

OTHER DEFENSE—CIVIL PROGRAMS

MILITARY RETIREMENT

Federal Funds

PAYMENT TO MILITARY RETIREMENT FUND

Program and Financing (in millions of dollars)

Identification code 97-0040-0-1-054	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Treasury Payment to Military Retirement Fund	23,180	26,048	27,025
10.00 Total new obligations (object class 13.0)	23,180	26,048	27,025
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	23,180	26,048	27,025
23.95 Total new obligations	-23,180	-26,048	-27,025
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	23,180	26,048	27,025
Change in obligated balances:			
73.10 Total new obligations	23,180	26,048	27,025
73.20 Total outlays (gross)	-23,180	-26,048	-27,025
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	23,180	26,048	27,025
Net budget authority and outlays:			
89.00 Budget authority	23,180	26,048	27,025
90.00 Outlays	23,180	26,048	27,025

The 2008 payment to the military retirement fund includes funds for the amortization of the unfunded liability for all retirement benefits earned by military personnel for service prior to 1985. The amortization schedule for the unfunded liability is determined by the Department of Defense Retirement Board of Actuaries. Included in the unfunded liability are the consolidated requirements of the military departments to cover retired officers and enlisted personnel of the Army, Navy, Marine Corps, and Air Force, retainer pay of enlisted personnel of the Fleet Reserve of the Navy and Marine Corps, and survivors' benefits.

The 2004 National Defense Authorization Act created additional benefits for certain retirees who receive disability compensation from the Veterans' Administration and moved the responsibility for payments under the Combat Related Special Compensation program to the Military Retirement Fund. Any additional funding requirements for retirees with service prior to 1985 will be included in this payment.

Trust Funds

MILITARY RETIREMENT FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 97-8097-0-7-602	2006 actual	2007 est.	2008 est.
01.00 Balance, start of year	191,418	202,599	210,635
01.99 Balance, start of year	191,418	202,599	210,635
Receipts:			
02.00 Employing agency contributions, Military retirement fund	13,896	13,663	14,608
02.01 Earnings on investments, Military retirement fund	12,994	9,704	8,900
02.02 Federal contributions, Military retirement fund	23,180	26,048	27,025
02.03 Federal contributions (concurrent receipt accruals), Military retirement fund	2,344	2,452	2,641
02.99 Total receipts and collections	52,414	51,867	53,174

04.00 Total: Balances and collections	243,832	254,466	263,809
Appropriations:			
05.00 Military retirement fund	-52,126	-51,867	-53,174
05.01 Military retirement fund	10,893	8,036	7,328
05.99 Total appropriations	-41,233	-43,831	-45,846
07.99 Balance, end of year	202,599	210,635	217,963

Program and Financing (in millions of dollars)

Identification code 97-8097-0-7-602	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Nondisability	35,497	37,510	38,964
00.02 Temporary disability	67	68	70
00.03 Permanent disability	1,203	1,234	1,264
00.04 Fleet reserve	1,874	1,981	2,058
00.05 Survivors' benefits	2,592	3,038	3,490
10.00 Total new obligations (object class 42.0)	41,233	43,831	45,846
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	41,233	43,831	45,846
23.95 Total new obligations	-41,233	-43,831	-45,846
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	52,126	51,867	53,174
60.45 Portion precluded from obligation	-10,893	-8,036	-7,328
62.50 Appropriation (total mandatory)	41,233	43,831	45,846
Change in obligated balances:			
72.40 Obligated balance, start of year	3,321	3,409	3,567
73.10 Total new obligations	41,233	43,831	45,846
73.20 Total outlays (gross)	-41,145	-43,673	-45,681
74.40 Obligated balance, end of year	3,409	3,567	3,732
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	41,145	43,673	45,681
Net budget authority and outlays:			
89.00 Budget authority	41,233	43,831	45,846
90.00 Outlays	41,145	43,673	45,681
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities:			
Par value	177,282	181,810	208,882
92.02 Total investments, end of year: Federal securities:			
Par value	181,810	208,882	216,464

Public Law 98-94 provided for accrual funding of the military retirement system and for the establishment of a Department of Defense Military Retirement Fund in 1985. The fund has three sources of income. The first is payments from the Military Personnel accounts, which cover the accruing costs of the future retirement benefits being earned by today's service members. The second source is interest on investments of the fund. The third source is made up of two payments from the general treasury. The first Treasury payment covers a portion of the accrued unfunded liability for all the retirees and current members who had earned benefits before the accrual funding system was set up. The second Treasury payment covers the liability for concurrent receipt of military retired pay and disability compensation paid by the Department of Veterans' Affairs. This benefit was added in the 2004 National Defense Authorization Act (P.L. 108-136).

