

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

[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—Continued						
I. Buying only what we need—Continued						
A. Refining requirements calculations—Continued						
5. Technical data and reports:						
Army.....	\$1	\$2	\$1	\$1	\$4	\$1
Navy.....	2	1	1	1	2	3
Air Force.....	4	7	1	1	9	6
Total.....	7	10	2	3	15	10
6. Industrial production base:						
Army.....	1	1	1	1	1	1
Navy.....	3	4	4	4	4	3
Air Force.....	4	4	4	4	4	4
Total.....	4	4	4	4	4	4
B. Utilization of long supply and excess inventory:						
1. Equipment and supplies:						
Army.....	17	11	2	13	22	22
Navy.....	4	7	5	2	14	5
Air Force.....	12	28	4	32	18	18
DSA.....	4	3	3	3	6	6
Total.....	37	49	11	2	62	51
2. Redistribution of idle production equipment:						
Army.....	1	1	1	1	1	1
Navy.....	1	1	1	1	1	1
Air Force.....	1	1	1	1	1	1
Total.....	1	1	1	1	1	1
3. Excess contractor inventory:						
Army.....	1	1	1	1	1	1
Navy.....	1	1	1	1	1	1
Air Force.....	1	1	1	1	1	1
Total.....	2	1	1	1	1	2
C. Eliminating goldplating:						
Army.....	102	78	68	36	182	142
Navy.....	69	113	24	14	151	97
Air Force.....	117	134	60	51	245	164
DSA.....	12	14	9	8	31	16
Total.....	300	339	161	109	609	419
D. Inventory item reduction:						
Army.....	1	3	3	3	1	1
Navy.....	1	1	1	1	1	1
Air Force.....	1	1	1	1	1	1
DSA.....	2	2	2	2	2	2
Total.....	4	3	3	3	3	4
Total, buying only what we need.....	534	685	260	132	1077	796
II. Buying at the lowest sound price:						
A. Shift from noncompetitive to competitive procurement:						
Army.....	10	10	11	17	38	25
Navy.....	25	3	2	3	8	60
Air Force.....	15	16	7	7	30	35
DSA.....	4	1	1	1	3	10
Total.....	54	30	21	28	79	130
B. Direct purchase breakout:						
Army.....	1	1	1	1	1	1
Navy.....	6	6	6	6	6	6
Air Force.....	3	4	4	4	12	8
Total.....	10	11	4	4	19	15