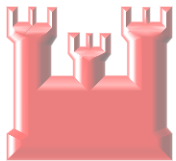
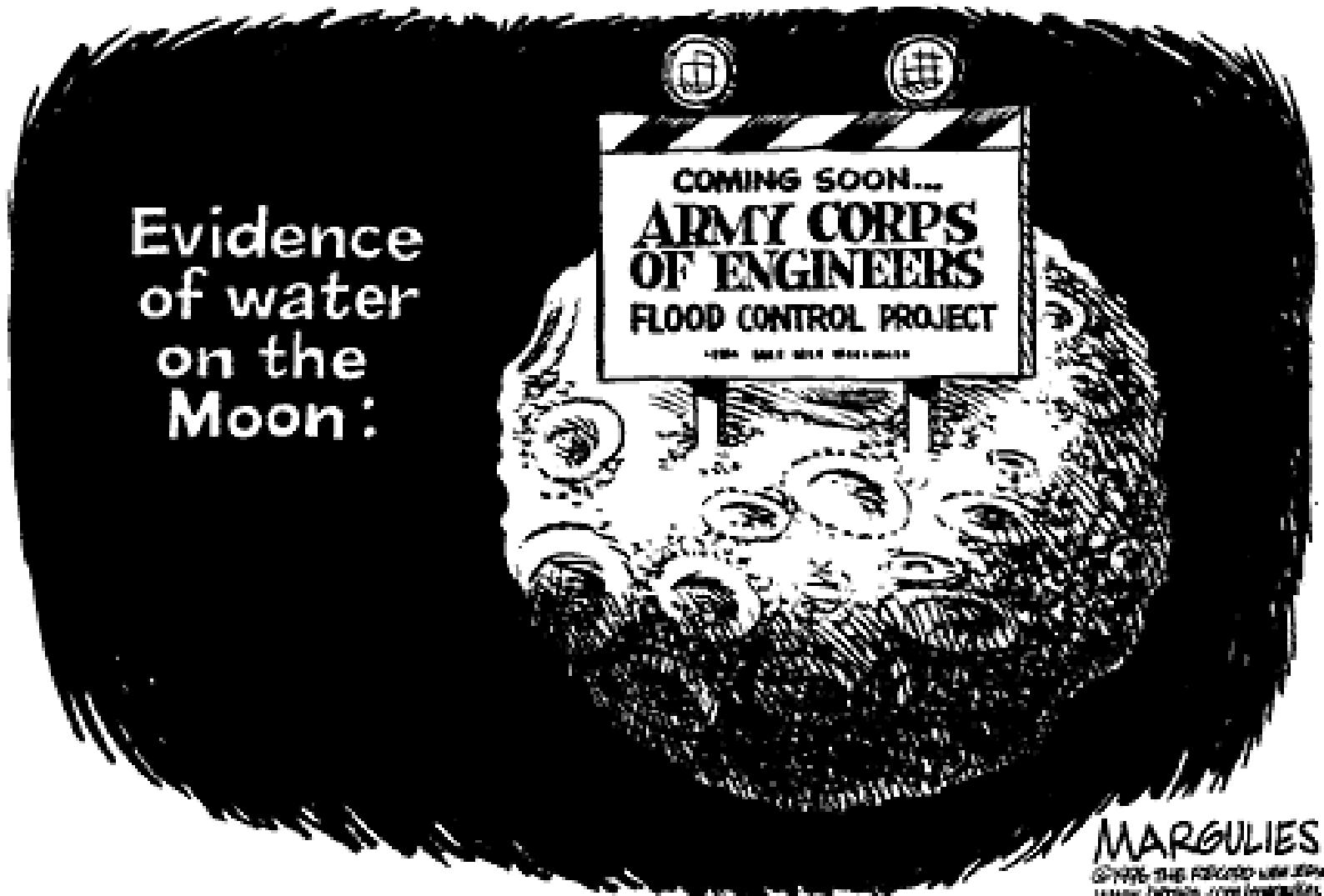