The status of the fund is as follows:

MILITARY RETIREMENT FUND—Continued

Status of Funds (in millions of dollars)

Identification code 97-8097-0-7-602	2006 actual	2007 est.	2008 est.
Unexpended balance, start of year:			
0100 Balance, start of year	194,739	206,008	214,202
0199 Total balance, start of year	194,739	206,008	214,202
Cash income during the year:			
Current law:			
Receipts:			
1200 Employing agency contributions, Military retirement fund	13,896	13,663	14,608
1201 Earnings on investments, Military retirement fund	12,994	9,704	8,900
1202 Federal contributions, Military retirement fund	23,180	26,048	27,025
1203 Federal contributions (concurrent receipt accruals), Military retirement fund	2,344	2,452	2,641
1299 Income under present law	52,414	51,867	53,174
3299 Total cash income	52,414	51,867	53,174
Cash outgo during year:			
Current law:			
4500 Military retirement fund	-41,145	-43,673	-45,681
4599 Outgo under current law (-)	-41,145	-43,673	-45,681
6599 Total cash outgo (-)	-41,145	-43,673	-45,681
Unexpended balance, end of year:			
8700 Uninvested balance (net), end of year	24,198	5,320	5,231
8701 Invested balance, end of year	181,810	208,882	216,464
8799 Total balance, end of year	206,008	214,202	221,695

RETIREE HEALTH CARE

Federal Funds

PAYMENT TO DEPARTMENT OF DEFENSE MEDICARE-ELIGIBLE RETIREE HEALTH CARE FUND

Program and Financing (in millions of dollars)

Identification code 97-0850-0-1-054	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Payment to the Uniformed Retiree Health Care Fund	16,612	15,608	16,194
10.00 Total new obligations (object class 13.0)	16,612	15,608	16,194
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	16,612	15,608	16,194
23.95 Total new obligations	-16,612	-15,608	-16,194
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	16,612	15,608	16,194
Change in obligated balances:			
73.10 Total new obligations	16,612	15,608	16,194
73.20 Total outlays (gross)	-16,612	-15,608	-16,194
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	16,612	15,608	16,194
Net budget authority and outlays:			
89.00 Budget authority	16,612	15,608	16,194
90.00 Outlays	16,612	15,608	16,194

DEPARTMENT OF DEFENSE MEDICARE-ELIGIBLE RETIREE HEALTH CARE FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 97-5472-0-2-551	2006 actual	2007 est.	2008 est.
01.00 Balance, start of year	59,721	84,271	107,742
01.99 Balance, start of year	59,721	84,271	107,742

Receipts:			
02.40 Non-DoD employing agency contributions, DoD Medicare-Eligible retiree health care fund	297	319	336
02.41 Earnings on investments, DoD Medicare-Eligible retiree health care fund	3,779	3,807	4,991
02.42 Federal contributions, DoD Medicare-Eligible retiree health care fund	16,612	15,608	16,194
02.43 Department of Defense contributions, DoD Medicare-Eligible retiree health care fund	10,841	11,231	10,876
02.99 Total receipts and collections	31,529	30,965	32,397
04.00 Total: Balances and collections	91,250	115,236	140,139
Appropriations:			
05.00 Department of Defense Medicare-Eligible retiree health care fund	-31,529	-30,965	-32,362
05.01 Department of Defense Medicare-Eligible retiree health care fund	24,550	23,471	24,076
05.99 Total appropriations	-6,979	-7,494	-8,286
07.99 Balance, end of year	84,271	107,742	131,853

Program and Financing (in millions of dollars)

Identification code 97-5472-0-2-551	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 DoD Medicare-Eligible retiree health care payments	7,076	7,680	8,286
10.00 Total new obligations (object class 13.0)	7,076	7,680	8,286
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	97		
22.00 New budget authority (gross)	6,979	7,680	8,286
23.90 Total budgetary resources available for obligation	7,076	7,680	8,286
23.95 Total new obligations	-7,076	-7,680	-8,286
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Mandatory:			
60.20 Appropriation (special fund)	31,529	30,965	32,362
60.45 Portion precluded from obligation	-24,550	-23,471	-24,076
62.00 Transferred from other accounts		186	
62.50 Appropriation (total mandatory)	6,979	7,680	8,286
Change in obligated balances:			
72.40 Obligated balance, start of year	388	397	397
73.10 Total new obligations	7,076	7,680	8,286
73.20 Total outlays (gross)	-7,067	-7,680	-8,286
74.40 Obligated balance, end of year	397	397	397
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	6,979	7,680	8,286
86.98 Outlays from mandatory balances	88		
87.00 Total outlays (gross)	7,067	7,680	8,286
Net budget authority and outlays:			
89.00 Budget authority	6,979	7,680	8,286
90.00 Outlays	7,067	7,680	8,286
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities: Par value	52,873	72,740	96,211
92.02 Total investments, end of year: Federal securities: Par value	72,740	96,211	120,287

Public Law 106-398 provides for accrual funding for health care to Medicare-eligible retirees. The statute establishes an accrual health care fund which has three sources of funding. The first is contributions from employing agencies, which cover the liability for future benefits accruing to current service members. The second is an annual payment from the general treasury on the accrued unfunded liability and the third source is income from the investment of fund balances.

