SECRETARY OF THE AIR FORCE WASHINGTON



18 September 2024

The Honorable Rosa L. DeLauro Ranking Member Committee on Appropriations U.S. House of Representatives Washington, DC 20515

Dear Representative DeLauro:

As Congress works to advance Fiscal Year (FY) 2025 appropriations legislation, I would like to highlight the significant challenges a Continuing Resolution (CR) poses to the Department of the Air Force (DAF). The FY 2025 DAF budget aligns with the National Defense Strategy (NDS) and Department of Defense priorities. A CR of any length impacts DAF readiness, hinders acceleration of the Space Force, delays military construction (MILCON) projects, reduces aircraft availability, and curbs modernization in our race for technological superiority. A CR also sets us back in meeting the pacing challenge presented by the People's Republic of China, which continues to invest heavily in capabilities designed to prevent the United States and its allies from projecting power in the Western Pacific. Below are amplifying examples detailing impacts a six-month CR would have on the DAF.

Impacts to Personnel & Readiness

- Degrades the Air Force's and Space Force's ability to care for our most critical asset – our service members – by hampering efforts to meet Basic Pay, Housing, and Subsistence Allowances; Recruiting and Retention Bonuses; and interrupts implementation of the Independent Review Commission (IRC) recommendations on sexual assault and suicide prevention and response
- Reduces Air Force aircraft Mission Capable (MC) and aircrew currency rates due to reduction in Weapon System Sustainment (WSS) and Flying Hour Program (FHP)

Impacts to Modernization

- Prevents production increases for munition stockpiles, including Joint Air-to-Surface Standoff Missile (JASSM)-Extended Range, Long Range Anti-Ship Missile (LRASM), and Stand-In Attack Weapon (SiAW)
- Impedes DAF nuclear enterprise modernization by delaying B-21 initial operation capability, Minuteman III recapitalization efforts, and Little Mountain Test Facility updates
- Halts Space Force development on launch and range test system software and delays the start of production for Space COMSEC products

Impacts to MILCON

• Compromises 11 MILCON projects across 5 states, totaling \$680 million supporting 11 weapon system beddowns, Child Development Centers, dormitories, and 5 European/Indo-Pacific projects fundamental to strategic military operations

In the event of a year-long CR, four Air Force Operational Imperative initiatives would also experience delays, hindering the DAF's ability to close key capability gaps, accelerate development, and assure U.S. advantage against pacing challenges with Space Order of Battle, Kill Chain Automation, Collaborative Combat Aircraft development, and Moving Target Engagement. Additionally, a year-long CR would degrade SATCOM capabilities, stall the advancement of Space Force programs including GPS III Follow On and Missile Warning/Missile Tracking, and prevent 33 new major construction projects totaling over \$2 billion.

The DAF greatly values our partnership with Congress and appreciates your commitment to our Airmen and Guardians. The longer the DAF operates under a CR, the greater the impact on our people and programs. These impacts get dramatically more perilous as Sequestration is imposed under the *Fiscal Responsibility Act (FRA) of 2023 (PL 118-5)*, reducing DAF buying power by \$15B. I appeal to you and your colleagues to advance full-year FY25 appropriations legislation as soon as possible. Thank you for your continued support of the finest Air and Space Forces in the world.

Sincerely,

Frank Kendall

Attachment: FY25 DAF CR Impacts Paper UNCLASS//RELEASABLE



Continuing Resolution (CR) Impacts Fiscal Year (FY) 2025

The FY 2025 Department of the Air Force (DAF) budget aligns with the National Defense Strategy and Department of Defense priorities. Any length of CR impacts readiness, hinders acceleration of the Space Force, delays military construction (MILCON) projects, reduces aircraft availability, and curbs modernization in the race for technological superiority. These impacts get dramatically more perilous as **Sequestration** is imposed under the *Fiscal Responsibility Act (FRA) of 2023 (PL 118-5)*.