Military Construction Program Looking into the Future

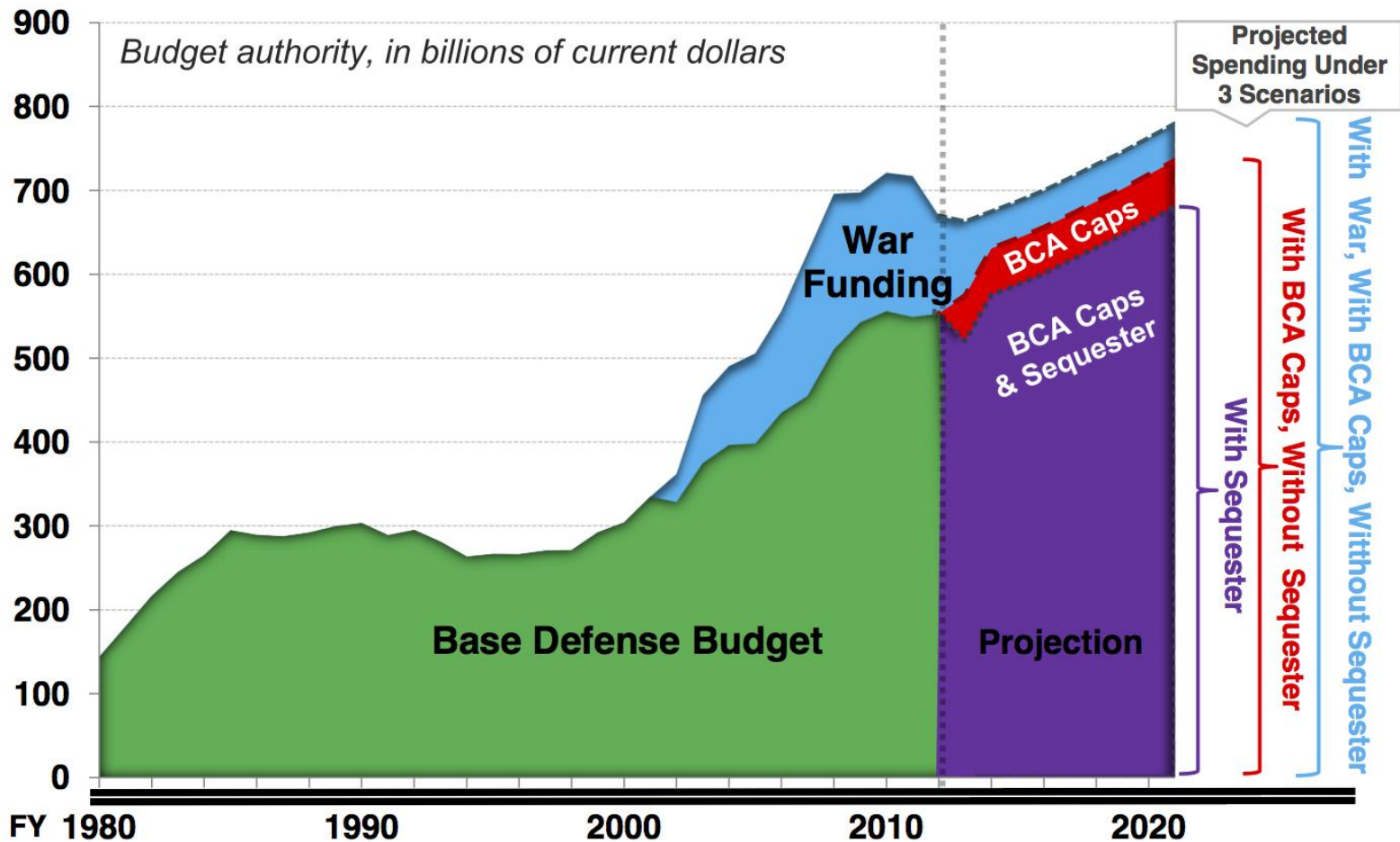


US Army Corps
of Engineers
Omaha District

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Impact of BCA Sequester on the Defense Budget



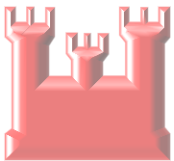
Source: Office of Management and Budget; Department of Defense; Congressional Budget Office; CRS Report RL33110.
 Data Note: War funding accounts for military and Overseas Contingency Operations (OCO).
 Produced by Veronique de Rugy, Mercatus Center at George Mason University.

Military Construction Total Obligation Authority (TOA)

Service Branch	FY15	FY16	FY17	FY18	FY19
Army	\$ 893	\$ 832	\$ 1,064	\$ 984	\$ 1,046
Air Force	\$ 1,047	\$ 1,981	\$ 1,126	\$ 1,229	\$ 1,015
Navy	\$ 1,165	\$ 1,954	\$ 1,780	\$ 1,447	\$ 1,424
DOD World Wide	\$ 5,367	\$ 8,028	\$ 7,442	\$ 7,037	\$ 6,916
TOTALS	\$ 8,472	\$ 12,795	\$ 11,412	\$ 10,697	\$ 10,401

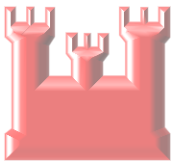
Service Branch	FY10	FY11	FY12	FY13	FY14
Army	\$ 9,853	\$ 7,254	\$ 4,647	\$ 3,067	\$ 1,879
Air Force	\$ 3,305	\$ 1,783	\$ 1,562	\$ 519	\$ 1,345
Navy	\$ 4,496	\$ 3,894	\$ 2,615	\$ 1,901	\$ 1,803
DOD World Wide	\$ 20,529	\$ 14,768	\$ 11,367	\$ 8,053	\$ 8,392
TOTALS	\$ 38,183	\$ 27,699	\$ 20,191	\$ 13,540	\$ 13,419

Source: Office of the Undersecretary of Defense Comptroller
"Green Book" National Defense Budget Estimates 2015



PROGNOSTICATIONS

- Total Obligation Authority for Military Construction will revert to pre-BRAC, Grow the Force, Global Re-positioning of troops levels in the \$11 Billion - \$15 Billion range per fiscal year. Defense Budget total will stay in the \$600 billion plus range for some time into the future excluding \$\$ for fighting wars.
- Priority projects will directly support the nuclear enterprise, strategic forces, force projection platforms, space based systems, command, control, surveillance, reconnaissance, intelligence, computer network defense/attack, health care, war on terrorism, special forces, training, and quality of life facilities.
- There will be another BRAC, however not likely to have the same impact on MILCON as BRAC 2005, unless force structure that is drawing down ramps up, or forward deployed units are re-stationed CONUS (not likely).
- MILCON budget even when relatively robust will buy fewer projects. Example the Air Force FY16 Program has 27 projects (CONUS) \$714M. Dollar does not go as far today. A hangar that could be built in 1992 for \$11M, now cost \$53M.





Questions