Status of Funds (in millions of dollars)				
Identification code 97-5472-0-2-551	2006 actual	2007 est.	2008 est.	
Unexpended balance, start of year:				
0100 Balance, start of year	60,206	84,668	108,139	
0199 Total balance, start of year	60,206	84,668	108,139	
Cash income during the year:				
Current law:				
Offsetting receipts (intragovernmental):				
1240 Non-DoD employing agency contributions, DoD Medicare-Eligible retiree health care fund	297	319	336	
1241 Earnings on investments, DoD Medicare-Eligible retiree health care fund	3,779	3,807	4,991	
1242 Federal contributions, DoD Medicare-Eligible retiree health care fund	16,612	15,608	16,194	
1243 Department of Defense contributions, DoD Medicare-Eligible retiree health care fund	10,841	11,231	10,876	
1299 Income under present law	31,529	30,965	32,397	
3299 Total cash income	31,529	30,965	32,397	
Cash outgo during year:				
Current law:				
4500 Department of Defense Medicare-Eligible retiree health care fund	-7,067	-7,680	-8,286	
4599 Outgo under current law (-)	-7,067	-7,680	-8,286	
6599 Total cash outgo (-)	-7,067	-7,680	-8,286	
7645 Department of Defense Medicare-Eligible retiree health care fund		186		
7699 Total adjustments		186		
Unexpended balance, end of year:				
8700 Uninvested balance (net), end of year	11,928	11,928	11,963	
8701 Invested balance, end of year	72,740	96,211	120,287	
8799 Total balance, end of year	84,668	108,139	132,250	

62.50	Appropriation (total mandatory)	375	514	529
Change in obligated balances:				
73.10	Total new obligations	375	514	529
73.20	Total outlays (gross)	-374	-514	-529
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	374	514	529
Net budget authority and outlays:				
89.00	Budget authority	375	514	529
90.00	Outlays	374	514	529
Memorandum (non-add) entries:				
92.01	Total investments, start of year: Federal securities: Par value	1,025	1,241	1,382
92.02	Total investments, end of year: Federal securities: Par value	1,241	1,382	1,530

The 1985 Defense Authorization Bill, Public Law 98-525, provided for the accrual funding of certain education benefits for active duty military personnel under the authority of Chapter 30, Title 38 U.S.C., and to selected Reserve personnel under the authority of Chapters 1605 and 1607, Title 10 U.S.C. Public Laws 100-48 and 108-375 made this program permanent. The fund is financed through actuarially-determined Government contributions from the Department of Defense military personnel appropriations and interest on investments. Funds are transferred to the Department of Veterans Affairs to make benefit payments to eligible personnel. The status of the fund is as follows:

EDUCATIONAL BENEFITS				
Trust Funds				
EDUCATION BENEFITS FUND				
Special and Trust Fund Receipts (in millions of dollars)				
Identification code 97-8098-0-7-702	2006 actual	2007 est.	2008 est.	
Unexpended balance, start of year:				
0100 Balance, start of year	1,029	1,242	1,383	
01.99 Balance, start of year	1,029	1,242	1,383	
Receipts:				
02.00 Employing agency contributions, Education benefits fund	529	593	608	
02.01 Interest on investments, Education benefits fund	59	62	69	
02.99 Total receipts and collections	588	655	677	
04.00 Total: Balances and collections	1,617	1,897	2,060	
Appropriations:				
05.00 Education benefits fund	-588	-655	-677	
05.01 Education benefits fund	213	141	148	
05.99 Total appropriations	-375	-514	-529	
07.99 Balance, end of year	1,242	1,383	1,531	

Status of Funds (in millions of dollars)				
Identification code 97-8098-0-7-702	2006 actual	2007 est.	2008 est.	
Unexpended balance, start of year:				
0100 Balance, start of year	1,029	1,243	1,384	
0199 Total balance, start of year	1,029	1,243	1,384	
Cash income during the year:				
Current law:				
Receipts:				
1200 Employing agency contributions, Education benefits fund	529	593	608	
1201 Interest on investments, Education benefits fund	59	62	69	
1299 Income under present law	588	655	677	
3299 Total cash income	588	655	677	
Cash outgo during year:				
Current law:				
4500 Education benefits fund	-374	-514	-529	
4599 Outgo under current law (-)	-374	-514	-529	
6599 Total cash outgo (-)	-374	-514	-529	
Unexpended balance, end of year:				
8700 Uninvested balance (net), end of year	2	2	2	
8701 Education benefits fund	1,241	1,382	1,530	
8799 Total balance, end of year	1,243	1,384	1,532	

