956	61,956	68,956	63,956
NAVY SCIENCE ASSISTANCE PROGRAM .....			12,000	12,000
MARINE CORPS COMMUNICATIONS SYSTEMS .....	50,594	56,390	50,594	55,390
MARINE CORPS GROUND COMBAT/SUPPORTING ARMS SYSTEMS .....	14,699	14,699	17,699	18,699
TACTICAL UAV .....		55,200		51,192
TACTICAL UAV (MC) .....		8,000		6,000
VERTICAL TAKEOFF LANDING .....			10,000	
ADVANCED SENSORS/TECH .....			8,448	16,448
COMMON IMAGERY GROUND/SURFACE SYS .....			4,966	4,966
MANNED RECONNAISSANCE SYSTEMS .....	342	42,751	342	30,342
INTEGRATED BROADCAST SERVICE .....		14,580		14,580
DEPOT MAINTENANCE (NON-IF) .....	69,967		49,967	69,967
INDUSTRIAL PREPAREDNESS .....	59,060	69,060	59,060	69,060
CLASSIFIED PROGRAMS .....	521,541	542,041	528,241	531,741
ADVISORY AND ASSISTANCE SERVICES .....		-50,000		-50,000
CIVILIAN PERSONNEL UNDEREXECUTION .....				-5,000

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
DEFENSE RESEARCH SCIENCES .....	347,945	324,495	347,945	347,945
Budget growth .....	0	-23,450	0	0
Marine mammal research .....	0	0	(500)	(500)
(Note: Other than marine mammal research, Defense Research Sciences funds may not be diverted to or augmented via below-threshold reprogramming for projects not requested in the fiscal year 1999 budget)				
SHIPS, SUBMARINE & LOGISTICS TECHNOLOGY .....	43,177	45,177	46,177	56,677
Ship machinery component level intelligent distributed control systems for AUVs .....	0	2,000	0	1,500
Stainless steel double hull .....	0	0	3,000	2,000
High precision fabrication technology for large steel structural components requiring compound cur- vatures and precise dimensional control to be used in advanced ship designs .....	0	0	0	5,000
Bioenvironmental hazards .....	0	0	0	5,000
(Note: Bioenvironmental hazards was funded in a different line in the House bill)				
AIRCRAFT TECHNOLOGY .....	23,229	27,029	30,729	29,229
Vectored thrust ducted propeller .....	0	2,000	7,500	5,000
Advanced 1000-plus line resolution charged coupled device II night vision camera .....	0	1,800	0	1,000
COMMUNICATIONS, COMMAND AND CONTROL, INTELLIGENCE .....	65,033	60,033	68,033	64,033
Hybrid wireless fiber optic communications .....	0	1,000	0	1,000
Infrared search and track .....	0	-1,000	0	0
General reduction .....	0	-5,000	0	-5,000
USEA radar .....	0	0	11,000	11,000
Strategic sustainment program .....	0	0	-8,000	-8,000
MATERIALS, ELECTRONICS AND COMPUTER TECHNOLOGY .....	77,617	80,617	93,117	88,117
Advanced energy devices .....	0	0	1,000	0
Nanoscale materials and devices .....	0	0	1,000	0
Advanced materials intelligent processing center .....	0	0	5,000	3,000
High temperature superconducting ship propulsion/aux- iliary systems .....	0	0	2,000	2,000
Superconducting waveform generator .....	0	3,000	0	1,000
Materials micronization technology .....	0	0	0	4,000
Carbon-carbon materials for reentry bodies .....	0	1,000	2,500	1,500
Silicon carbide semiconductor substrates .....	0	3,500	2,500	3,500
Ultra-high thermal conductivity fibers .....	0	2,500	1,500	2,500

[In thousands of dollars]

	Budget	House	Senate	Conference
Terfenol-D .....	0	(1,800)	0	0
General reduction .....	0	-7,000	0	-7,000
(Note: Funds for materials micronization technology are only to initiate a program to demonstrate newly developed technology to micronize coal and other particles to sizes approaching five microns to reduce the cost of precursors for composite materials, fuel cell membranes, filtration technology, diesel fuel, and other materials and processes important to national defense)				
OCEANOGRAPHIC AND ATMOSPHERIC TECHNOLOGY .....	56,722	70,222	57,472	69,222
Autonomous underwater vehicle and sensor development .....	0	10,000	0	10,000
Naval Surface Warfare Center South Florida test facility .....	0	2,750	0	2,000
PM-10 clean air study .....	0	750	750	500
UNDERSEA WARFARE WEAPONRY TECHNOLOGY .....	34,856	36,856	44,356	40,856
Micro electromechanical technology .....	0	2,000	0	1,000
Lithium carbon monofluoride batteries for mine applications .....	0	0	500	0
Computational engineering research .....	0	0	3,000	3,000
Half-length torpedo .....	0	0	3,000	2,000
6.25" anti-torpedo torpedo .....	0	0	3,000	0
DUAL USE APPLICATIONS PROGRAM .....	20,000	20,000	10,000	10,000
National Technology Alliance Program .....	0	(15,000)	0	0
Program decrease .....	0	0	-10,000	-10,000
AIR SYSTEMS AND WEAPONS ADVANCED TECHNOLOGY .....	48,143	46,143	43,143	48,143
VECTOR .....	0	-7,000	-5,000	-2,000
DP-2 .....	0	5,000	0	2,000
PRECISION STRIKE AND AIR DEFENSE TECHNOLOGY .....	58,306	62,306	54,406	54,406
Mobile off-shore basing .....	0	5,000	5,000	5,000
General reduction .....	0	-1,000	0	0
Fleet ATDs .....	0	0	-8,900	-8,900
(Note: Concerning mobile off-shore basing, the conferees do not agree to House language but direct that \$1,000,000 of the \$5,000,000 provided in this Act be provided to the OSD Office of Acquisition and Technology (PE 0603728D) only for joint community MOB assessments and studies)				
SURFACE SHIP & SUBMARINE HM&E ADVANCED TECHNOLOGY .....	39,264	47,264	46,264	51,264
Power electronic building blocks .....	0	6,000	3,000	6,000
Power node converters .....	0	2,000	0	2,000
Composite helicopter hangar .....	0	0	5,000	5,000
Advanced electronic systems .....	0	0	-1,000	-1,000
MARINE CORPS ADVANCED TECHNOLOGY DEMONSTRATION (ATD) .....	41,931	51,931	52,931	56,931
BURRO project .....	0	5,000	5,000	5,000
SMAW product improvement program .....	0	5,000	0	5,000
Warfighting lab Modeling and Simulation .....	0	0	5,000	4,000
K-band training and test instrumentation system .....	0	0	1,000	1,000
MEDICAL DEVELOPMENT .....	18,728	69,028	20,728	68,728
Bone marrow donor program .....	0	34,000	0	34,000
Naval blood research laboratory .....	0	3,000	0	1,500
Dental research .....	0	4,000	0	3,000
National Biodynamics Laboratory .....	0	1,800	0	1,800
Medical readiness telemedicine initiative .....	0	4,500	0	3,000
Rural health .....	0	3,000	0	3,000
Freeze dried blood .....	0	0	1,000	850
Directly transfusable cryoprotected blood products .....	0	0	1,000	850
Center for disaster management (Note: \$1,000,000 is only for the Center for Disaster Management and Humanitarian Assistance) .....	0	0	0	1,000
Telemedicine (Note: \$1,000,000 is only for a university/community hospital telemedicine/telehealth consortium) .....	0	0	0	1,000

[In thousands of dollars]

	Budget	House	Senate	Conference
MANPOWER, PERSONNEL AND TRAINING ADVANCED TECH DEVELOPMENT .....	21,042	26,042	23,042	26,542
Advanced distributed learning .....	0	5,000	0	4,500
Integrated manufacturing studies .....	0	0	2,000	1,000
ENVIRONMENTAL QUALITY AND LOGISTICS ADVANCED TECHNOLOGY .....	20,919	20,919	26,919	22,919
Asbestos removal .....	0	0	4,000	0
Visualization of technical information .....	0	0	2,000	2,000
UNDERSEA WARFARE ADVANCED TECHNOLOGY .....	56,827	56,827	60,027	58,827
Terfenol-D .....	0	0	3,200	2,000
(Note: The conferees direct that fiscal year 1998 funds appropriated only for Terfenol-D be moved to this program for execution)				
ADVANCED TECHNOLOGY TRANSITION .....	74,392	59,392	84,392	73,892
General reduction .....	0	-15,000	0	-10,000
SLICE trailer .....	0	0	10,000	9,500
C3 ADVANCED TECHNOLOGY .....	22,294	28,294	29,794	40,294
Dominant battlespace command .....	0	6,000	0	3,000
National Technology Alliance Program .....	0	0	7,500	15,000
(Note: The National Technology Alliance consists of the National Information Display Laboratory, the National Center for Applied Technologies, and the National Media Laboratory)				
MARITIME TECHNOLOGY .....	0	0	20,000	19,000
Transfer from DARPA .....	0	0	15,000	15,000
Program increase .....	0	0	5,000	4,000
(Note: The conferees direct the Secretary of the Navy to provide \$2,400,000 to the Maritime Administration to complete testing of the potential interim solution to remediate potential damage resulting from oil spills from existing tank vessels such as the "American Underpressure System." The conferees believe that this system may have significant defense applications and may also provide environmental safeguards for tank vessels.)				
AVIATION SURVIVABILITY .....	8,164	13,164	8,164	11,164
Escape system dynamic flow test facility .....	0	3,000	0	1,000
Helicopter aircrew integrated life support system .....	0	2,000	0	2,000
ASW SYSTEMS DEVELOPMENT .....	20,184	35,184	20,184	26,184
Beartrap acoustic processor for SH-60B LAMPS helicopter .....	0	9,000	0	5,000
(Note: Conferees do not agree to House language that these funds be solely for RAINBOW processors)				
Beartrap advanced ASW technologies .....	0	3,000	0	0
SSQ-62 sonobuoy at-sea performance evaluation .....	0	3,000	0	1,000
ADVANCED COMBAT SYSTEMS TECHNOLOGY .....	8,653	6,653	8,653	6,653
General reduction .....	0	-2,000	0	-2,000
Visualization architecture and technology .....	0	0	0	(2,000)
SHIPBOARD SYSTEM COMPONENT DEVELOPMENT .....	27,725	28,725	24,725	25,725
150 Kilowatt static frequency converters .....	0	1,000	0	1,000
Shipboard auxiliary systems development .....	0	0	-3,000	-3,000
SHIP PRELIMINARY DESIGN & FEASIBILITY STUDIES .....	42,668	42,668	8,000	44,596
SSGN study .....	0	0	1,000	1,000
CV feasibility studies .....	0	0	-35,688	-5,000
CVX red team .....	0	0	(5,000)	0
ADC(X) .....	0	0	0	5,928
(Note: Funds for ADC(X) were requested in the budget and have been transferred to this line for execution based on Navy assessment of program maturity)				
ADVANCED SURFACE MACHINERY SYSTEMS .....	58,419	34,919	63,419	58,419
Intercooled recuperated gas turbine engine .....	0	-23,500	5,000	0

[In thousands of dollars]

	Budget	House	Senate	Conference
MARINE CORPS GROUND COMBAT/SUPPORT SYSTEM .....	37,133	39,633	50,633	53,133
Lightweight howitzer .....	0	2,500	0	7,000
(Note: Of the amount provided for lightweight howitzer, \$4,500,000 is transferred from Procurement, Marine Corps)				
Trajectory corrected munitions .....	0	0	7,500	5,000
SMAW follow-on .....	0	0	4,000	3,000
Predator .....	0	0	2,000	1,000
COOPERATIVE ENGAGEMENT .....	131,623	186,123	141,623	196,123
Aegis integration .....	0	-9,500	0	-9,500
LAMPS data link .....	0	-3,000	0	-3,000
Battlegroup developmental and operational testing .....	0	20,000	0	20,000
Design agent transition .....	0	15,000	0	15,000
Large network capability .....	0	13,000	0	13,000
Low cost common equipment set .....	0	10,000	0	10,000
Land based network .....	0	9,000	0	9,000
CEC/SBIRS integration .....	0	0	10,000	10,000
ENVIRONMENTAL PROTECTION .....	59,438	73,138	61,938	74,438
Aviation depot maintenance technology .....	0	2,700	0	2,000
Resource recovery technology center .....	0	7,000	0	7,000
Asbestos removal .....	0	4,000	0	4,000
Molten salt oxidation technology .....	0	0	2,500	2,000
NATO RESEARCH AND DEVELOPMENT .....	11,004	0	9,004	9,004
VECTOR .....	0	-5,000	0	0
General reduction .....	0	-6,004	-2,000	-2,000
(Note: Within the amount provided for NATO R&D, \$1,000,000 is only for international cooperative R&D applying Norwegian mine clearing technology)				
LAND ATTACK TECHNOLOGY .....	110,104	103,104	92,404	105,604
Vertical gun system .....	0	-7,000	-10,000	-10,000
Surface fire support integration .....	0	0	-7,700	-2,500
Extended range guided munition .....	0	0	0	8,000
(Note: ERGM was funded in the Procurement of Ammunition, Navy account in the Senate bill)				
NONLETHAL WEAPONS—DEM/VAL .....	22,592	25,092	35,892	34,592
Joint non-lethal directorate human effects panel .....	0	2,500	0	2,000
Accelerate non-lethal technologies .....	0	0	6,300	5,000
Non-lethal tactical denial system .....	0	0	7,000	5,000
HARD AND DEEPLY BURIED TARGET DEFEAT SYSTEM (HDBTDS) .....	9,827	9,827	9,827	3,000
Program reduction .....	0	0	(9,827)	-9,827
Analysis of alternative .....	0	0	0	3,000
OTHER HELO DEVELOPMENT .....	231,120	231,620	253,120	262,120
LAMPS data link (transfer from CEC) .....	0	3,000	0	3,000
CH-60 mine countermeasures testing .....	0	15,000	0	12,000
Naval Air Warfare Center aircraft division ship ground station .....	0	1,000	0	1,000
Advanced low frequency sonar .....	0	-18,500	0	0
SH-60 LAMPS COTS acoustic/radar data processor .....	0	0	15,000	10,000
Parametric airborne dipping sonar .....	0	0	8,000	6,000
Helicopter development CDR .....	0	0	-1,000	-1,000
AV-8B AIRCRAFT—ENG DEV .....	13,787	50,387	13,787	40,587
Open systems core avionics .....	0	31,500	0	26,800
Landing signal officer automated shipboard operating bulletin .....	0	5,100	0	0
S-3 WEAPON SYSTEM IMPROVEMENT .....	31,469	4,376	26,469	4,376
Common support aircraft .....	0	-27,093	-5,000	-27,093
Common support aircraft, floor amendment .....	0	0	(8,000)	0
SURFACE COMBATANT COMBAT SYSTEM ENGINEERING .....	132,561	169,061	134,561	164,061
CEC integration (transfer from CEC) .....	0	9,500	0	9,500
Aegis baseline software development .....	0	27,000	0	20,000
High dynamic range, low-cost, towed array receiver/beamformer sonar system .....	0	(9,000)	0	0

