

ment and operations, including reimbursement to the Department of Defense for recovery forces.

Systems engineering, for which \$20.0 million is requested, provides for integrated technical support, review, and analysis of manned space flight missions.

The \$32.0 million for supporting development will continue activities which involve selected engineering efforts to eliminate potential deficiencies in Apollo and to provide a firm base for hardware decisions related to extensions of the program. This category also includes the development of improved hardware or manufacturing, test, and evaluation techniques to reduce cost and enhance reliability and efficiency.

Mr. WAGGONER. Thank you. Any questions?

Mr. RUMSFELD. Yes; on page R.D. 1-2, is it correct that the \$60 million shown there is your estimate of unobligated funds as of June 30, this year?

Mr. LILLY. No, sir. The President imposed a restriction on all agencies and pulled back certain moneys which are not available to us this year. The amount pulled back from NASA was \$60 million, which is subsequently being made available to cover our cost in fiscal year 1968.

Mr. RUMSFELD. Where is the figure for any sums previously authorized and appropriated, not including that \$60 million you anticipate will remain at the conclusion of this fiscal year?

Mr. LILLY. We do not anticipate there will be any unobligated balance in the Apollo program in fiscal year 1967. Our history in the prior years has been that we have always obligated about 99.8 percent of our Apollo funds.

Of course, you will always have a balance of a few hundred thousand in many different elements. However, this amounts to less than two-tenths of 1 percent.

Mr. RUMSFELD. That doesn't show up in the budget book?

Mr. LILLY. That is correct.

Dr. MUELLER. We have used every dollar that the committee has given us for Apollo in the last several years. We have adopted the philosophy that you gave us this money to carry out the program and we are using it as effectively and as efficiently as we can.

Mr. RUMSFELD. If it doesn't come out, then you make a reprogramming request?

Dr. MUELLER. We do shift funds within the reprogramming authority provided to us by the Congress in order to support the areas where we have problems.

Mr. WAGGONER. Any further questions?

If not, the committee is adjourned until 10 a.m. tomorrow morning. (Whereupon, at 11:50 a.m., the subcommittee adjourned until 10 a.m., on Thursday, March 16, 1967.)