Program and Financing (in millions of dollars)				
Identification code 97-8098-0-7-702	2006 actual	2007 est.	2008 est.	
Obligations by program activity:				
00.01 Active duty program	102	99	96	
00.02 Direct Program Activity	273	415	433	
10.00 Total new obligations (object class 13.0)	375	514	529	
Budgetary resources available for obligation:				
22.00 New budget authority (gross)	375	514	529	
23.95 Total new obligations	-375	-514	-529	
New budget authority (gross), detail:				
Mandatory:				
60.26 Appropriation (trust fund)	588	655	677	
60.45 Portion precluded from obligation	-213	-141	-148	

AMERICAN BATTLE MONUMENTS COMMISSION

Federal Funds

SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the American Battle Monuments Commission, including the acquisition of land or interest in land in foreign countries; purchases and repair of uniforms for caretakers of national cemeteries and monuments outside of the United States and its territories and possessions; rent of office and garage space in foreign countries; purchase (one-for-one replacement basis only) and hire of passenger motor vehicles; not to exceed \$7,500 for official reception and representation expenses; and insurance of official motor vehicles in foreign countries, when required by law of such countries, \$42,100,000, to remain available until expended.

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution

SALARIES AND EXPENSES—Continued

(P.L. 109–289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 74–0100–0–1–705	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Administration and U.S. memorials	6	8	10
00.02 European memorials and cemeteries	34	23	25
00.03 Mediterranean memorials and cemeteries	5	5	5
00.04 Asian memorials and cemeteries	2	1	2
10.00 Total new obligations	47	37	42
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	12	9	21
22.00 New budget authority (gross)	43	37	42
22.22 Unobligated balance transferred from other accounts	1	12	11
23.90 Total budgetary resources available for obligation	56	58	74
23.95 Total new obligations	–47	–37	–42
24.40 Unobligated balance carried forward, end of year	9	21	32
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	36	37	42
42.00 Transferred from other accounts	6		
43.00 Appropriation (total discretionary)	42	37	42
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	1		
70.00 Total new budget authority (gross)	43	37	42
Change in obligated balances:			
72.40 Obligated balance, start of year	22	19	20
73.10 Total new obligations	47	37	42
73.20 Total outlays (gross)	–50	–36	–42
74.40 Obligated balance, end of year	19	20	20
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	38	32	37
86.93 Outlays from discretionary balances	12	4	5
87.00 Total outlays (gross)	50	36	42
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	–1		
Net budget authority and outlays:			
89.00 Budget authority	42	37	42
90.00 Outlays	49	36	42

The American Battle Monuments Commission is responsible for: the maintenance and construction of U.S. monuments and memorials commemorating the achievements in battle of our Armed Forces since 1917; controlling erection of monuments and markers by U.S. citizens and organizations in foreign countries; and for the design, construction, and maintenance of permanent military cemetery memorials in foreign countries. American Battle Monuments Commission is continuing productivity improvements and infrastructure modernization at cemeteries and memorials overseas.

Object Classification (in millions of dollars)

Identification code 74–0100–0–1–705	2006 actual	2007 est.	2008 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	27	14	19
11.8 Special personal services payments	1	1	1
11.9 Total personnel compensation	28	15	20
12.1 Civilian personnel benefits	7	6	6
23.3 Communications, utilities, and miscellaneous charges	2	3	3

25.2 Other services	5	2	2
26.0 Supplies and materials	4	11	11
99.0 Direct obligations	46	37	42
99.0 Reimbursable obligations	1		
99.9 Total new obligations	47	37	42

Employment Summary

Identification code 74–0100–0–1–705	2006 actual	2007 est.	2008 est.
Direct:			
1001 Civilian full-time equivalent employment	391	404	404

FOREIGN CURRENCY FLUCTUATIONS

For necessary expenses, not otherwise provided for, of the American Battle Monuments Commission, such sums as may be necessary, to remain available until expended, for purposes authorized by section 2109 of title 36, United States Code as amended herein.