[In thousands of dollars]

	Budget	House	Senate	Conference
Labs and field activities monitoring efforts .....	0	0	-3,000	-3,000
DDG-51 composite director room .....	0	0	5,000	5,000
STANDARD MISSILE IMPROVEMENTS .....	1,320	1,320	6,320	11,320
ADSAM demonstration .....	0	0	5,000	5,000
Optical correlators .....	0	0	0	5,000
AIRBORNE MCM .....	24,967	30,967	29,967	28,967
CH-60 borne autonomous mine destruction .....	0	2,000	2,000	2,000
SWIMS acoustic projector .....	0	4,000	0	2,000
NEW DESIGN SSN .....	218,816	240,816	231,816	235,816
Submarine technology insertion .....	0	10,000	0	5,000
Glass-reinforced plastic/rubber sandwich sonar domes .....	0	7,000	7,000	7,000
Non-propulsion electronics .....	0	5,000	6,000	5,000
SHIP CONTRACT DESIGN/LIVE FIRE T&E .....	133,645	60,845	137,645	130,717
DD-21 .....	0	-68,872	0	0
ADC(X) .....	0	-5,928	0	-5,928
Smart propulsor product model .....	0	2,000	4,000	3,000
NAVY TACTICAL COMPUTER RESOURCES .....	8,249	44,749	8,249	28,249
UYQ-70 display improvements .....	0	17,000	0	15,000
Virtual prototyping of electronic circuits .....	0	14,500	0	0
Computer aided dead reckoning tracer .....	0	5,000	0	5,000
SHIPS SELF DEFENSE—EMD .....	148,165	148,165	156,665	156,665
Infrared search and track .....	0	0	6,500	6,500
NULKA .....	0	0	2,000	2,000
(Note: Funds for infrared search and track are only to develop a production-representative IRST system, to support testing coincident with the multi-function radar system, whose development and testing must include deployment in a permanent installation in an active Navy warship)				
MEDICAL DEVELOPMENT .....	4,321	9,721	5,321	5,821
Filtration materials with high-flow biocide characteristics .....	0	2,000	0	(2,000)
Voice instructional device modifications .....	0	3,400	1,000	1,500
DISTRIBUTED SURVEILLANCE SYSTEM .....	42,017	55,417	42,017	50,017
All-optical deployable system .....	0	6,700	0	4,000
ADS automation and data fusion .....	0	6,700	0	4,000
TEST AND EVALUATION SUPPORT .....	260,601	256,801	245,601	255,801
General reduction .....	0	-5,800	-15,000	-5,800
Man-overboard indicator .....	0	2,000	0	1,000
SEW SURVEILLANCE/RECONNAISSANCE SUPPORT .....	13,185	15,185	17,185	16,185
COTS visualization software and database servers .....	0	2,000	0	1,000
Global C4ISR visualization .....	0	0	4,000	2,000
MARINE CORPS PROGRAM WIDE SUPPORT .....	7,132	14,632	7,132	13,632
Interim biological agent detection system, phase III .....	0	4,000	0	3,500
Probable cause detection system .....	0	3,500	0	3,000
F/A-18 SQUADRONS .....	357,214	288,805	336,314	308,805
Superhornet advanced reconnaissance pod .....	0	-43,409	2,500	-43,409
Excessive budget growth .....	0	-25,000	0	-5,000
Tactical reconnaissance development .....	0	0	-23,400	0
TOMAHAWK AND TOMAHAWK MISSION PLANNING CENTER (TMPC) .....	66,727	165,300	66,727	166,300
Tactical tomahawk .....	0	98,573	0	98,573
Alternate turbine engine .....	0	0	(1,000)	1,000
CONSOLIDATED TRAINING SYSTEMS DEVELOPMENT .....	28,390	32,490	35,390	36,890
Rangeless training .....	0	5,000	0	2,500
Conversion of BFTT trainer to Windows operating environment .....	0	6,000	7,000	6,000
Joint tactical combat training system .....	0	-6,900	(9,827)	0
SURFACE ASW COMBAT SYSTEM INTEGRATION .....	9,390	9,390	9,390	13,390
High dynamic range, low-cost, towed array receiver/beamformer sonar system .....	0	0	0	4,000
(Note: this item was funded in the Surface Combatant Combat System Engineering program in the House bill)				
AVIATION IMPROVEMENTS .....	64,956	61,956	68,956	63,956

[In thousands of dollars]

	Budget	House	Senate	Conference
Engine component improvement .....	0	-3,000	0	-3,000
Eddy current sensors .....	0	0	4,000	2,000
MARINE CORPS COMMUNICATIONS SYSTEMS .....	50,594	56,390	50,594	55,390
Joint task force enhanced communications .....	0	5,000	0	4,000
Tactical control and analysis center .....	0	796	0	796
MARINE CORPS GROUND COMBAT/SUPPORTING ARMS SYS- TEMS .....	14,699	14,699	17,699	18,699
Automatic target tracker .....	0	0	3,000	2,000
Shortstop .....	0	0	(5,000)	2,000
TACTICAL UAV .....	0	55,200	0	51,192
Multiple participant competitive demonstration .....	0	14,008	0	10,000
Multi-function self-aligned gate technology .....	0	4,000	0	4,000
Common systems development (transfer from R&D De- fense-wide) .....	0	5,048	0	5,048
Tactical control system .....	0	32,144	0	32,144
ADVANCED SENSORS/TECH .....	0	0	8,448	16,448
Program transfer .....	0	0	8,448	8,448
EO framing (on-chip FMC) .....	0	0	0	8,000
(Note: this item was funded in Advanced Sensors/ Technology program in the Senate bill.)				
DEPOT MAINTENANCE (NON-IF) .....	69,967	0	49,967	69,967
Transfer to APN .....	0	-69,967	0	0
General reduction .....	0	0	-20,000	0
CIVILIAN PERSONNEL UNDERSTRENGTH .....	0	0	0	-5,000

## COMMON INTEGRATED ELECTRIC DRIVE SYSTEMS

The conferees agree to Senate direction requiring a report on a common integrated electric drive system for surface combatant ships, but direct that development of superconducting DC homopolar motor technology also be addressed in the report.

## VECTORED THRUST DUCTED PROPELLER (VDTP) HELICOPTER

The conferees direct the Navy to submit to the Congress by December 1, 1998, a specific plan for accomplishing a flight demonstration of the VDTP compound helicopter technology. The conferees reiterate last year's language which directed that the Navy's H-60 program office shall have the responsibility for the management and execution of this program.

## SEMI-AUTONOMOUS UNDERWATER VEHICLE FOR INTERVENTION MISSIONS

The conferees have just been advised of a potential funding shortfall for the Semi-Autonomous Underwater Vehicle for Intervention Missions (SAUVIM) program in the upcoming year. The conferees encourage the Navy to ensure that sufficient funding is provided for this program to carry it through until the end of 1999.

## PROJECT M

The Congress appropriated \$5,000,000 in fiscal year 1998 for Project M, including funds for a prototype system for surface ships. The Navy has yet to obligate funds for a surface ship application. Of the amount requested in the fiscal year 1999 budget and appropriated in this Act for Project M, \$1,000,000 is only to begin development of a prototype system for surface ships. The conferees direct that the Navy budget funds in the future to ensure an at-sea

demonstration of a full scale active control of machinery raft within two years.

#### ADC(X)

The conferees direct that fiscal year 1999 funds may not be obligated for an ADC(X) program unless the program plan includes ship construction in at least two shipyards.

#### ICR ENGINE

The conferees agree to provide the amount requested in the budget to continue development of the intercooled recuperated gas turbine engine. The conferees direct the Secretary of Defense to limit obligation of additional funds, while allowing the program to proceed in an orderly basis, until an international memorandum of understanding has been promulgated ending United States government participation in the ICR development program after design review five at a cost of no more than \$60,000,000 in fiscal year 1999 and subsequent fiscal years.

#### TACTICAL TOMAHAWK

The conferees are aware that the contract solicitation for the tactical Tomahawk weapons control system does not specify the type of display to be used. The recent contract award for the standard Navy display system for air, surface, and subsurface applications specified that development of new configurations to meet legacy equipment replacement requirements would be accomplished under that contract. Accordingly, the Navy should avoid duplication in development costs and take advantage of the economies of scale and infrastructure support by developing the tactical Tomahawk display under this contract.

#### SEAWOLF SHOCK TEST

The conferees agree to House language concerning system-level, live-fire shock testing of Seawolf submarines and note that the Commander in Chief of the Atlantic Command has recently indicated that he has no requirement for such a test. The conferees fully endorse the existing live fire legislation and testing for weapon systems in a normal acquisition cycle. The conferees fully expect that the Defense Department will conduct such a test on the New Attack Submarine early in its production cycle, where the lessons-learned from the test can be incorporated into future production of that weapon system. The unique circumstances that caused the Congress not to support the Seawolf shock test should not be viewed either that Congress no longer requires live fire testing nor as a precedent for other weapon systems to be exempted from the requirements of law.

#### RANGELESS TRAINING

The House proposed to terminate the Joint Tactical Combat Training System (JTCTS) and eliminate a total of \$17,300,000 in four procurement or RDT&E line items. The House also proposed an alternate system, the integrated Large Area Tracking Range (LATR)/Kadena Interim Training System (KITS), and provided a

total of \$15,000,000 in three procurement or RDT&E line items. The Senate provided the amount requested by the Defense Department for JTCTS, with an increase of \$9,827,000 in the Navy RDT&E account to provide an initial JTCTS system to support Cope Thunder exercises. The budget requested funds to initiate JTCTS production in fiscal year 1999.

Since JTCTS has not entered into production, and development and testing has not been completed, there is an opportunity to ensure that the Defense Department has identified the best technical solution prior to expenditure of significant amounts of funds in future years for rangeless training equipment. The conferees also want assurance that combat training systems for tactical aircraft will be compatible with surface ship and submarine training range systems, to the extent practicable, for joint service exercise or Navy battlegroup training. The conferees direct that the Defense Department conduct a technical evaluation, using actual equipment, to compare the capabilities, performance, and costs of an integrated LATR/KITS system to JTCTS. The conferees therefore agree to provide the full amount requested in RDT&E for JTCTS, plus an additional \$2,500,000 in the Navy RDT&E account only for LATR/KITS integration. The conferees agree to a reduction of a total of \$9,000,000 in Air Force procurement accounts requested for JTCTS, but an increase of a total of \$20,000,000 in Navy and Air Force Other Procurement accounts which is only for purchase of equipment needed to conduct the technical evaluation, and purchase of objective systems once reporting requirements in the next paragraph have been met. Of this amount, \$8,000,000 is only to begin installation of a rangeless training system to support Cope Thunder exercises. Further, the conferees direct that the JTCTS RDT&E funds are provided to proceed with equipping CAG 5 with an initial JTCTS training capability in fiscal year 1999.

