

## DSA

Savings of \$93,000 were realized by accepting the contractor's modified commercial packaging for engine repair parts in lieu of military level A packaging as previously required.

## IV. MILITARY ASSISTANCE PROGRAM (MAP)

A summary of the savings realized in this area during fiscal year 1966 is as follows:

|          | Realized hard savings |              |       | Realized cost avoidance savings | Total realized savings | Fiscal year 1966 goal |
|----------|-----------------------|--------------|-------|---------------------------------|------------------------|-----------------------|
|          | Budgeted savings      | Fund savings | Total |                                 |                        |                       |
| MAP..... |                       | \$3          | \$3   | \$6                             | \$9                    | \$100                 |

All savings in this area have resulted from actions reported by the four Unified Commands (CINCPAC, CINC SOUTH, CINC STRIKE and CINCEUR). Details on most of the individual actions are classified.

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(Installations and Logistics).

## ATTACHMENT A

DOD cost reduction program—Cost reduction savings reflected in budget estimates <sup>1</sup>

[In millions of dollars]

|                                        | Fiscal year |            |            |              |         |       |
|----------------------------------------|-------------|------------|------------|--------------|---------|-------|
|                                        | 1964 total  | 1965 total | 1966 total | 1967         |         |       |
|                                        |             |            |            | Accomplished | Planned | Total |
| I. BUYING ONLY WHAT WE NEED            |             |            |            |              |         |       |
| A. Refining requirements calculations: |             |            |            |              |         |       |
| 1. Major items of equipment:           |             |            |            |              |         |       |
| Army.....                              | \$69        | \$36       | \$80       | \$75         |         | \$75  |
| Navy.....                              | 190         | 240        | 624        | 413          | \$156   | 569   |
| Air Force.....                         | 34          | 97         | 43         | 2            |         | 2     |
| Total.....                             | 293         | 373        | 747        | 490          | 156     | 646   |
| 2. Initial provisioning:               |             |            |            |              |         |       |
| Army.....                              | 9           | 19         |            |              |         |       |
| Navy.....                              | 37          | 86         | 106        | 47           |         | 47    |
| Air Force.....                         | 86          | 28         | 78         |              | 24      | 24    |
| DSA.....                               | 1           |            |            |              |         |       |
| Total.....                             | 133         | 133        | 184        | 47           | 24      | 71    |
| 3. Secondary items:                    |             |            |            |              |         |       |
| Army.....                              | 34          | 25         | 22         |              |         | 9     |
| Navy.....                              | 78          | 81         | 55         | 6            | 3       | 469   |
| Air Force.....                         | 525         | 448        | 661        | 409          |         | 5     |
| DSA.....                               | 33          | 52         | 61         |              | 5       |       |
| Total.....                             | 670         | 607        | 799        | 475          | 8       | 483   |
| 4. Technical manuals:                  |             |            |            |              |         |       |
| Army.....                              |             |            | 3          | 5            |         | 5     |
| Navy.....                              |             |            | 1          |              | 1       | 1     |
| Air Force.....                         |             |            | 4          | 1            | 1       | 2     |
| Total.....                             |             |            | 8          | 6            | 2       | 8     |

See footnote at end of table, p. 119.