Section 2109 of title 36, United States Code, is amended as follows:

(1) in subsection (c), by—

a. deleting paragraph (3), and

b. in paragraph (2), by revising the matter preceding subparagraph (A) to read: “(2) Amounts transferred from the Account shall be transferred back to the Account, and immediately cancelled—”;

(2) by revising subsection (e) to read:

“(e) Unobligated balances. To the extent favorable fluctuations in currency exchange rates of foreign countries result in an unobligated balance of an appropriation for salaries and expenses, that amount shall be transferred to the Account promptly and immediately cancelled.”;

(3) by revising subsection (g) to read:

“(g) Appropriations. Beginning in fiscal year 2008 and thereafter, there are appropriated to the Account such sums as may be necessary to carry out subsection (a) of this section.”

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109–289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 74–0101–0–1–705	2006 actual	2007 est.	2008 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	4	12	5
22.00 New budget authority (gross)	9	5	11
22.21 Unobligated balance transferred to other accounts	–1	–12	–11
23.90 Total budgetary resources available for obligation	12	5	5
24.40 Unobligated balance carried forward, end of year	12	5	5
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	15	5	11
41.00 Transferred to other accounts	–6		
43.00 Appropriation (total discretionary)	9	5	11
Net budget authority and outlays:			
89.00 Budget authority	9	5	11
90.00 Outlays			

The agency has a currency fluctuation account that insulates its appropriation’s buying power from changes in exchange rates. The current exchange rate of \$1=0.75 Euros to the U.S. Dollar would require \$11.2 million for foreign currency fluctuations. The proposed amended appropriations language would allow updates of the foreign currency exchange rates and requirements as needed throughout the year.

Trust Funds
CONTRIBUTIONS**Special and Trust Fund Receipts** (in millions of dollars)

Identification code 74-8569-0-7-705	2006 actual	2007 est.	2008 est.
01.00 Balance, start of year	5	6	7
01.99 Balance, start of year	5	6	7
Receipts:			
02.00 Earnings on investments, American Battle Monuments Commission	1	1	1
02.60 Contributions, American Battle Monuments Commission	1	1	1
02.99 Total receipts and collections	2	2	2
04.00 Total: Balances and collections	7	8	9
Appropriations:			
05.00 Contributions	-1	-1	-1
07.99 Balance, end of year	6	7	8

Program and Financing (in millions of dollars)

Identification code 74-8569-0-7-705	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.04 World War II Memorial	6	2	2
10.00 Total new obligations (object class 32.0)	6	2	2
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	14	9	8
22.00 New budget authority (gross)	1	1	1
23.90 Total budgetary resources available for obligation	15	10	9
23.95 Total new obligations	-6	-2	-2
24.40 Unobligated balance carried forward, end of year	9	8	7
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	1	1	1
Change in obligated balances:			
72.40 Obligated balance, start of year	4	5	6
73.10 Total new obligations	6	2	2
73.20 Total outlays (gross)	-5	-1	-1
74.40 Obligated balance, end of year	5	6	7
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1	1	1
86.98 Outlays from mandatory balances	4		
87.00 Total outlays (gross)	5	1	1
Net budget authority and outlays:			
89.00 Budget authority	1	1	1
90.00 Outlays	5	1	1
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities: Par value	8		10
92.02 Total investments, end of year: Federal securities: Par value		10	10

Purchase of flowers.—Private citizens contribute funds for the purchase of flowers to decorate graves and tablets of the missing at the cemeteries and memorials administered by the Commission.

Repair of non-Federal war memorials.—When requested to do so and upon receipt of the necessary funds, the Commission arranges for and oversees the repair of war memorials to U.S. Forces erected in foreign countries by American citizens, States, municipalities, or associations.

Normandy Visitors Center.—Public Law 107-73 funded the design of an interpretive center at the American Cemetery in Normandy, France. The Center will tell the story of the 9,386 American soldiers buried and 1,557 missing in action

at Normandy. Ground breaking was held on August 28, 2004, with the official opening scheduled for 6 June 2007. First annualized staffing of guides, security and maintenance personnel for the Center is being proposed in this budget.

ARMED FORCES RETIREMENT HOME**Federal Funds**

GENERAL FUND PAYMENT, ARMED FORCES RETIREMENT HOME

For payment to the "Armed Forces Retirement Home," \$5,900,000, to remain available until expended.

Beginning in fiscal year 2009 and thereafter, \$5,100,000 shall be appropriated annually to this account, to remain available until expended: Provided, That such amount shall be adjusted by the Consumer Price Index "W" each year.