The goal of the technical evaluation is to ensure that the Defense Department has identified the best technical solution to meet its rangeless training needs which minimizes technical risk at lowest life cycle cost based on performance of real equipment in a realistic environment. The conferees direct that no funds may be obligated for rangeless training production, other than those needed to conduct the technical evaluation, until the following criteria have been met:

The Director of Operational Test and Evaluation in the Office of the Secretary of Defense has certified to the congressional defense committees that the Defense Department has established a technical evaluation between JTCTS and integrated LATR/KITS which is reasonable, realistic, and objective in order to determine the relative performance of the systems;

The technical evaluation has been conducted and the results reported to the congressional defense committees; and

The Undersecretary of Defense for Acquisition and Technology has certified to the congressional defense committees that the best technical solution to meet DOD rangeless training requirements at the best value has been identified and validated by the results of the technical evaluation. His certification should include a determination whether the most cost effective method to satisfy future Navy and Air Force training needs is to continue development and



deployment of JTCTS, begin an evolutionary LATR/KITS system development and deployment, or expand the JTCTS program to include integrated LATR/KITS features.

#### RESEARCH, DEVELOPMENT, TEST AND EVALUATION, AIR FORCE

The conference agreement on items addressed by either the House or the Senate is as follows:

(In thousands of dollars)

	Budget	House	Senate	Conference
RESEARCH, DEVELOPMENT, TEST AND EVAL, AF				
DEFENSE RESEARCH SCIENCES .....	209,395	202,751	209,395	210,395
MATERIALS .....	62,578	72,578	68,678	75,278
AEROSPACE PROPULSION .....	69,061	74,061	69,561	69,561
PHILLIPS LAB EXPLORATORY DEVELOPMENT .....	116,139	116,139	125,139	129,139
COMMAND CONTROL AND COMMUNICATIONS .....	65,175	67,675	65,175	72,175
DUAL USE APPLICATIONS PROGRAM .....	19,606	19,606	10,000	10,000
LOGISTICS SYSTEMS TECHNOLOGY .....	8,677	9,677	8,677	9,177
ADVANCED MATERIALS FOR WEAPON SYSTEMS .....	21,006	37,006	25,006	33,006
AEROSPACE PROPULSION SUBSYSTEMS INTEGRATION ...	30,814	30,814	27,814	27,814
ADVANCED AVIONICS FOR AEROSPACE VEHICLES .....	26,442	26,442	29,442	28,642
AEROSPACE PROPULSION AND POWER TECHNOLOGY ....	38,984	38,984	36,984	36,984
CREW SYSTEMS AND PERSONNEL PROTECTION TECH- NOLOGY .....	16,603	22,603	35,103	30,053
ELECTRONIC COMBAT TECHNOLOGY .....	25,553	31,553	39,553	25,553
SPACE AND MISSILE ROCKET PROPULSION .....	21,121	25,121	21,121	24,121
ADVANCED SPACECRAFT TECHNOLOGY .....	42,571	54,571	65,071	60,571
ADVANCED WEAPONS TECHNOLOGY .....	40,153	50,153	46,153	53,653
AIRBORNE LASER PROGRAM .....	292,219	292,219	235,219	267,219
SATELLITE SYSTEM SURVIVABILITY .....			15,000	7,500
NATO RESEARCH AND DEVELOPMENT (H) .....	11,117		10,717	4,117
INTERCONTINENTAL BALLISTIC MISSILE—DEM/VAL .....	29,360	42,360	16,360	27,337
GLOBAL BROADCAST SERVICE .....	70,147	67,947	70,147	70,147
AIR FORCE/NRO PARTNERSHIP (AFNP) .....	17,645		17,645	17,645
SPACE-BASED LASER .....	35,000	25,000	35,000	35,000
VARIABLE STABILITY IN-FLIGHT SIMULATOR TEST AIR- CRAFT .....			7,400	4,000
HARD AND DEEPLY BURIED TARGET DEFEAT SYSTEM (HDBTDS) .....	9,803	9,803		3,000
F-22 EMD .....	1,582,217	1,582,217	1,582,217	1,575,417
EW DEVELOPMENT .....	90,126	95,126	100,126	98,626
SPACE BASED INFRARED SYSTEM (SBIRS) HIGH EMD ...	538,438	538,438	543,238	541,938
GLOBAL POSITIONING SYSTEM BLOCK IIF (SPACE) .....	62,591	62,591	84,591	73,591
LIFE SUPPORT SYSTEMS .....	3,744	6,744	3,744	6,244
COMBAT TRAINING RANGES .....	14,581	13,181	14,581	14,581
COMPUTER RESOURCE TECHNOLOGY TRANSITION (CRTT) .....	200	4,200	200	2,200
COMMERCIAL OPERATIONS AND SUPPORT SAVINGS INI- TIATIVE .....	27,937	14,037	17,937	15,937
EVOLVED EXPENDABLE LAUNCH VEHICLE PROGRAM (SPACE) .....	280,297	230,297	280,297	260,297
THREAT SIMULATOR DEVELOPMENT .....	32,582	29,582	39,582	34,582
TARGET SYSTEMS DEVELOPMENT .....	1,666	1,666	9,666	6,666
MAJOR T&E INVESTMENT .....	34,518	42,018	39,518	41,068
INITIAL OPERATIONAL TEST & EVALUATION .....	24,541	24,541	24,541	29,541
TEST AND EVALUATION SUPPORT .....	370,168	376,168	366,168	363,168
DEVELOPMENT PLANNING .....	6,075	6,075	4,075	4,075
POLLUTION PREVENTION .....	1,673	1,673	6,673	5,173
ROCKET SYSTEMS LAUNCH PROGRAM (SPACE) .....	7,865	18,865	7,865	14,865
B-52 SQUADRONS .....	6,436	6,436	5,036	6,436
REGION/SECTOR OPERATION CONTROL CENTER MOD- ERNIZATION .....	13,592	21,792	18,792	21,792
F-16 SQUADRONS .....	125,076	125,076	145,076	140,076
ADVANCED MEDIUM RANGE AIR-TO-AIR MISSILE (AMRAAM) .....	45,078	15,078	36,078	36,078

[In thousands of dollars]

	Budget	House	Senate	Conference
SPECIAL EVALUATION PROGRAM .....	92,551	72,551	102,551	102,551
AIRCRAFT ENGINE COMPONENT IMPROVEMENT PROGRAM .....	92,069	117,069	92,069	97,069
JOINT AIR-TO-SURFACE STANDOFF MISSILE (JASSM) .....	132,870	129,870	132,870	129,870
AIRBORNE WARNING AND CONTROL SYSTEM (AWACS) ..	28,189	28,189	36,189	34,189
EVALUATION AND ANALYSIS PROGRAM .....	84,950	84,950	72,150	72,150
ADVANCED PROGRAM TECHNOLOGY .....	74,707	79,707	74,707	77,207
THEATER BATTLE MANAGEMENT (TBM) C4I .....	27,292	27,292	32,292	30,792
AIRBORNE RECON SYSTEMS .....		47,362		
JOINT SURVEILLANCE AND TARGET ATTACK RADAR SYSTEM .....	123,793	98,193	98,793	101,793
SEEK EAGLE .....	17,590	19,590	17,090	19,090
ADVANCED PROGRAM EVALUATION .....	272,914	260,914	251,014	208,314
TACTICAL INFORMATION PROGRAM (TIP) .....	10,685		10,685	
INFORMATION WARFARE SUPPORT .....	1,375	1,375	3,375	2,375
FOREIGN TECHNOLOGY DIVISION .....	1,234	1,234	1,834	2,134
MISSILE AND SPACE TECHNICAL COLLECTION .....	18,595	26,595	12,595	20,595
E-4B NATIONAL AIRBORNE OPERATIONS CENTER (NAOC) .....	4,233	4,233	2,143	2,143
DEFENSE SATELLITE COMMUNICATIONS SYSTEM (SPACE) .....	15,641	13,141	15,641	14,141
INFORMATION SYSTEMS SECURITY PROGRAM .....	8,420	10,420	8,420	9,420
SECURITY AND INVESTIGATIVE ACTIVITIES .....	458	1,458	458	1,458
TITAN SPACE LAUNCH VEHICLES (SPACE) .....	87,443	87,443	77,443	77,443
DEFENSE METEOROLOGICAL SATELLITE PROGRAM (SPACE) .....	20,432	17,932	20,432	17,932
NAVSTAR GLOBAL POSITIONING SYSTEM (USER EQUIPMENT) .....	67,238	62,238	36,638	36,638
ENDURANCE UNMANNED AERIAL VEHICLES .....	4,307	182,975	155,457	188,957
ADVANCED SENSORS/TECHNOLOGY .....			134,768	126,768
COMMON MSGERY GROUND/SURFACE SYS .....			20,379	
MANNED RECONNAISSANCE SYSTEMS .....		25,800	21,566	38,366
DISTRIBUTED COMMON GROUND/SURFACE SYSTEM INTEROPERABIL .....		14,701		21,159
SPACETRACK (SPACE) .....	39,532	38,532	42,832	45,832
C-5 AIRLIFT SQUADRONS .....	47,940	47,940	33,736	33,736
C-17 AIRCRAFT .....	123,069	123,069	108,069	119,069
KC-135S .....	11,093	11,093	1,093	1,093
INDUSTRIAL PREPAREDNESS .....	50,997	50,997	53,997	52,997
PRODUCTIVITY, RELIABILITY, AVAILABILITY, MAINTAIN ..	970	970	14,970	10,470
COBRA BALL (FLD) .....			8,000	6,000
CLASSIFIED PROGRAMS .....	4,420,330	4,188,138	4,189,930	4,281,116
CIVILIAN PERSONNEL UNDEREXECUTION .....				-9,600
ADVISORY AND ASSISTANCE SERVICES .....		-40,000		-40,000
COMPASS CALL .....		20,000		12,500

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
DEFENSE RESEARCH SCIENCES .....	209,395	202,751	209,395	210,395
Coal derived jet fuel .....	0	3,500	0	3,000
Center for Adaptive Optics .....	0	3,000	0	2,000
Basic Research reduction .....	0	-13,144	0	-4,000
Sacramento Peak Observatory .....	0	[650]	[650]	[650]
Air Force Research Lab mission-focused research projects through AFIT .....	0	0	[3,000]	[3,000]
MATERIALS .....	62,578	72,578	68,678	75,278
Advanced Material Research .....	0	10,000	0	8,000
Friction stir welding .....	0	0	1,500	1,200
Environmentally safe aircraft coating .....	0	0	2,000	1,500
Inorganic/organic optical limiters .....	0	0	2,600	2,000
AEROSPACE PROPULSION .....	69,061	74,061	69,561	69,561

[In thousands of dollars]

	Budget	House	Senate	Conference
Variable displacement vane pump for KC-135 .....	0	5,000	2,000	3,000
Program reduction .....	0	0	-4,000	-4,000
Thermophotovoltaics .....	0	0	2,500	1,500
PHILLIPS LAB EXPLORATORY DEVELOPMENT .....	116,139	116,139	125,139	129,139
HAARP .....	0	0	9,000	9,000
Terabit .....	0	0	0	4,000
COMMAND CONTROL AND COMMUNICATIONS .....	65,175	67,676	65,175	72,175
Protein memory .....	0	2,500	0	2,000
Cyber security program .....	0	0	[8,000]	5,000
ADVANCED MATERIALS FOR WEAPON SYSTEMS .....	21,006	37,006	25,006	33,006
Advanced low observable coatings .....	0	9,000	0	4,000
National Center for Industrial Competitiveness ....	0	7,000	0	5,000
Aerospace metals programs .....	0	0	4,000	3,000
CREW SYSTEMS AND PERSONNEL PROTECTION TECHNOLOGY .....	16,603	22,603	35,103	30,053
Ejection seat technology .....	0	3,000	0	0
Aircrew laser eye protection .....	0	3,000	5,500	4,250
Panoramic night vision goggles .....	0	0	3,000	2,200
ACES II risk reduction .....	0	0	2,000	2,000
Helmet display technology .....	0	0	8,000	5,000
BALLISTIC MISSILE TECHNOLOGY .....	0	16,000	16,000	16,000
Missile and GPS range safety technology dev. and demonstration .....	0	16,000	16,000	16,000
ADVANCED SPACECRAFT TECHNOLOGY .....	42,571	54,571	65,071	60,571
Scorpius .....	0	5,000	0	2,500
Miniature satellite threat reporting system .....	0	7,000	0	5,000
Range upgrades to support upper stage flight experiments .....	0	0	5,000	0
Solar orbital transfer vehicle .....	0	0	7,500	4,500
Micro-Satellite Technology Program .....	0	0	10,000	6,000
ADVANCED WEAPONS TECHNOLOGY .....	40,153	50,153	46,153	53,653
Geo Space Object Imaging .....	0	10,000	0	7,500
Field laser radar upgrade .....	0	0	6,000	6,000
AIRBORNE LASER PROGRAM .....	292,219	292,219	235,219	267,219
Aircraft purchase and integration .....	0	0	-97,000	0
Ground testing and targets .....	0	0	40,000	0
Concurrency .....	0	0	0	-25,000
INTERCONTINENTAL BALLISTIC MISSILE—DEM/VAL .....	29,360	42,360	16,360	27,337
Conventional ICBM ACTD .....	0	13,000	0	11,000
Advanced IMU .....	0	0	-8,000	-6,000
AIMU interferometer fiber optic gyro .....	0	0	-3,000	-3,000
Sensor/instrumentation integration .....	0	0	-2,000	-2,000
Evaluate force applications technologies of AF Global Studies .....	0	0	0	-2,023
VARIABLE STABILITY IN-FLIGHT SIMULATOR TEST AIRCRAFT .....	0	0	7,400	4,000
NF-16D VISTA support .....	0	0	3,800	0
NF-16D VISTA VSS:				
Improvements .....	0	0	1,100	0
Ground simulator .....	0	0	1,500	0
Hotbench .....	0	0	1,000	0
NF-16D VISTA Support and VSS .....	0	0	0	4,000
HARD AND DEEPLY BURIED TARGET DEFEAT SYSTEM (HDBTDS) .....	9,803	9,803	0	3,000
Complete Joint Analysis of Alternatives .....	0	0	0	3,000
F-22 EMD .....	1,582,217	1,582,217	1,582,217	1,575,417
Unused award fees identified by GAO .....	0	0	0	-6,800
EW DEVELOPMENT .....	90,126	95,126	100,126	98,626
Advanced flares for B-1 and C-17 .....	0	5,000	0	4,000
Classified adjustment .....	0	0	10,000	0
PLAID for AN/ALR-69 (transfer from 0603270F) ...	0	0	0	4,500
THREAT SIMULATOR DEVELOPMENT .....	32,582	29,582	39,582	34,582
JMASS delays .....	0	-3,000	0	-3,000
REDCAP/DIADS .....	0	0	0	5,000

