

Percentage distribution of man-years

Fiscal year	Military	Civilian	Contract	Fiscal year	Military	Civilian	Contract
1957-----	58.9	27.4	13.7	1960-----	58.2	25.5	16.3
1958-----	59.3	25.3	15.4	1961-----	57.4	24.6	18.0
1959-----	58.3	25.0	16.7	1962-----	59.0	24.8	16.2

The change in the distribution of the work force brought about by the plusses and minuses in each category is portrayed on this chart. As you can see, the adjustment has been a matter of a few percentage points.

With these overall trends in mind, I would now like to turn to the Air Force use of contract services from fiscal year 1959 through fiscal year 1961, in those areas of interest to the committee.

Contract services by type of activity

[Cost in thousands]

Activity	Fiscal year 1959	Fiscal year 1960	Fiscal year 1961
Contractor operated facilities-----	\$202,931	\$231,622	\$231,785
Field and organizational maintenance-----	30,816	32,671	30,513
Contract technical services-----	54,574	63,912	64,787
Eng-Installation-GND C-E equipment-----	25,020	23,045	26,500
Air defense systems-----	56,555	64,117	55,203
Food services-----	2,558	2,452	2,245
Refueling-----	2,721	2,634	2,400
Medical-----	31,346	23,883	24,563
Training-----	22,505	19,713	14,999
Printing-----	19,600	22,900	23,400
Charting-----	2,471	3,214	2,876
Laundry and drycleaning-----	5,200	6,000	6,400
Experts and consultants-----	1,640	1,688	1,352
All other-----	44,001	53,498	78,036

We have divided the contract service dollars into categories by the type of activity involved and shown the total dollars for each category. Several of these categories will be portrayed in more detail in a moment.

The first category "Contract operated facilities," involves all installations or systems where virtually all functions are performed by the contractor. The purposes of these installations are many and varied, and because of the large size of this category, a more detailed breakdown will be provided on the next chart.

Since there is variety of purpose involved in this category, our management procedures must be flexible. All of the significant contracts in this category, however, were initially approved and are continuously reviewed at Headquarters USAF level. We have available to leave with the committee, a complete list of individual contracts in this category.

The second category "Field and organizational maintenance" includes the maintenance of all types of equipment done by personnel at base level. It does not include depot level maintenance, which was covered yesterday. As might be expected from our basic policy, this category is relatively limited and stable. Most of the dollars involved in this category are concentrated on such support equipment as vehicles, ground power equipment, office machines, and other indirect support equipment.