Program and Financing (in millions of dollars)

Identification code 84-0100-0-1-602	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Payment to AFRH trust fund (Katrina supplemental)	242		
10.00 Total new obligations (object class 94.0)	242		
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	242		
23.95 Total new obligations	-242		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	242		
Change in obligated balances:			
73.10 Total new obligations	242		
73.20 Total outlays (gross)	-242		
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	242		
Net budget authority and outlays:			
89.00 Budget authority	242		
90.00 Outlays	242		

Trust Funds

ARMED FORCES RETIREMENT HOME

For expenses necessary for the Armed Forces Retirement Home to operate and maintain the Armed Forces Retirement Home-Washington, District of Columbia and the Armed Forces Retirement Home-Gulfport, Mississippi, to be paid from funds available in the Armed Forces Retirement Home Trust Fund, \$55,724,000.

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 84-8522-0-7-602	2006 actual	2007 est.	2008 est.
01.00 Balance, start of year	75	85	98
01.99 Balance, start of year	75	85	98
Receipts:			
02.00 Interest on investments, Armed Forces Retirement Home	5	5	5
02.01 General fund payment to the Armed Forces Retirement Home	242		
02.20 Fees paid by residents, U.S. Naval Home	1		
02.21 Fees paid by residents, U.S. Soldiers' and Airmen's Home	10	11	11
02.22 Land sales, Armed Forces Retirement Home	1	1	1
02.60 Deductions, fines and gifts, U.S. Naval Home	27	26	27
02.61 Deductions, fines, and gifts, U.S. Soldiers' and Airmen's Home	24	25	26
02.99 Total receipts and collections	310	68	70

ARMED FORCES RETIREMENT HOME—Continued

Special and Trust Fund Receipts (in millions of dollars)—Continued

Identification code 84-8522-0-7-602	2006 actual	2007 est.	2008 est.
04.00 Total: Balances and collections	385	153	168
Appropriations:			
05.00 Armed Forces Retirement Home	-68	-55	-56
05.01 Armed Forces Retirement Home	-233		
05.02 Armed Forces Retirement Home	1		
05.99 Total appropriations	-300	-55	-56
07.99 Balance, end of year	85	98	112

Program and Financing (in millions of dollars)

Identification code 84-8522-0-7-602	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program activity	61	255	86
09.00 Construction	4		
10.00 Total new obligations	65	255	86
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	33	271	74
22.00 New budget authority (gross)	300	55	56
22.10 Resources available from recoveries of prior year obligations	3	3	3
23.90 Total budgetary resources available for obligation	336	329	133
23.95 Total new obligations	-65	-255	-86
24.40 Unobligated balance carried forward, end of year	271	74	47
New budget authority (gross), detail:			
Discretionary:			
40.26 Appropriation (OM)	68	55	56
40.26 Appropriation (Construction)	233		
40.37 Appropriation temporarily reduced	-1		
43.00 Appropriation (total discretionary)	300	55	56
Change in obligated balances:			
72.40 Obligated balance, start of year	9	7	159
73.10 Total new obligations	65	255	86
73.20 Total outlays (gross)	-64	-100	-120
73.45 Recoveries of prior year obligations	-3	-3	-3
74.40 Obligated balance, end of year	7	159	122
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	57	44	44
86.93 Outlays from discretionary balances	7	56	76
87.00 Total outlays (gross)	64	100	120
Net budget authority and outlays:			
89.00 Budget authority	300	55	56
90.00 Outlays	64	100	120
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities:			
Par value	124	139	155
92.02 Total investments, end of year: Federal securities:			
Par value	139	155	155

The 1991 Defense Authorization Act, Public Law 101-510, created an Armed Forces Retirement Home (AFRH) Trust Fund to finance the AFRH-Washington and the AFRH-Gulfport Homes. The homes are financed by appropriations drawn from the trust fund. In addition, the Department of Defense will transfer the amount of \$5.9 million in FY 2008 and \$5.1 million (adjusted for inflation) annually thereafter to the Trust Fund of the Armed Forces Retirement Home.

The AFRH Fiscal Year 2006 Performance and Accountability Report displayed the significant progress of the AFRH over the past four years.

Due to damage caused by Hurricane Katrina, more than 400 residents of the AFRH-Gulfport were temporarily relo-

cated to the AFRH-Washington. Public Law 109-148 appropriated \$20.8 million to continue care for Gulfport in AFRH-Washington. Public Law 109-234 appropriated \$176 million for planning, design, and construction of a new facility for Gulfport. Public Law 109-234 also transferred unobligated balances of \$45 million approved in Public Law 109-148, and funds provided in fiscal years 1998 through 2004 for construction and renovation of the physical plants at the United States Naval Home/AFRH-Gulfport. Total funds appropriated for the project are approximately \$236 million.

The AFRH provides medical and domiciliary care and other authorized benefits for the relief and support of certain retired and former military personnel of the Armed Forces.