[In thousands of dollars]

	Budget	House	Senate	Conference
Integration with ECIT .....	0	0	4,000	0
Simulation threat correlation .....	0	0	600	0
Special project laydowns .....	0	0	1,000	0
Technology proliferation .....	0	0	1,400	0
MAJOR T&E INVESTMENT .....	34,518	42,018	39,518	41,068
Santa Rosa Island range complex .....	0	5,000	0	2,500
Eglin Range Complex .....	0	2,500	0	1,250
Hypersonic wind tunnel .....	0	0	5,000	2,800
TEST AND EVALUATION SUPPORT .....	370,168	376,168	366,168	363,168
Air Force Flight Test Center safety improvements	0	6,000	0	3,000
Program reduction .....	0	0	-4,000	-10,000
JOINT SURVEILLANCE AND TARGET ATTACK RADAR SYS-				
TEM .....	123,793	98,193	98,793	101,793
RTIP reduction .....	0	-25,600	-25,000	-25,000
JSTARS multi-service datalink competition .....	0	0	0	3,000
SEEK EAGLE .....	17,590	19,590	17,090	19,090
LongShot .....	0	2,000	0	1,500
Program reduction .....	0	0	-500	0
NAVSTAR GLOBAL POSITIONING SYSTEM (USER EQUIP-				
MENT) .....	67,238	62,238	36,638	36,638
NAVWAR pricing .....	0	-5,000	0	0
NAVWAR EMD .....	0	0	-28,600	-28,600
Undefined product improvement efforts .....	0	0	-2,000	-2,000
ENDURANCE UNMANNED AERIAL VEHICLES .....	4,307	182,975	155,457	188,957
Darkstar .....	0	40,518	0	34,000
Global Hawk transfer/increase .....	0	90,051	115,051	102,551
CGS transfer .....	0	48,099	36,099	48,099
ADVANCED SENSORS/TECHNOLOGY .....	0	0	134,768	126,768
Transfer .....	0	0	125,768	125,768
EO framing .....	0	0	9,000	0
High Data Rate Laser Comms .....	0	0	0	1,000
COMMON IMAGERY GROUND/SURFACE SYS .....	0	0	20,379	0
MANNED RECONNAISSANCE SYSTEMS .....	0	25,800	21,566	38,366
U-2 transfers .....	0	25,800	7,466	26,766
Fuel conversion .....	0	0	3,600	3,600
Glass cockpit .....	0	0	3,000	3,000
RAS-1R .....	0	0	7,500	5,000
DISTRIBUTED COMMON GROUND/SURFACE SYSTEM .....	0	14,701	0	21,519
INTEROPERABILITY, NIMA .....				
SPACETRACK (SPACE) .....	39,532	38,532	42,832	45,832
HAVE STARE .....	0	-1,000	0	-1,000
AEOS activities .....	0	0	3,300	7,300
(NOTE: The AEOS activities increase is provided				
for the following: \$1,400,000 is only for the				
spectrograph program; \$1,300,000 is only for				
AEOS-related acquisition and research; and				
\$4,000,000 is only for MSSS research and de-				
velopment efforts.) .....				
C-5 AIRLIFT SQUADRONS .....	47,940	47,940	33,736	33,736
System design and test .....	0	0	-8,415	-8,415
Preproduction fabrication .....	0	0	-3,209	-3,209
Software development .....	0	0	-2,580	-2,580
INDUSTRIAL PREPAREDNESS .....	50,997	50,997	53,997	52,997
Aerospace metals programs .....	0	0	3,000	2,000
Wright Technology Network .....	0	[1,000]	0	[1,000]
PRODUCTIVITY, RELIABILITY, AVAILABILITY, MAINTAIN .....	970	970	14,970	10,470
Aging Landing Gear Life Extension Program .....	0	0	6,000	4,000
Blade repair facility .....	0	0	8,000	5,500

## AVIATION SAFETY

The Committee understands that the U.S. Air Force is working with the Federal Aviation Administration (FAA) to use the capabilities at the FAA Airworthiness Assurance Center of Excellence

and other FAA research resources for projects that will enhance the safety of both military and civilian aircraft. The Committee encourages increased coordination to maximize improvements in safety research and to avoid duplicative efforts.

#### AIRBORNE LASER PROGRAM

The conferees have provided \$267,219,000, a reduction of \$25,000,000 to the budget request. The conferees direct that the first priority within the available funds shall be to conduct a meaningful ground demonstration of the capability to produce a high energy beam, compensate the beam for atmospheric disturbances, and measure the deposition of laser energy on a target under realistic test conditions. The funding level recommended by the conferees reduces concurrency in the program to enable the lessons learned from the test to be incorporated in the program.

#### HARD AND DEEPLY BURIED TARGET DEFEAT SYSTEM

The conferees have provided a total of \$6,000,000, with \$3,000,000 in the RDT&E, Navy account and \$3,000,000 in the RDT&E, Air Force account. The conferees direct that the \$6,000,000 shall be available only for completion of a joint analysis of alternatives (AOA) as well as planning efforts associated with establishing a joint hard and deeply buried target defeat program.

#### TARGET SYSTEMS DEVELOPMENT

The conferees agree with the Senate direction with regard to the KC-135 Big Crow report and further direct that the report be provided no later than December 31, 1998.

#### TACTICAL AIR RECONNAISSANCE SYSTEM

The conferees believe that if the Defense Department decides to acquire additional sensors for the AF Tactical Air Reconnaissance System (TARS) program, the Department should consider the CA 261, the MAEO and other sensors based on best value, capability and stated Air Force requirements.

#### WARFIGHTER

The conferees continue to support the Warfighter-1 program. The conferees are concerned however, that the license amendment for commercial operation of the Warfighter-1 sensor has still to be adjudicated 13 months after initial application. While the conferees recognize the importance of a stringent national security review before any commercial remote sensing license is granted, the excessive length of the review process may jeopardize program milestones and objectives.

The conferees therefore, strongly encourage the Secretary of Defense and the Director of Central Intelligence to take immediate steps to resolve remaining license issues and report to the Committees on Appropriations no later than November 15, 1998 on the resolution of all outstanding issues concerning the commercial operation of the Warfighter-1 program.

## EVOLVED EXPENDABLE LAUNCH VEHICLE (EELV)

The conferees agree to provide \$260,297,000 for the Evolved Expendable Launch Vehicle Program, a reduction of \$20,000,000 to the budget request. The conferees also agree to House language directing that reports and certifications regarding the EELV program be provided to the Committees on Appropriations and necessary program information be provided to the Comptroller General. The conferees do not agree that the obligation of fiscal year 1999 appropriations for the EELV program should be restricted pending the receipt of said reports and certifications.

## DEFENSE SATELLITE COMMUNICATIONS SYSTEM (DSCS)

The conferees agree to the House language requiring the Air Force to report to the Committees on Appropriations on the resolution of difficulties associated with the completion of the operational requirements document for the DSCS follow-on system. The conferees do not agree that the report needs to be provided prior to the release of any draft RFP for the DSCS follow-on system.

## RESEARCH, DEVELOPMENT, TEST AND EVALUATION, DEFENSE-WIDE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
RESEARCH, DEVELOPMENT, TEST & EVAL, DEFWIDE				
UNIVERSITY RESEARCH INITIATIVES .....	216,320	218,400	219,320	229,420
GULF WAR ILLNESS .....	19,646	19,646	19,646	23,796
GOVERNMENT/INDUSTRY COSPONSORSHIP OF UNIVER- SITY RESEAR .....	9,870	.....	9,870	4,870
CHEMICAL AND BIOLOGICAL DEFENSE PROGRAM .....	25,282	25,282	30,282	28,782
NEXT GENERATION INTERNET .....	40,000	53,000	30,000	50,000
SUPPORT TECHNOLOGIES—APPLIED RESEARCH .....	86,866	81,866	100,866	97,866
MEDICAL FREE ELECTRON LASER .....	9,706	17,206	16,706	14,706
COMPUTING SYSTEMS AND COMMUNICATIONS TECH- NOLOGY .....	417,723	390,723	346,323	331,323
BIOLOGICAL WARFARE DEFENSE .....	88,000	88,000	82,500	82,000
CHEMICAL AND BIOLOGICAL DEFENSE PROGRAM .....	57,683	57,683	66,683	63,583
TACTICAL TECHNOLOGY .....	188,995	151,995	192,995	175,395
INTEGRATED COMMAND AND CONTROL TECHNOLOGY ...	34,000	40,000	42,000	40,000
MATERIALS AND ELECTRONICS TECHNOLOGY .....	244,408	253,408	271,408	277,908
WMD RELATED TECHNOLOGIES .....	203,598	204,598	221,598	215,598
EXPLOSIVES DEMILITARIZATION TECHNOLOGY .....	11,650	13,650	14,850	14,650
COUNTERTERROR TECHNICAL SUPPORT .....	35,813	35,813	40,813	38,313
COUNTERPROLIFERATION SUPPORT—ADV DEV .....	70,611	55,611	77,611	53,111
SUPPORT TECHNOLOGIES—ADVANCED TECHNOLOGY DEVELOPMENT .....	166,676	193,676	299,676	277,676
CHEMICAL AND BIOLOGICAL DEFENSE PROGRAM—AD- VANCED DEV .....	42,762	55,262	42,762	51,762
VERIFICATION TECHNOLOGY DEMONSTRATION .....	63,052	48,052	63,052	58,052
GENERIC LOGISTICS R&D TECHNOLOGY DEMONSTRA- TIONS .....	17,788	25,388	21,788	23,788
STRATEGIC ENVIRONMENTAL RESEARCH PROGRAM .....	.....	59,419	.....	59,419
JOINT WARFIGHTING PROGRAM .....	23,700	23,700	19,100	19,100
COOPERATIVE DOD/VA MEDICAL RESEARCH .....	.....	11,000	.....	6,000
ADVANCED ELECTRONICS TECHNOLOGIES .....	244,737	264,537	261,337	264,637
MARITIME TECHNOLOGY .....	15,000	15,000	.....	.....
ELECTRIC VEHICLES .....	.....	.....	.....	9,000
ADVANCED CONCEPT TECHNOLOGY DEMONSTRATIONS ..	116,330	81,076	110,330	89,830

[In thousands of dollars]

