

III. Examples

Approximately 90 individual actions were reported in fiscal year 1967. Some examples follow:

A. The 1967 military assistance program for Thailand included 32 PRC 65 radios to provide the Royal Thai Air Force (RTAF) with sufficient VHF/AM radio backup. Based on an in-depth review by personnel of the communications and electronics division of the Air Force Advisory Group, it was determined that the RTAF had improved their in-country maintenance capacity to the point where the PRC 65 radios were no longer needed. Planned procurement was cancelled for a total saving of \$161,200. (CINCPAC)

B. Savings of \$125,136 resulted from a change in the single side-band radio configurations programed for the Brazilian Army's use at brigade and division level. Each set, as originally programed, consisted of a truck, trailer, shelter, and power unit. The reconfiguration consisted only of a truck with appropriate alternator as an integral part. (SOUTHCOM)

C. Headquarters USAF approved, funded, and directed implementation to provide two F-104 flight simulators and necessary logistic support for two MAP countries under grant aid. The original support package included land mass plates and slides for each supporting country at two different geographical areas. A subsequent study disclosed that a saving of \$264,500 could be realized and that the requirements of both countries could be satisfied by utilizing one common geographical area.

DEPARTMENT OF DEFENSE COST REDUCTION PROGRAM—SUMMARY OF SAVINGS FROM FISCAL YEAR 1967 ACTIONS BY DOD COMPONENT

[In Millions]

	Realized savings		Estimated savings		Total savings	
	Goal	Fiscal year 1967	Fiscal year 1968	Fiscal year 1969	Fiscal year 1967-69	Goal
SUMMARY BY AREA						
I. Buying only what we need:						
A. Refining requirements calculations:						
1. Major items of equipment:						
Army.....	\$17	\$1	\$2	-----	\$3	\$33
Navy.....	58	76	37	-----	113	105
Air Force.....	35	59	19	\$2	80	65
Total.....	110	136	58	2	196	203
2. Initial provisioning:						
Army.....	-----	-----	16	7	39	20
Navy.....	10	15	5	2	22	20
Air Force.....	10	15	5	2	22	20
Total.....	20	31	21	9	61	40
3. Secondary items:						
Army.....	11	67	1	1	69	14
Navy.....	11	11	2	1	14	13
Air Force.....	20	29	4	4	37	25
DSA.....	3	3	-----	-----	3	4
Total.....	45	110	7	6	123	56
4. Technical manuals:						
Army.....	1	-----	-----	-----	-----	1
Navy.....	1	-----	-----	-----	-----	2
Air Force.....	2	2	-----	1	3	3
Total.....	4	2	-----	1	3	6