The average number of members receiving domiciliary and hospital care are shown below:

	2006 actual	2007 est.	2008 est.
Domiciliary care	929	1019	1019
Hospital care	271	304	304
Total members	1200	1323	1323

Object Classification (in millions of dollars)

Identification code 84-8522-0-7-602	2006 actual	2007 est.	2008 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	17	19	19
11.5 Other personnel compensation	2		
11.9 Total personnel compensation	19	19	19
12.1 Civilian personnel benefits	6	6	6
13.0 Benefits for former personnel	1	1	1
22.0 Transportation of things	1		
23.3 Communications, utilities, and miscellaneous charges	6	6	7
25.1 Advisory and assistance services	6		
25.2 Other services	3	14	15
25.4 Operation and maintenance of facilities	4	2	1
25.6 Medical care	3	2	2
25.7 Operation and maintenance of equipment	1		
25.8 Subsistence and support of persons	5		
26.0 Supplies and materials	5	5	5
32.0 Land and structures	4	200	30
99.0 Direct obligations	64	255	86
99.5 Below reporting threshold	1		
99.9 Total new obligations	65	255	86

Employment Summary

Identification code 84-8522-0-7-602	2006 actual	2007 est.	2008 est.
Direct:			
1001 Civilian full-time equivalent employment	299	321	321

CEMETERIAL EXPENSES

Federal Funds

SALARIES AND EXPENSES

For necessary expenses, as authorized by law, for maintenance, operation, and improvement of Arlington National Cemetery and Soldiers' and Airmen's Home National Cemetery, including the purchase of three passenger motor vehicles for replacement only, and not to exceed \$1,000 for official reception and representation expenses, \$26,892,000, to remain available until expended. In addition, such sums as may be necessary for parking maintenance, repairs and replacement, to be derived from the Lease of Department of Defense Real Property for Defense Agencies account.

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 21-1805-0-1-705	2006 actual	2007 est.	2008 est.
01.00 Balance, start of year			1
01.99 Balance, start of year			1
Receipts:			
02.20 Lease of Department of Defense real property		1	1
04.00 Total: Balances and collections		1	2
07.99 Balance, end of year		1	2

Program and Financing (in millions of dollars)

Identification code 21-1805-0-1-705	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Operation and maintenance	15	18	21
00.02 Administration	1	1	2
00.03 Construction	13	8	4
10.00 Total new obligations	29	27	27
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	4	4	4
22.00 New budget authority (gross)	29	27	27
23.90 Total budgetary resources available for obligation	33	31	31
23.95 Total new obligations	-29	-27	-27
24.40 Unobligated balance carried forward, end of year	4	4	4
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	29	27	27
Change in obligated balances:			
72.40 Obligated balance, start of year	27	26	33
73.10 Total new obligations	29	27	27
73.20 Total outlays (gross)	-30	-20	-27
74.40 Obligated balance, end of year	26	33	33
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	25	20	20
86.93 Outlays from discretionary balances	5		7
87.00 Total outlays (gross)	30	20	27
Net budget authority and outlays:			
89.00 Budget authority	29	27	27
90.00 Outlays	30	20	27

Operation and maintenance.—Funds requested will provide for contractual services, necessary operating supplies and equipment, and personnel.

Administration.—Provision is made for determining eligibility for burial; management of Arlington and Soldiers' and Airmen's Home National Cemeteries; and administrative support.

Construction.—Arlington National Cemetery has developed a capital investment plan for all construction projects including using contiguous land sites that will be vacated by the Services, such as portions of the Navy Annex and Ft. Myer. Project 90 will construct the first boundary wall at Arlington National Cemetery that has niches for cremated remains. The request would fund the continuing development of 31 acres of gravesites in the Millennium Project.

Object Classification (in millions of dollars)

Identification code 21-1805-0-1-705	2006 actual	2007 est.	2008 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	5	5	5
12.1 Civilian personnel benefits	1	1	2
25.2 Other services	11	15	16
32.0 Land and structures	12	6	4
99.9 Total new obligations	29	27	27

Employment Summary

Identification code 21-1805-0-1-705	2006 actual	2007 est.	2008 est.
Direct:			
1001 Civilian full-time equivalent employment	101	99	99

**FOREST AND WILDLIFE CONSERVATION,
MILITARY RESERVATIONS**

Federal Funds

WILDLIFE CONSERVATION

Special and Trust Fund Receipts (in millions of dollars)