	Budget	House	Senate	Conference
HIGH PERFORMANCE COMPUTING MODERNIZATION PROGRAM .....	140,927	120,927	163,927	153,927
COMMAND, CONTROL AND COMMUNICATIONS SYSTEMS	200,100	172,600	177,000	181,300
COMMUNICATION AND SIMULATION TECHNOLOGY .....	56,114	56,114	56,114	54,114
SENSOR AND GUIDANCE TECHNOLOGY .....	213,154	203,654	233,054	208,054
LAND WARFARE TECHNOLOGY .....	108,490	96,890	93,490	92,990
CLASSIFIED DARPA PROGRAMS .....	55,500	42,000	55,500	51,000
DUAL USE APPLICATION PROGRAMS .....	6,000	.....	6,000	6,000
JOINT WARGAMING SIMULATION MANAGEMENT OFFICE ..	70,696	70,696	61,496	61,496
PHYSICAL SECURITY EQUIPMENT .....	31,792	31,792	25,792	25,792
ADVANCED SENSOR APPLICATIONS PROGRAM .....	15,147	15,147	17,147	18,147
CALS INITIATIVE .....	1,863	11,363	6,863	7,863
NATO RESEARCH AND DEVELOPMENT .....	10,762	.....	8,462	5,762
THEATER HIGH-ALTITUDE AREA DEFENSE SYSTEM—TMD .....	497,752	392,752	497,752	445,252
NAVY THEATER WIDE .....	190,446	340,446	295,446	338,446
MEADS CONCEPTS—DEM/VAL .....	43,027	43,027	10,027	10,027
BOOST PHASE INTERCEPT THEATER MISSILE DEFENSE ACQUISIT .....	.....	.....	10,000	6,500
JOINT THEATER MISSILE DEFENSE—DEM/VAL .....	176,846	176,846	209,346	207,846
BMD TECHNICAL OPERATIONS .....	190,147	190,147	192,147	191,147
INTERNATIONAL COOPERATIVE PROGRAMS .....	50,676	50,676	62,676	59,676
THREAT AND COUNTERMEASURES .....	22,113	22,113	25,113	24,613
HUMANITARIAN DEMINING .....	17,234	8,234	19,234	18,734
JOINT ROBOTICS PROGRAM—ENG DEV .....	11,307	11,307	18,307	15,307
COMMERCIAL OPERATIONS AND SUPPORT SAVINGS INITIATIVE .....	13,410	13,410	13,410	8,000
THEATER HIGH-ALTITUDE AREA DEFENSE SYSTEM—TMD—EMD .....	323,942	22,942	.....	.....
PATRIOT PAC-3 THEATER MISSILE DEFENSE ACQUISITION .....	137,265	177,265	182,265	182,265
JOINT THEATER AIR AND MISSILE DEFENSE ORGANIZATION .....	17,423	17,423	17,423	109,923
CLASSIFIED PROGRAM USD(P) .....	.....	3,387	.....	3,387
CLASSIFIED PROGRAMS—C3I .....	439	439	6,439	6,439
DEFENSE TECHNOLOGY ANALYSIS .....	5,010	5,010	8,010	8,010
DEFENSE TECHNICAL INFORMATION SERVICES (DTIC) ....	46,469	46,469	45,469	45,469
INFORMATION SYSTEMS SECURITY PROGRAM .....	239,081	239,081	239,081	251,081
DEFENSE IMAGERY AND MAPPING PROGRAM .....	114,417	109,417	114,417	109,417
DISTRIB/IMAGERY COMMON GRD SYS .....	.....	9,358	.....	5,080
DISTRIB COMMON GRD SYS .....	.....	2,540	.....	.....
DEFENSE RECONNAISSANCE SUPPORT ACTIVITIES (SPACE) .....	40,504	30,617	48,504	44,609
AIRBORNE RECONNAISSANCE SYSTEMS .....	162,666	.....	15,000	.....
MANNED RECONNAISSANCE SYSTEMS .....	10,840	.....	5,874	.....
MANNED RECONNAISSANCE SYSTEMS .....	4,085	4,085	4,085	9,959
DISTRIBUTED COMMON GROUND SYSTEMS .....	34,985	.....	4,200	.....
TACTICAL CRYPTOLOGIC ACTIVITIES .....	104,510	201,810	104,510	115,564
PARTNERSHIP FOR PEACE ACTIVITIES .....	1,957	5,957	1,957	4,957
SPECIAL OPERATIONS ADVANCED TECHNOLOGY DEVELOPMENT .....	8,020	34,020	8,020	29,020
SPECIAL OPERATIONS TACTICAL SYSTEMS DEVELOPMENT .....	106,238	106,238	113,238	107,738
SPECIAL OPERATIONS INTELLIGENCE SYSTEMS DEVELOPMENT .....	1,805	10,805	1,805	8,805
SOF OPERATIONAL ENHANCEMENTS .....	33,799	47,604	33,799	45,599
CLASSIFIED PROGRAMS .....	1,057,100	1,141,826	1,163,100	1,157,958
ADVISORY AND ASSISTANCE SERVICES .....	.....	-50,000	.....	-50,000
CIVILIAN PERSONNEL UNDEREXECUTION .....	.....	.....	.....	-7,200

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

(In thousands of dollars)

	Budget	House	Senate	Conference
DEFENSE RESEARCH SCIENCES .....	65,102	65,102	65,102	65,102
Interdisciplinary research in anticorrosion .....	0	0	[1,200]	[1,000]
Research on applications of spectral hole burning .....	0	0	[2,000]	[1,400]
UNIVERSITY RESEARCH INITIATIVES .....	216,320	218,400	219,320	229,420
Southern observatory for astronomical research (SOAR) .....	0	0	3,000	2,200
Anticorrosion research on aluminum clad systems used in aircraft fleets .....	0	0	[1,250]	[1,250]
Defense Experimental Program to Stimulate Competitive Research .....	0	15,000	[20,000]	[20,000]
Software quality and productivity .....	0	0	[1,300]	[1,300]
Photoacoustic detection device .....	0	1,800	0	1,200
Medical ultrasound technology .....	0	1,600	0	1,200
Program reduction .....	0	-16,320	0	0
Military Family Research Institute .....	0	[9,000]	0	[8,000]
Acoustic sensor technology development planning New Starts .....	0	0	[1,000]	1,000
Computational neuroscience (Note: \$2,000,000 shall be available only to add a multi-disciplinary URI topic area on computational neuroscience and vision studies for learning and human/machine interaction.) .....	0	0	0	2,000
NEXT GENERATION INTERNET .....	40,000	53,000	30,000	50,000
Program reduction .....	0	0	-10,000	0
Program increase .....	0	13,000	0	10,000
Partnerships between centers with super computers purchased with DOD RDT&E funds and DOD MSRCs .....	0	0	0	[5,000]
SUPPORT TECHNOLOGIES—APPLIED RESEARCH .....	86,866	81,866	100,866	97,866
Wideband gap semiconductor research .....	0	5,000	14,000	11,000
Space-based laser .....	0	-10,000	0	0
COMPUTING SYSTEMS AND COMMUNICATIONS TECHNOLOGY .....	417,723	390,723	346,323	331,323
Hand free interface .....	0	0	-7,500	-7,500
Joint infrastructure protection .....	0	0	-69,900	-69,900
Software security research .....	0	0	500	500
Asset source for software engineering technology [ASSET] .....	0	0	2,500	2,500
Reuse technology adoption program .....	0	0	3,000	2,000
Multi-spectral imaging .....	0	5,000	0	2,000
Computer security .....	0	2,000	0	1,000
Networking .....	0	-34,000	0	-20,000
Applied Software Engineering (Note: \$3,000,000 is only for the National Applied Software Engineering Center to perform a Microelectronics and Very Large-Scale Integration (VSLI) software initiative to demonstrate the integration of artificial intelligence software technologies with VLSI microelectronics circuits.) .....	0	0	0	3,000
BIOLOGICAL WARFARE DEFENSE .....	88,000	88,000	82,500	82,000
Program reduction .....	0	0	-7,000	-7,000
Biological warfare multimedia demonstration .....	0	0	1,500	1,000
CHEMICAL AND BIOLOGICAL DEFENSE PROGRAM .....	57,683	57,683	66,683	63,583
Chemical and biological detection sensor .....	0	0	5,000	3,500
Safeguard .....	0	0	4,000	2,400
TACTICAL TECHNOLOGY .....	188,995	151,995	192,995	175,395
Center of excellence for research in ocean sciences [CEROS] .....	0	0	7,000	7,000
Simulation-based design .....	0	2,000	5,000	2,000
Microadaptive flow control .....	0	0	-3,000	-3,000
Counterartillery force protection .....	0	0	-5,000	-5,000
High performance algorithm development .....	0	-5,600	0	-5,600



[In thousands of dollars]

	Budget	House	Senate	Conference
Advanced fire support system .....	0	- 8,000	0	- 4,000
Program reduction .....	0	- 25,400	0	- 5,000
MATERIALS AND ELECTRONICS TECHNOLOGY .....	244,408	253,408	271,408	277,908
Multitechnology integration in mixed-mode electronics (MIME) .....	0	0	8,000	5,000
3-D diamond electronics .....	0	0	9,000	5,500
Seamless high off chip connectivity [SHOCC] .....	0	0	8,000	5,000
Cryogenic/superconducting electronics .....	0	0	8,000	5,000
Electromagnetic pulse [EMP] .....	0	0	2,000	0
Sonoelectronics .....	0	0	- 8,000	- 8,000
MEMS deep silicon etching process technology .....	0	7,500	0	7,000
Nanophase magnetic particle (advanced materials research institute) .....	0	4,000	0	7,000
Polymer materials and processing .....	0	5,000	0	4,000
Strategic Materials Manufacturing .....	0	0	[2,000]	[2,000]
Laser diode array alignment (Note: \$3,000,000 is only for the development of automated laser diode bar mounting techniques.) .....	0	0	0	3,000
WMD RELATED TECHNOLOGIES .....	203,598	204,598	221,598	215,598
Nuclear weapons effects technology .....	0	0	10,000	7,000
Thermionics .....	0	0	5,000	3,000
Deep digger .....	0	0	3,000	2,000
Facial recognition technology .....	0	1,000	0	0
EXPLOSIVES DEMILITARIZATION TECHNOLOGY .....	11,650	13,650	14,850	14,650
Program increase .....	0	2,000	2,000	2,000
Demilitarization advanced cutting technology .....	0	0	1,200	1,000
COUNTERTERROR TECHNICAL SUPPORT .....	35,813	35,813	40,813	38,313
Facial recognition technology .....	0	0	4,000	2,500
Pulsed fast neutron analysis .....	0	0	1,000	0
Transfer .....	0	- 25,000	0	0
COUNTERPROLIFERATION SUPPORT—ADV DEV .....	70,611	55,611	77,611	53,111
HAARP .....	0	0	3,000	1,500
Counterproliferation analysis planning system [CAPS] .....	0	10,000	4,000	6,000
Transfer (special reconnaissance capabilities) .....	0	- 25,000	0	- 25,000
SUPPORT TECHNOLOGIES—ADVANCED TECHN. DEVELOPMENT .....	166,676	193,676	299,676	277,676
Scorpius space launch tech .....	0	5,000	5,000	4,000
Excalibur space launch tech .....	0	0	5,000	4,000
Space-based laser demonstrator .....	0	0	94,000	74,000
Atmospheric interceptor technology .....	0	22,000	22,000	22,000
Photoconduction on active pixel sensors .....	0	0	5,000	5,000
Silicon thick film mirror coatings .....	0	0	2,000	2,000
CHEMICAL AND BIOLOGICAL DEFENSE PROGRAM—ADVANCED DEV .....	42,762	55,262	42,762	51,762
Biocide-based protective ensembles .....	0	2,500	0	1,500
Exposure to low levels of chemical agents and sub-chronic exposures .....	0	10,000	0	7,500
VERIFICATION TECHNOLOGY DEMONSTRATION .....	63,052	48,052	63,052	58,052
Program reduction .....	0	- 25,000	0	- 15,000
Nuclear detection, analysis and forensics systems (Note: \$5,000,000 is only for continuation of the industry based program and \$5,000,000 is only for accelerated development of nuclear detection systems.) .....	0	10,000	0	10,000
Peer reviewed basic and applied research to support nuclear testing (Note: Of the \$8,500,000, \$7,300,000 shall be available only for basic peer-reviewed explosion seismology research; and \$1,200,000 shall be available only for applied peer-reviewed explosion seismology research. The conferees direct that the applied seismic research program address the specific prioritized research topics recommended to the Department by the National Research Council.) .....	0	[12,000]	0	[8,500]

[In thousands of dollars]

	Budget	House	Senate	Conference
STRATEGIC ENVIRONMENTAL RESEARCH PROGRAM .....	0	59,419	0	59,419
Transfer from RDTE,A .....	0	54,419	0	54,419
Environmental workers safety .....	0	2,000	0	2,000
Risk-based approach to research effects of toxic chemicals .....	0	3,000	0	3,000
ADVANCED ELECTRONICS TECHNOLOGIES .....	244,737	264,537	261,337	264,637
X-ray masks for F-22, Apache Longbow .....	0	0	10,000	7,000
Advanced lithography .....	0	0	10,000	7,000
Defense techlink center .....	0	0	1,000	1,000
Center for advanced microstructures and devices .....	0	[4,000]	4,000	4,000
Molecular level printing program acceleration .....	0	0	-3,300	-3,300
Submarine sensor suite development .....	0	0	-5,100	-5,100
Cryogenic electronics .....	0	9,500	0	0
Laser plasma x-ray source technology .....	0	7,000	0	6,000
Nanotechnology and crystalline control arrays .....	0	3,300	0	3,300
HIGH PERFORMANCE COMPUTING MODERNIZATION PROGRAM .....	140,927	120,927	163,927	153,927
Operation and upgrade of supercomputing centers, purchased with RDTE&E funds .....	0	0	20,000	20,000
High performance visualization center .....	0	0	3,000	3,000
Program reduction .....	0	-20,000	0	-10,000
COMMAND, CONTROL AND COMMUNICATIONS SYSTEMS .....	200,100	172,600	177,000	181,300
Dynamic data bases program .....	0	0	-5,000	-5,000
Joint forward air component commander [JFACC] acceleration .....	0	0	-5,800	-5,800
Dynamic multiuser information fusion [DMIF] .....	0	0	-8,000	-8,000
JSIMS program reduction .....	0	0	-4,300	0
Program reduction .....	0	-27,500	0	0
SENSOR AND GUIDANCE TECHNOLOGY .....	213,154	203,654	233,054	208,054
Enhanced global positioning receiver (GPX) .....	0	0	-5,600	-5,600
Low cost cruise missile defense airframe design and integration .....	0	0	-7,500	-7,500
Air directed surface-to-air missile demonstration (ADSAM) .....	0	0	30,000	0
Large millimeter telescope .....	0	0	3,000	1,500
GPS Guidance Package .....	0	6,500	0	6,500
GEOSAR (transfer to Army) .....	0	11,000	0	0
Tactical Radar/Discoverer II .....	0	-27,000	0	0
LAND WARFARE TECHNOLOGY .....	108,490	96,890	93,490	92,990
Reconnaissance, surveillance, and targeting vehicle .....	0	0	-9,000	-4,500
Tactical mobile robots acceleration .....	0	0	-3,000	-3,000
Situational awareness system program growth .....	0	0	-3,000	-8,000
Program reduction .....	0	-11,600	0	0
CLASSIFIED DARPA PROGRAMS .....	55,500	42,000	55,200	51,000
Program reduction—UCAV .....	0	-13,500	0	-4,500
PHYSICAL SECURITY EQUIPMENT .....	31,792	31,792	25,792	25,792
Analytic system software for safeguards and security .....	0	0	[3,000]	[3,000]
Program reduction .....	0	0	-6,000	-6,000
ADVANCED SENSOR APPLICATIONS PROGRAM .....	15,147	15,147	17,147	18,147
HAARP .....	0	0	2,000	2,000
Stochastic Resonance Technology .....	0	0	0	1,000
CALS INITIATIVE .....	1,863	11,363	6,863	7,863
IDE/continuous acquisition and life-cycle support .....	0	4,000	5,000	4,000
Commodity management .....	0	3,000	0	0
Paperless contracting .....	0	2,500	0	2,000
THEATER HIGH-ALTITUDE AREA DEFENSE SYSTEM—TMD .....	497,752	392,752	497,752	445,252
User operational evaluation system (40 missiles, spares) .....	0	0	-180,000	0
Demonstration/validation .....	0	0	180,000	52,500
User operational evaluation system (40 missiles) .....	0	-105,000	0	-105,000
NAVY THEATER WIDE .....	190,446	340,446	295,446	338,446

