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

[In Millions]

SUMMARY BY AREA—Continued Summary Fiscal		Realized	savings	Estimated savings		Total savings	
Buying only what we need—Continued A. Refining requirements calculations—Continued S. Teechang requirements—S. Teechang requirements—Teechang requirements—Teec		Goal	Fiscal year 1967	Fiscal year 1968	Fiscal year 1969	Fiscal year 1967–69	Goal
Continued S. Technical data and reports: S. Technical data and reports: S. Technical data and reports: C. Technical data a	SUMMARY BY AREA—Continued		<u> </u>				
Army	Continued						
Total	Army Navy		\$2 1		1	\$4 2	\$1 3
6. Industrial production base:							
Nav	6. Industrial production base:			====			
Air Force	Army	<u>1</u>					
B. Utilization of long supply and excess inventory: 1. Equipment and supplies: Army	Air Force	3	4			4	
Ventory: 1. Equipment and supplies: Army	Total	4	4			4	4
1. Equipment and supplies:	B. Utilization of long supply and excess in- ventory:						
Air Force. 12 28 4 32 18 DSS. 4 3 3 3 66 Total. 37 49 11 2 62 51 2.**Redistribution of idle production equipment:	1. Equipment and supplies:	17	11	•		10	
Air Force. 12 28 4 32 18 DSS. 4 3 3 3 66 Total. 37 49 11 2 62 51 2.**Redistribution of idle production equipment:	Navv	4	17	5	2	14	22 5
Total	Air Force	12	28	4		32	18
2.7Redistribution of idle production equipment: Army Navy Air Force 1							
Army	2. Redistribution of idle production					====	
Navy	equipment: Army						
Total	Navý	ī					ī
3. Excess contractor inventory:	Air Force						
Army		1					1
Air Force	3. Excess contractor inventory:						
Total	Havy	<u>i</u>	ī			i	
Army	Total	2	 1				
Navy 10 10 11 17 18 245 164 16	C. Eliminating goldplating:	100				100	
Air Force	Navy		113	24		182	
Total	All Force	117	134	60	51	245	164
D. Inventory item reduction:							
Army 1 3 3 1 Navy 1 Air Force 1 1 DSA 2 2 2 3 4 Total 4 3 3 3 4 Total, buying only what we need 534 685 260 132 1077 796 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 1 3 10 Total 54 30 21 28 79 130 B. Direct purchase breakout: Army 1 1 1 1 1 3 10 B. Direct purchase breakout: Army 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6		300	339	161	109	609	419
Air Force	Army					3	1
Total	Air Force	i					
Total, buying only what we need							
Buying at the lowest sound price: A. Shift from noncompetitive to competitive procurement: Army			===				
Procurement:	. , , ,	534	685	260	132	1077	796
DSA	procurement:						
DSA	Army Navy	10 25	10	11	17	38	25 60
B. Direct purchase breakout: Army	Air Force	15 4	16 1	7 1	7 1	30 3	35
Army	Total	54	30	21	28	79	130
Navy6 66 6 6 6 6 6 6 8 6 6 8 6	B. Direct purchase breakout:	1	1			1	1
	Navý	6	6		4	6	6
	Total	10		4	4	19	15