Identification code 97-5095-0-2-303	2006 actual	2007 est.	2008 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Sales of hunting and fishing permits, military reservations	2	2	2
04.00 Total: Balances and collections	2	2	2
Appropriations:			
05.00 Wildlife conservation	-2	-2	-2
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 97-5095-0-2-303	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Wildlife Conservation	2	2	2
10.00 Total new obligations	2	2	2
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	8	8	8
22.00 New budget authority (gross)	2	2	2
23.90 Total budgetary resources available for obligation	10	10	10
23.95 Total new obligations	-2	-2	-2
24.40 Unobligated balance carried forward, end of year	8	8	8
New budget authority (gross), detail:			
Mandatory:			
60.20 Appropriation (special fund)	2	2	2
Change in obligated balances:			
72.40 Obligated balance, start of year	2	2	2
73.10 Total new obligations	2	2	2
73.20 Total outlays (gross)	-2	-2	-2
74.40 Obligated balance, end of year	2	2	2
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	2	2	2
Net budget authority and outlays:			
89.00 Budget authority	2	2	2
90.00 Outlays	2	2	2

These appropriations provide for development and conservation of fish and wildlife and recreational facilities on military installations. Proceeds from the sale of fishing and hunting permits are used for these programs at Army, Navy, Marine Corps, and Air Force installations charging such user fees. These programs are carried out through cooperative plans agreed upon by the local representatives of the Secretary of Defense, the Secretary of the Interior, and the appropriate agency of the State in which the installation is located.

Object Classification (in millions of dollars)

Identification code 97-5095-0-2-303	2006 actual	2007 est.	2008 est.
Direct obligations:			

WILDLIFE CONSERVATION—Continued

Object Classification (in millions of dollars)—Continued

Identification code 97-5095-0-2-303	2006 actual	2007 est.	2008 est.
25.3 Other purchases of goods and services from Government accounts	1	1	1
26.0 Supplies and materials	1	1	1
99.9 Total new obligations	2	2	2

SELECTIVE SERVICE SYSTEM

Federal Funds

SALARIES AND EXPENSES

For necessary expenses of the Selective Service System, including expenses of attendance at meetings and of training for uniformed personnel assigned to the Selective Service System, as authorized by 5 U.S.C. 4101-4118 for civilian employees; purchase of uniforms, or allowances therefor, as authorized by 5 U.S.C. 5901-5902; hire of passenger motor vehicles; services as authorized by 5 U.S.C. 3109; and not to exceed \$750 for official reception and representation expenses; \$22,000,000: Provided, That none of the funds appropriated by this Act may be expended for or in connection with the induction of any person into the Armed Forces of the United States.

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 90-0400-0-1-054	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program	25	24	22
10.00 Total new obligations	25	24	22
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	25	24	22
23.95 Total new obligations	-25	-24	-22
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	25	24	22
Change in obligated balances:			
72.40 Obligated balance, start of year	5	9	9
73.10 Total new obligations	25	24	22
73.20 Total outlays (gross)	-22	-24	-23
73.40 Adjustments in expired accounts (net)	1		
74.40 Obligated balance, end of year	9	9	8
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	20	19	18
86.93 Outlays from discretionary balances	2	5	5

87.00 Total outlays (gross)	22	24	23
Net budget authority and outlays:			
89.00 Budget authority	25	24	22
90.00 Outlays	22	24	23

The Selective Service System (SSS) continues to register men as they reach age 18, as required by law, and maintain an active data base of registrant records. Should the Nation return to conscription for a national emergency, the Agency would have the first draftees at military processing centers 193 days after a mobilization. The Agency also manages a program for the Nation's conscientious objectors. In cooperation with the Department of Defense, Reserve Force Officers participating in the SSS program are being reduced to 250 in FY 2007 and 200 in FY 2008 to reflect reduced readiness requirements and the Military Conversion initiative.

The SSS will continue to strengthen its partnership with the Armed Services. The Agency will continue its national initiative to offer every young man that receives a registration acknowledgment, almost two million annually, the opportunity to volunteer for the military services.

In addition to improving its business processes and national registration compliance statistics, while helping to sustain an "all volunteer" military recruiting effort, the Agency is incorporating advanced information technology architectures to ensure faster, more accurate registration processing and better customer services via the Internet. Besides assisting in the adjustment to the FY 2008 request of \$22 million, employment savings (from attrition to 139 FTEs in FY 2007 and FY 2008) and other savings will be directed to additional automation improvements.

Object Classification (in millions of dollars)

Identification code 90-0400-0-1-054	2006 actual	2007 est.	2008 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	10	10	10
11.8 Special personal services payments	6	4	3
11.9 Total personnel compensation	16	14	13
12.1 Civilian personnel benefits	2	2	2
23.1 Rental payments to GSA	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	2	2
24.0 Printing and reproduction	1	1	1
25.2 Other services	3	4	3
99.9 Total new obligations	25	24	22

Employment Summary

Identification code 90-0400-0-1-054	2006 actual	2007 est.	2008 est.
Direct:			
1001 Civilian full-time equivalent employment	139	139	139