[In thousands of dollars]

	Budget	House	Senate	Conference
Program increase .....	0	150,000	70,000	120,000
Radar improvements competition .....	0	0	35,000	28,000
MEADS CONCEPTS—DEM/VAL .....	43,027	43,027	10,027	10,027
Program termination .....	0	0	-43,027	-43,027
Air directed surface-to-air missile demonstration (ADSAM) .....	0	0	10,027	10,027
JOINT THEATER MISSILE DEFENSE—DEM/VAL .....	176,846	176,846	209,346	207,846
Extended air defense testbed .....	0	0	7,500	6,000
Pacific Missile Range Facility TMD upgrades .....	0	0	20,000	20,000
Optical-electro sensors .....	0	0	5,000	5,000
Kauai test facility .....	0	0	[5,000]	[5,000]
FAMILY-OF-SYSTEMS ENGINEERING AND INTEGRATION ..	96,915	96,915	96,915	96,915
Air directed surface-to-air missile demonstration (ADSAM) .....	0	0	[10,000]	[10,000]
BMD TECHNICAL OPERATIONS .....	190,147	190,147	192,147	191,147
Advanced research center .....	0	0	7,000	6,000
Program reduction .....	0	0	-5,000	-5,000
HUMANITARIAN DEMINING .....	17,234	8,234	19,234	18,734
Acoustic technologies .....	0	0	[800]	[800]
Humanitarian demining .....	0	0	2,000	1,500
Program reduction .....	0	-9,000	0	0
JOINT ROBOTICS PROGRAM—ENG DEV .....	11,307	11,307	18,307	15,307
Joint robotics technology .....	0	0	6,000	3,000
Robotic combat support system [RCSS] with flailhead for demining .....	0	0	1,000	1,000
PATRIOT PAC-3 THEATER MISSILE DEFENSE ACQUISITION .....	137,265	177,265	182,265	182,265
Transfer of funds .....	0	40,000	40,000	40,000
PAC-3 air directed surface-to-air missile testing .....	0	0	5,000	5,000
JOINT THEATER AIR AND MISSILE DEFENSE ORGANIZATION .....	17,423	17,423	17,423	109,923
ADSAM Demonstration .....	0	0	0	92,500
INFORMATION SYSTEMS SECURITY PROGRAM .....	239,081	239,081	239,081	251,081
High security computational structure project .....	0	0	[500]	[500]
Protection of vital data .....	0	0	0	12,000
DEFENSE RECONNAISSANCE SUPPORT ACTIVITIES (SPACE) .....	40,504	30,617	48,504	44,609
IBS Transfer .....	0	-9,887	0	-3,895
Pacific disaster center .....	0	0	8,000	8,000
MANNED RECONNAISSANCE SYSTEMS .....	4,085	4,085	4,085	9,959
U-2 transfer .....	0	0	0	5,874
TACTICAL CRYPTOLOGIC ACTIVITIES .....	104,510	201,810	104,510	115,564
Adv Sensors transfer .....	0	0	0	6,359
Adv Technology (NSA) .....	0	0	0	8,641
DCP program decrease .....	0	0	0	-3,946
PARTNERSHIP FOR PEACE ACTIVITIES .....	1,957	5,957	1,957	4,957
International medical programs global satellite surveillance system .....	0	4,000	0	3,000
SPECIAL OPERATIONS ADVANCED TECHNOLOGY DEVELOPMENT .....	8,020	34,020	8,020	29,020
Advanced lightweight grenade launcher .....	0	1,000	0	1,000
Special reconnaissance capabilities program .....	0	25,000	0	20,000
SPECIAL OPERATIONS TACTICAL SYSTEMS DEVELOPMENT .....	106,238	106,238	113,238	107,738
Special operations intelligence vehicle .....	0	0	5,000	0
Light vehicle intercom system .....	0	0	2,000	1,500
SPECIAL OPERATIONS INTELLIGENCE SYSTEMS DEVELOPMENT .....	1,805	10,805	1,805	8,805
Joint threat warning system .....	0	4,000	0	2,000
Special operations intelligence vehicle .....	0	5,000	0	5,000
SOF OPERATIONAL ENHANCEMENTS .....	33,799	47,604	33,799	45,599
Advanced special warfare craft/vsv .....	0	6,000	0	6,000
Classified program .....	0	7,805	0	5,800

## MISSILE DEFENSE

The conferees are concerned by recent evidence that the theater ballistic missile threat is emerging more rapidly and in a more sophisticated form than previously projected. Further, the recent ballistic missile launch by North Korea clearly demonstrates that longer range missiles, even intercontinental class, could soon be within the reach of our adversaries. Thus, world events continue to clearly validate the Defense Department requirement for national missile defenses as well as a mix of upper and lower tier TMD systems to defend U.S. interests and forward-deployed forces.

Testimony this year by the Chief of Naval Operations, Army Chief of Staff, and Director of the Ballistic Missile Defense Organization established that the department's two upper tier systems, THAAD and Navy Theater Wide, are complements, not substitutes, for each other. The conferees are concerned by the THAAD program's failure to achieve an intercept in five attempts. However, believing that additional testing is the appropriate course of action, the conferees have provided \$445,252,000 to continue the THAAD Demonstration and Validation flight test program during fiscal year 1999.

The Navy Theater Wide program offers the capability to defend a large area against the medium and longer range ballistic missiles our adversaries are seeking to acquire. The deployability of Navy Theater Wide systems will allow this nation to respond to the theater ballistic missile threat whenever and wherever required. The conferees have dedicated \$338,446,000 to Navy Theater Wide development and strongly urge the Department of Defense to proceed aggressively with development and adequate testing.

The conferees have also provided \$950,473,000 for the development of a national missile defense system. The conferees are pleased that this program is now poised to make critical progress given the recent NMD contract award. The conferees view NMD as a national priority and place full responsibility on the Department of Defense to prudently and aggressively complete the technical work and testing necessary for an effective national missile defense system which can provide protection for all 50 states.

The conferees also recognize the Airborne Laser as a high priority and promising program for our nation's defense. The program is proceeding on budget and schedule, and the conferees look forward to the results of ground demonstrations which will provide confidence in the capability of the ABL design.

## INFORMATION SYSTEMS SECURITY PROGRAM (ISSP)

The conferees have agreed to provide a total of \$251,081,000 for the Information Systems Security Program (ISSP); \$12,000,000 over the amount proposed by both the House and the Senate. In its recommendation, the House included a \$15,000,000 increase in a different program element and directed that the funding be transferred to the ISSP. The conference agreement reduces the recommended increase to \$12,000,000 and funds the program in the correct program element, which eliminates the need for a transfer of funds. The additional \$12,000,000 is for a new program to establish a clearinghouse for information related to the protection of

vital systems data as addressed in the classified annex accompanying the House-passed fiscal year 1999 Department of Defense Appropriations bill.

SUPPORT TECHNOLOGIES—APPLIED RESEARCH

The conferees urge the Department of Defense to give strong consideration to the potential benefits, both military and civilian offered by the EXCEL Stem Cell process. Providing funding for the EXCEL program in fiscal year 1999 would ready technology for clinical trials and provide the nation with a new and aggressive treatment for individuals exposed to weapons of mass destruction.

GULF WAR ILLNESS

The conferees have provided \$23,796,000 for Gulf War Illness research, an increase over the budget of \$4,150,000. The conferees agree that within this increase, \$3,000,000 may be provided for research into Gulf War Syndrome that includes multi-disciplinary studies of fibromyalgia, chronic fatigue syndrome, multiple chemical sensitivity and the use of research methods of cognitive and computational neuroscience.

NUCLEAR EFFECTS TESTING CAPABILITY

The conferees are concerned that insufficient resources and attention are being paid to ensure the continued survivability of weapon platforms and supporting C3I systems from the effects of a nuclear explosion, particularly in light of India and Pakistan's recent nuclear testing. With the termination of underground nuclear testing and the emerging nuclear capability of rogue states, there is an urgent national security requirement for continued above ground qualification and verification testing of new and upgraded military components and subsystems. The conferees agree that the current industry-based Defense Threat Reduction Agency X-ray simulator program should have increased funding for timely development of affordable pulsed power based x-ray test capabilities that were lost with the cessation of underground nuclear tests and encourage the Department to fund this program at adequate levels in future budgets.

DEVELOPMENTAL TEST AND EVALUATION, DEFENSE

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
DEVELOPMENTAL TEST & EVAL. DEFENSE:				
CENTRAL TEST AND EVALUATION INVESTMENT DEVELOPMENT	122,169	134,669	122,169	131,669
DEVELOPMENT TEST AND EVALUATION	96,253	96,253	94,253	94,253

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

(In thousands of dollars)

	Budget	House	Senate	Conference
CENTRAL TEST AND EVALUATION INVESTMENT DEVELOPMENT .....	122,169	134,669	122,169	131,669
Airborne separation video system .....	0	9,500	0	8,000
Roadway simulator .....	0	3,000	0	1,500

## OPERATIONAL TEST AND EVALUATION, DEFENSE

The conference agreement on items addressed by either the House or the Senate is as follows:

(In thousands of dollars)

	Budget	House	Senate	Conference
OPERATIONAL TEST & EVALUATION, DEFENSE:				
LIVE FIRE TESTING .....	9,934	19,934	9,934	18,934

## EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

(In thousands of dollars)

	Budget	House	Senate	Conference
LIVE FIRE TESTING .....	9,934	19,934	9,934	18,934
Vulnerability assessments .....	0	4,000	0	4,000
Modeling and simulation .....	0	6,000	0	5,000

## TITLE V—REVOLVING AND MANAGEMENT FUNDS

The conferees agree to the following amounts for Revolving and Management Funds programs:

(In thousands of dollars)

	Budget	House	Senate	Conference
Defense Working Capital Funds .....	94,500	94,500	94,500	94,500
National Defense Sealift Fund .....	418,166	673,366	669,566	703,366
Total, Revolving and Management Funds .....	512,666	767,866	764,066	797,866

## DEFENSE WORKING CAPITAL FUNDS

The conferees agree to provide \$94,500,000 for the Defense Working Capital Fund.

## COMMISSARY FUNDING

In view of the Department of Defense decision to move the appropriations requested in support of commissary operations back into the Military Services' operation and maintenance accounts, the conferees expect to see a significant adjustment in the fiscal year 2000 budget request for the Defense Commissary Agency (DeCA) headquarters. The conferees direct the Department of Defense to report to the congressional defense committees on the adjusted responsibilities and purposes of the DeCA headquarters organization in light of this devolvement, no later than December 1, 1998.

## NATIONAL DEFENSE SEALIFT FUND

The conferees agree to provide \$708,366,000, an increase of \$290,200,000 to the budget request. The increase consists of \$251,400,000 for a Large Medium Speed Roll-on/Roll-off (LMSR) ship, \$28,800,000 to be transferred as specified in the House bill, and \$10,000,000 only for Marine Corps' maritime prepositioning ship research and development.

In fiscal year 1997, the Congress provided \$250,000,000 above the budget as an initiative to enhance the capabilities of the Maritime Prepositioning Force through procurement of two ships. The Congress recognized that these ships could not only significantly enhance the capability of the Marine Corps during combat operations but also provide a strategic national asset. In order to expedite fielding of the ships, the Marine Corps chose to convert used commercial ships rather than build new ones. The conferees recently discovered that, as was the case in conversion of used commercial ships for Army strategic sealift, the second and third MPF-E ship conversions have suffered significant cost and schedule difficulties. The conferees understand that the Navy issued a solicitation for the third MPF-E ship, but subsequently cancelled it after issues arose on the second ship. The conferees further understand that the Marine Corps must now divert a substantial amount of funds from the third ship to finance increased costs on the second ship in order to make it viable. Given the unfortunate recent events in this program, the conferees have rescinded \$65,000,000 from the fiscal year 1997 funds for the third MPF-E ship and direct the Department of the Navy to use the remaining funds for the first two ships in order to keep their fielding on track. Since the third ship is no longer viable, the conferees agree to provide \$10,000,000 only for maritime prepositioning ship research and development to begin work on design of a new-construction ship to meet MPF-2010 requirements. The conferees suggest that the CVN-77 "transition-ship" model, to bridge from the capabilities of current MPF sealift ships to the objective future configuration, should be considered. The conferees direct the Secretary of Defense to develop and budget for a new-construction maritime prepositioning ship program and to report by February 1, 1999 to the congressional defense committees on how technical issues in the MPF-E conversion program will be resolved and the new-construction program implemented.

The conferees also agree to rescind funding appropriated in fiscal year 1996 for the National Defense Features (NDF) program by \$20,000,000 because of serious funding shortages. The conferees continue to believe that the NDF program would provide great benefits to the defense sealift capabilities of the nation. Therefore, the conferees direct that the remaining \$20,000,000 funding be available only for the NDF program and that no funds may be reprogrammed from this program without the approval of the Committees on Appropriations.

## TITLE VI—OTHER DEPARTMENT OF DEFENSE PROGRAMS

The conference agreement is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
Defense Health .....	10,055,822	10,127,622	10,337,322	10,149,872
Chemical Agents and Munitions Destruction, Army .....	855,100	796,100	780,150	780,150
Drug Interdiction and Counter-Drug Activities, Defense	727,582	764,595	742,582	735,582
Office of the Inspector General .....	132,064	132,064	132,064	132,064
Total, Other Department of Defense Programs .....	11,770,568	11,820,381	11,992,118	11,797,668

## DEFENSE HEALTH PROGRAM

### EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

[In thousands of dollars]

	Budget	House	Senate	Conference
Epidermolysis Bullosa .....	0	1,000	0	1,000
Lyme Disease .....	0	0	(3,000)	(3,000)
Brain Injury .....	0	1,500	0	1,500
Breast Cancer .....	0	25,000	0	(25,000)
Molecular Genetics .....	0	4,000	0	3,000
Nervous System Studies .....	0	5,000	0	4,000
Ovarian Cancer .....	0	10,000	0	10,000
Personal Identification Carrier .....	0	7,300	0	5,000
Post Polio .....	0	1,000	0	1,000
POW Studies .....	0	1,000	0	750
Prostate Cancer Research .....	0	10,000	0	0
Non-invasive Prostate/Coronary Reversal .....	0	(2,500)	0	(2,500)
Proton Beam .....	0	6,000	0	4,000
Air Force Research Laboratory .....	0	0	(11,000)	(11,000)
Alaska Federal Healthcare Partnership .....	0	0	1,900	1,900
Brown Tree Snakes .....	0	0	1,000	1,000
Cancer Control Program .....	0	0	5,600	5,600
Center for Disaster Management .....	0	0	(760)	(760)
Disaster Management Training .....	0	0	5,000	5,000
Graduate School of Nursing .....	0	0	2,300	2,300
Military Health Services Information Management ..	0	0	10,000	8,500
Military Nursing Programs .....	0	0	5,000	5,000
Pacific Island Health Care .....	0	0	5,000	5,000
PACMEDNET .....	0	0	10,000	10,000
Uniformed Services University of Health Sciences ...	0	0	(8,310)	(8,310)
Medical Research and Development .....	0	0	250,000	19,500
USTF reduction .....	0	0	-14,300	0

#### PACMEDNET

The conferees have provided \$10,000,000 to continue this activity, including implementation of automated clinical practice guidelines and outcome management on an individual, as well as a population, basis.

#### MEDICAL RESEARCH ACTIVITIES

Within the Defense Health Program, the conferees provide an additional \$19,500,000 for medical research activities conducted by the Department. The funds are to be used for research that focuses on issues pertinent to our military forces.

Such efforts would include: alcoholism research; sleep management; chemical weapons treatment; disease management; healthcare information protection; lung research; laser eye injury/eye cancer research and treatment; mustard gas anecdote; prostate diagnostic imaging; retinal display technology for cardiovascular re-



search; smoking cessation; neurological examination equipment; digital mammography; Paget's disease; and pediatric asthma. The conferees direct the Deputy Secretary of Defense to work with the Surgeons General of the Services to establish a medical research program that satisfies military objectives in this area.

#### ABLATABLE DISC LASER VISION CORRECTION

The conferees are aware of the successful clinical trials involving laser vision correction technology and believe this could have the potential to enhance the combat effectiveness, especially in critical night operations, for nearsighted military personnel. The conferees therefore encourage the Department to determine the cost-effectiveness, utility and desirability of ablatable disc laser vision correction technology for military personnel.

#### SMOKING CESSATION

The conferees agree that not later than 60 days after enactment, effective tobacco cessation products and counseling may be provided for members of the Armed Forces (including retired members), former members of the Armed Forces entitled to retired or retainer pay and dependents of such members and former members who are identified as likely to benefit from such assistance in a manner that does not impose costs on the individual.

#### CHRONIC DISEASE MANAGEMENT

The conferees strongly request that the Department conduct a study of chronic disease management and the provision of comprehensive care for chronically ill patients outside the hospital emergency room. The conferees believe that such a study may result in a reduction in the number of emergency room visits for chronically ill patients and therefore has the potential to provide savings and a better quality of life.

#### DENTAL CARE POLICIES

The conferees direct the Secretary of Defense to prepare and submit a report regarding the policies, practices and experience of the uniformed services pertaining to the provision of dental care to dependents, 18 years of age and younger, of active duty members of the uniformed services to the defense congressional oversight committees not later than March 15, 1999.

#### IMPROVING PATIENT CARE

The conferees are encouraged by Department of Defense efforts to reengineer medical care in accordance with Program Decision Memorandum (PDM) number 1, directed by the Under Secretary of Defense for Personnel and Readiness, the Director of Program Analysis and Evaluation and the Surgeons General. This initiative should improve inpatient and out-patient care in several major urban centers and provide for greater efficiency in the Military Health System. The conferees strongly urge the Department to continue such reengineering efforts and direct the Department to provide a report to the congressional defense committees on subsequent initiatives to accomplish these goals by February 15, 1999.

## GALLO INSTITUTE

The conferees strongly support the comprehensive efforts of the Cancer Institute of New Jersey and commend the work of the Gallo Institute to address prostate cancer.

## CHEMICAL AGENTS AND MUNITIONS DESTRUCTION, ARMY

The conference agreement is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
CHEM AGENTS & MUNITIONS DESTRUCTION, ARMY:					
CHEM DEMILITARIZATION—O&M .....	531,650	508,650	491,700	.....	491,700
CHEM DEMILITARIZATION—PROC .....	140,670	124,670	115,670	.....	115,670
CHEM DEMILITARIZATION—RDTE .....	182,780	162,780	172,780	.....	172,780

## DRUG INTERDICTION AND COUNTER-DRUG ACTIVITIES, DEFENSE

The conference agreement is as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
Educate America's youth .....	12,830	13,730	12,830	13,730
Young Marines .....	500	1,400	500	1,400
Increase safety of Citizens .....	86,669	112,069	106,669	121,869
Indiana HIDTA .....	0	500	0	1,000
Gulf States Counter-drug Initiative C31 .....	1,147	10,147	8,147	10,147
Gulf States Counter-drug Initiative RCTA .....	2,209	3,209	0	3,809
Multi-Jurisdictional Counter-drug Task Force .....	2,007	6,207	0	6,207
C-26 Aircraft Photo Reconnaissance Upgrade .....	0	5,500	0	5,000
Marijuana Eradication/Guard Counter-drug Activi- ties .....	0	5,200	6,000	7,400
Kentucky .....	0	5,200	3,800	5,200
Hawaii .....	0	0	2,200	2,200
Northeast Counterdrug Training Center .....	0	0	2,000	2,000
Counternarcotics Center at Hammer, WA .....	0	0	5,000	5,000
Reduce health and social costs .....	72,936	72,936	72,936	72,936
Shield America's frontiers .....	301,334	325,334	329,334	306,334
National Guard Cargo/Mail Inspection .....	29,000	0	29,000	0
National Guard General Support .....	118,620	158,620	138,620	147,620
Southwest Border Fence .....	0	5,000	0	3,000
Caribbean/eastern Pacific Surface Interdiction .....	8,500	12,500	16,500	8,500
Southwest Border Information Systems .....	0	4,000	0	2,000
Break drug sources of supply .....	253,813	240,526	220,813	220,713
Southern Air Forces Counter-drug Support .....	26,416	7,416	26,416	22,416
Joint Interagency Task Force South .....	23,063	7,663	6,063	6,063
Operation Caper Focus .....	0	10,500	0	0
Civil Air Patrol .....	1,187	3,800	1,187	1,187
SOUTHCOM Observation/Spray Aircraft .....	0	8,000	0	0
Ground-based End Game—SOUTHCOM .....	27,660	27,660	17,660	23,660
Ground-based End Game—Mexico .....	16,000	16,000	10,000	7,900
Total .....	727,582	764,595	742,582	735,582

## CARIBBEAN COUNTER-DRUG ENHANCEMENT

The conferees direct that up to \$8,500,000 may be made available to support restoration of enhanced counter-narcotics operations around the island of Hispaniola, for procurement of 2

Schweizer observation/spray aircraft, and for upgrades for 3 UH-1N helicopters for Colombia.

OFFICE OF THE INSPECTOR GENERAL

The conferees agree to provide \$132,064,000 for the Office of the Inspector General. Of this amount, \$130,764,000 shall be for operation and maintenance activities and \$1,300,000 shall be for procurement.

TITLE VII—RELATED AGENCIES

The conferees agree to the following amounts for Related Agencies:

[In thousands of dollars]

	Budget	House	Senate	Conference
Intelligence Community Management Account .....	138,623	136,123	134,623	129,123
Central Intelligence Agency Retirement and Disability System Fund .....	201,500	201,500	201,500	201,500
Payment to Kaho'olawe Island Conveyance, Remediation, and Environmental Restoration Trust Fund .....	15,000	15,000	25,000	25,000
National Security Education Trust Fund .....	5,000	3,000	3,000	3,000

INTELLIGENCE COMMUNITY MANAGEMENT ACCOUNT

Details of the adjustments to this account are addressed in the classified annex accompanying this report.

TITLE VIII—GENERAL PROVISIONS

The conference agreement incorporates general provisions of the House and Senate versions of the bill which were not amended. Those general provisions that were amended in conference follow:

The conferees included a general provision (Section 8005) which amends language concerning transfer authority.

The conferees included a general provision (Section 8014) which amends language requiring the Department of Defense to report to the Congress on contracting out Department of Defense functions performed by ten or more Department of Defense personnel.

The conferees included a general provision (Section 8033) which amends House language to earmark funds for the Civil Air Patrol.

The conferees included a general provision (Section 8034) governing the activities of defense federally funded research and development centers (FFRDCs).

The conferees included a general provision (Section 8056) which amends Senate language authorizing intelligence activities.

The conferees included a general provision (Section 8058) which amends language recommending rescissions. The rescissions are:

	<i>Conference</i>
Fiscal year 1988:	
Shipbuilding and Conversion, Navy: Excess funds .....	-\$19,431,327
Fiscal year 1989:	
Shipbuilding and Conversion, Navy: Excess funds .....	- 17,407,490

	<i>Conference</i>
Fiscal year 1990:	
Shipbuilding and Conversion, Navy: Excess funds .....	- 18,974,163
Fiscal year 1991:	
Shipbuilding and Conversion, Navy: Excess funds .....	- 1,819,438
Fiscal year 1992:	
Shipbuilding and Conversion, Navy: Excess funds .....	- 3,307,524
Fiscal year 1993:	
Shipbuilding and Conversion, Navy: Excess funds .....	- 4,540,746
Fiscal year 1997:	
Research, Development, Test and Evaluation, Defense-wide:	
THAAD .....	- 67,000,000
Missile Procurement, Air Force: Classified program .....	- 8,000,000
Fiscal year 1998:	
Missile Procurement, Army: EFOGM .....	- 12,800,000
Procurement of Weapons and Tracked Combat Vehicles, Army:	
MIAID .....	- 6,700,000
Other Procurement, Army: NATO AGS .....	- 24,000,000
Shipbuilding and Conversion, Navy: CVN Refueling .....	- 35,000,000
Weapons Procurement, Navy: MA-31 target delay .....	- 2,000,000
Other Procurement, Navy:	
NULKA decoy delay .....	- 15,000,000
WLQ-4 cancelled requirements .....	- 1,500,000
Type 8B Mod 3 periscopes, cancelled requirement .....	- 3,000,000
Other Navigation Equipment, contract savings .....	- 1,700,000
Pollution Control Equipment, decommissioned ships .....	- 3,600,000
Other training equipment, BFTT contract savings .....	- 1,400,000
AN/SQQ-62 sonobouy, contract savings .....	- 2,300,000
Subtotal .....	- 28,500,000
Procurement of Ammunition, Navy and Marine Corps: JDAM .....	- 12,560,000
Aircraft Procurement, Air Force: F-15 Advance Procurement ...	- 8,934,000
Missile Procurement, Air Force: Classified program .....	- 4,200,000
Procurement of Ammunition, Air Force: JDAM .....	- 14,106,000
Other Procurement, Air Force: Classified program .....	- 3,508,000
Research, Development, Test and Evaluation, Navy:	
NATO R&D, Vector .....	- 3,000,000
Navigation/ID systems .....	- 1,000,000
Lightweight torpedo, contract savings .....	- 1,500,000
High Power Discriminator .....	- 15,000,000
Subtotal .....	- 20,500,000
Research, Development, Test and Evaluation, Air Force:	
Terminated AAIS program .....	- 3,200,000
NATO JSTARS .....	- 7,000,000
Classified program .....	- 7,420,000
Subtotal .....	- 17,620,000
National Defense Sealift Fund:	
Defense features .....	- 20,000,000
MPF-E third ship program delay .....	- 65,000,000

The conferees included a general provision (Section 8080) which amends House language making funds available for Reserve peacetime support to active duty and civilian activities.

The conferees included a general provision (Section 8083) which amends a Senate provision transferring funds to cover unanticipated shipbuilding cost increases.

The conferees included a general provision (Section 8090) which amends House language regarding the use of refunds from Government travel cards.

The conferees included a general provision (Section 8095) which amends a Senate provision requiring the Department of Defense to identify costs incurred by the Department of Defense to support the North Atlantic Treaty Organization.

The conferees included a general provision (Section 8099) which amends Senate language concerning reciprocal trade agreements and the condition under which the Secretary of Defense may issue waivers to the Buy America Act.

The conferees included a general provision (Section 8101) to provide permanent clarification of the application of the "Brooks Act" qualifications based selection (QBS) process to surveying, mapping, charting and geodesy contracts of the National Imagery and Mapping Agency (NIMA). The conferees expect the officials responsible for the Federal Acquisition Regulations (FAR) to strike and revise the last sentence of section 36.601-4(a)(4) of the FAR (48 CFR 36.601-4(a)(4)) to define "Surveying and mapping" in such a manner as to include contracts and subcontracts for services for Federal agencies for collecting, storing, retrieving, or disseminating graphical or digital data depicting natural or man made physical features, phenomena and boundaries of the earth and any information related thereto, including but not limited to surveys, maps, charts, remote sensing data and images and aerial photographic services.

The conferees have included a general provision (Section 8105) which amends Senate language reducing funds available to the Department of Defense by \$70,000,000 for efficiencies realized as a result of the Defense Reform Initiative.

The conferees included a general provision (Section 8106) which amends House language requiring the Secretary of Defense to submit an in-depth analysis of any proposed establishment or expansion of depot facilities by the Reserve components.

The conferees included a general provision (Section 8109) which amends Senate language on National Defense Stockpile Asset sales.

The conferees included a general provision (Section 8110) which amends House language related to the transfer of specific ships under certain conditions.

The conferees included a general provision (Section 8114) which amends House language regarding the Cavalese, Italy accident.

The conferees included a general provision (Section 8115) which amends Senate language regarding limitations on deployment of United States forces to Yugoslavia, Albania, or Macedonia.

The conferees included a general provision (Section 8116) which amends House language prohibiting the expenditure of funds on developing or modernizing any information technology or national security system until that system has been independently certified as Year 2000 compliant.

The conferees included a general provision (Section 8117) which amends House language requiring the Department to include Year 2000 simulations as part of their major military exercises.

The conferees remain concerned about the progress the Department is making in bringing its systems into Year 2000 compliance.

However, the conferees are encouraged by the actions outlined in recent letters from the Secretary of Defense and Deputy Secretary of Defense regarding Year 2000 compliance. The conferees believe a strong and sustained effort by the Department is critical to minimizing the risk.

The conferees included a general provision (Section 8119) which amends Senate language requesting a report on the need for food stamp assistance by military families.

The conferees included a general provision (Section 8120) which amends House language prohibiting the Department from contracting with the People's Republic of China (PRC) or the People's Liberation Army of the PRC.

The conferees included a general provision (Section 8124) which amends Senate language regarding a vessel scrapping pilot program.

The conferees included a general provision (Section 8125) which amends Senate language providing funds for work performed at Fort Wainwright, Alaska.

The conferees included a general provision (Section 8128) which amends Senate language to express a sense of Congress regarding the use of child soldiers in armed conflicts.

The conferees included a new general provision (Section 8131) which waives limitations on expenditures for the National Guard Youth ChalleNGe Program for fiscal year 1999.

The conferees included a new general provision (Section 8132) which allows the Air Force to convey surplus relocatable shelters.

The conferees included a new general provision (Section 8133) which amends Senate language regarding the donation of surplus dental equipment to Indian Health Service facilities.

The conferees included a new general provision (Section 8134), reducing funds in Title III, Procurement, by \$142,100,000. The House had recommended reducing the budget request by \$142,100,000 in Title II, Operation and Maintenance, in order to reduce total funding requested for advisory and assistance services. The conferees have instead agreed to levy a \$142,100,000 reduction against Title III.

The conferees included a new general provision (Section 8135) which reduces funding available for the Military Personnel and Operation and Maintenance accounts by \$193,600,000 due to foreign currency fluctuation.

The conferees included a new general provision (Section 8136) which reduces funding available for the Operation and Maintenance accounts by \$502,000,000 due to declining prices for bulk fuel.

The conferees included a new general provision (Section 8137) concerning the Global Positioning System. Section 8137 requires the Secretary of Defense to develop a strategy to protect the integrity of the GPS frequency spectrum against interference and disruption. The conferees expect this strategy to be devised with the support of the Secretaries of State, Commerce, and Transportation, the director of the Office of Science and Technology Policy, and interested user and industry representatives. The required report shall include plans for collection and analysis of test and demonstration data to be completed in time for presentation by the

United States at the World Radiocommunications Conference 2000. The report shall also include recommendations for additional filings for both space-based and ground-based services, as appropriate, to meet civil safety-of-life applications within existing international spectrum bands allocated for radionavigation satellite operations.

The conferees included a new general provision (Section 8138) which requires the Secretary of Defense to submit a report regarding military deployment rates for each service.

The conferees have included a general provision (Section 8139) which amends Senate language directing the Secretary of the Air Force to convey property at the former Pease Air Force Base to the Town of Newington, New Hampshire.

The conferees have included a new general provision (Section 8142) which allows the Secretary of Defense to retain family housing at Fort Buchanan, Puerto Rico.

The conferees have included a new general provision (Section 8143) which allows the Secretary of the Navy to convey the Magnolia housing area to the City of Seattle, Washington.

The conferees have included a new general provision (Section 8144) which conveys an Army Reserve Center in Reading, Pennsylvania to the City of Reading, Pennsylvania.

The conferees have included a new general provision (Section 8145) which directs the Secretary of the Air Force to obligate up to \$7,646,000 of previously appropriated funds for demolition and related environmental restoration of 31 buildings at the former Norton Air Force Base, California. Sufficient funds remain available for obligational adjustments within "Base Realignment and Closure Account, Part I" to absorb this cost within existing balances in the Base Realignment and Closure Accounts.

The conferees have included a new general provision (Section 8146) which establishes a cash objective and policy for unbudgeted operating losses in the Defense Working Capital Funds.

The conferees have included a new general provision (Section 8147) which addresses the Military Personnel Information Systems.

The conferees concur in the direction in the House Report regarding military personnel information systems and the revised Defense Integrated Military Human Resources System (DIMHRS). Section 8147 establishes a revised DIMHRS program, a defense reform initiative enterprise pilot program for military and manpower personnel information systems. Manpower and personnel information systems shall include, but not be limited to, personnel, manpower, training, and compensation. Health and dependent systems should only be included for interoperability and coordination purposes. The conferees have provided the budget request for DIMHRS and the Navy Standard Integrated Personnel System (NSIPS) and direct that DIMHRS funding be used for the revised DIMHRS enterprise level pilot program. The conferees direct DoD to provide full funding for this revised program in future budget requests and defense plans. The conferees have provided an additional \$38,000,000 in Operation and Maintenance, Defense-Wide and \$12,000,000 in Procurement, Defense-Wide and direct these funds be obligated as directed in the House Report.

The Department shall identify, develop and approve strategic functional requirements for the current and revised enterprise

DIMHRS program through the Under Secretary of Defense for Personnel and Readiness, and in full coordination with the individual services and Joint Chiefs, no later than nine months from the date of enactment of this Act. The DoD Chief Information Officer and Director, Program Analysis and Evaluation, shall establish and incorporate into the budget process mission performance goals and measures and identify functional savings resulting from business process improvements. The Department shall identify changes to the planning, programming, and budgeting system needed to implement the revised DIMHRS enterprise solution including, but not limited to, instituting program elements and activity based costing for this enterprise solution. The conferees direct that configuration management and budget oversight of all manpower and personnel legacy systems be centralized with day to day operational management remaining with the services. The Department shall provide a report to the Appropriations Committees by May 1, 1999 on the revised enterprise DIMHRS, and how the revised program, budget changes and business process improvement changes comply with Appropriations Committee direction and with Public Laws 104-106 and 103-62.

The conferees included a new general provision (Section 8148) regarding a review of military compensation. The conferees are deeply concerned with the increasing demands placed on our military personnel, which affect the ability to recruit and retain the highly skilled personnel needed to maintain the all-volunteer force. Operating tempos, particularly for those forces deployed in support of contingency operations, are at historic high rates at the same time force structure has been reduced. People are working harder and under more challenging circumstances. At the same time, outside employment opportunities for highly skilled military personnel, especially in certain career fields, are readily available due to the nation's prolonged period of economic prosperity. In this environment, while none of our military personnel serve for financial advancement, we should not expect them to serve and suffer financial hardship.

These competing demands are being compounded by a widespread perception within the force that there has been, and will continue to be, a steady erosion in those programs associated with military compensation and benefits. For example, the conferees note that while the Administration has in recent years proposed increases in pay rates consistent with existing legal limits, those increases have not reversed the gap between military and private compensation. Of even more concern, it is becoming steadily more apparent that the changes in the military retirement system enacted in 1986 are having a direct impact on the services' reenlistment rates, and have raised fundamental questions of equity between those service members who are under the previously established retirement structure and those who have joined the force since 1986. Finally, the conferees continue to observe persistent problems in other programs intended to provide for an adequate quality of life for service members and their families, including medical care, housing programs, and family support programs. The conferees are convinced that these problems, coupled with the high level of demands being placed on the force and the effects of a



healthy economy, are directly responsible for the emergence of downward trends in recruiting and retention of personnel. If these interweaving issues are not dealt with soon, and in a meaningful manner, the conferees fear it could inevitably result in a dramatic decline in the capability of the nation's armed forces.

The conferees believe that a long-term solution to these issues cannot be found by simply focusing on one aspect of these problems, such as pay or retirement, in isolation from the others. The complexity of these issues requires a more broad approach if the Department of Defense is to truly address the new and different demands confronting the military force of the future. Therefore, in Section 8148, the conferees direct the Secretary of Defense, in consultation with the nation's senior military leadership, to undertake a comprehensive reassessment of the array of existing compensation and benefit programs, and the need, if any, for changes in these programs in order to meet both future manpower and quality of life requirements. The conferees intend that this effort provide the underpinning for a total review of these programs and issues by both the executive and legislative branches as soon as possible, and therefore direct that the Secretary provide an interim report on these issues to the congressional defense committees within 60 days of the enactment of the fiscal year 1999 Department of Defense Appropriations Act. In order to provide for full consideration of these matters in the next Congress, the Secretary is also directed to provide his recommendations on these issues to the Congress in conjunction with submission of the fiscal year 2000 budget request.

#### CONFERENCE TOTAL—WITH COMPARISONS

The total new budget (obligational) authority for the fiscal year 1999 recommended by the Committee of Conference, with compari-

sons to the fiscal year 1998 amount, the 1999 budget estimates, and the House and Senate bills for 1999 follow:

New budget (obligational) authority, fiscal year 1998 .....	\$247,708,522,000
Budget estimates of new (obligational) authority, fiscal year 1999	250,998,803,000
House bill, fiscal year 1999 .....	250,727,097,000
Senate bill, fiscal year 1999 .....	250,518,092,000
Conference agreement, fiscal year 1999 .....	250,510,548,312
Conference agreement compared with:	
New budget (obligational) authority, fiscal year 1998 .....	+2,802,026,312
Budget estimates of new (obligational) authority, fiscal year	
1999 .....	- 488,254,688
House bill, fiscal year 1999 .....	- 216,548,688
Senate bill, fiscal year 1999 .....	- 7,543,688

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 JOE MCDADE,  
 JERRY LEWIS,  
 JOE SKEEN,  
 DAVID L. HOBSON,  
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*Managers on the Part of the House.*

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