Three-Month CR

<u>Halts Space Systems Development:</u> Stops work on launch and range test system software & IT modernization needed to address current and predicted threats and challenges which impairs national capabilities and Spacelift Range launch resources. Delays the start of production for critical Space COMSEC products severely impacting National Security Space systems.

Diminishes Readiness: Prevents fully funding readiness needs such as Weapon System Sustainment (WSS), Flying Hour Program (FHP), and Facilities Sustainment, Restoration and Modernization (FSRM) until later in the year, impacts Mission-Capable and currency rates, and delays contract awards.

Six-Month CR

<u>Restricts High-End Weapons Production Quantities:</u> Prevents production increases for munition stockpiles including Joint Air-to-Surface Standoff Missile (JASSM)-Extended Range (+30), Long Range Anti-Ship Missile (LRASM) (+88), and Stand-In Attack Weapon (SiAW) (+114).

3-Month:

- Space Modernization
- Partial WSS , FHP, & FSRM Funding
- 17 New Starts

6-Month:

- Pay & Entitlements Must-Pays
- Readiness & Resilience
- 48 New Starts, \$1B Year-Long:
- \$15B Lost Buying Power
- 222 Munitions, 13 Aircraft, 2 GPSIII
- 11 Weapon System Beddowns
- 33 MILCON Projects, \$2.1B
- 88 New Starts, \$1.3B

Failure to fulfill JASSM/LRASM contract quantities may cause \$400M cancel clause liability and munitions Multi-Year Procurement to not be executed, inhibiting stabilization of the industrial base and optimization of weapon production. Reduction to SiAW negatively impacts both DoN and DAF lot buy.

<u>Underfunds Pay Entitlements</u>: Limits DAF capability to cover increases in military pay accounts or initiate new bonuses/incentive pay-designed to address critically manned career fields. Delays essential ANG and AFR training leading to a decrease in overall readiness. Affects must-pay compensation bills such as Basic Allowance for Housing, Basic Allowance for Subsistence, etc.

Impedes Nuclear Enterprise Modernization: Delays B-21 progress towards initial operation and fundamental cornerstone capability for Strategic and Nuclear Deterrence. Limits production and technology quantity increases, procurement, and modernization funding that enhance survivability and lethality. A 6-month CR impacts the life-of-type buy needed to procure critical components for the new Mk21A reentry vehicle and delay key recapitalization efforts in the Minuteman III program. Essential updates to the Little Mountain Test Facility would not commence, further impacting the LGM-35A Sentinel program.

<u>Limits Weapon System Production</u>: Delays T-7A first Lot production (7 aircraft) by a year and prevents production increase for MH-139 (+1). Restricts ability to award F-35A production and Advanced Procurement for long lead parts and materials. Delays F-15EX production contract, potentially leading to production line break, and support for fielded Active and ANG aircraft.

Year-Long CR

If a sequester is ordered per the FRA, spending limits are capped to FY23 levels minus 1%. These actions not only stifle modernization, but inalterably give ground to our adversaries by reducing DAF buying power by \$15B.

<u>Curtails Operational Imperative Execution</u>: Delays four Air Force Operational Imperative initiatives that would close key capability gaps, accelerate development, and assure U.S. advantage against pacing challenges with Space Order of Battle, Kill Chain Automation, Collaborative Combat Aircraft development, and Moving Target Engagement.

Stalls Space Force Advancement: Limits critical Defensive Cyber Operations by postponing 20 FAB terminals second production lot buy, restricting worldwide nuclear survivable data and communications on the B-52. Limits GPS III Follow On program growth and delays procurement of Space Vehicles 21 and 22. Cancels 20% growth within Missile Warning/Missile Tracking program inhibiting increased resilience and detection of advanced missile signatures in contested environments.

Degrades SATCOM Capabilities: Cancels \$540M modernization effort for Evolved Strategic SATCOM inhibiting worldwide and Arctic secure operations; jam-resistant, and survivable SATCOM for Presidential and National Command Authorities and C2 over strategic ground, air, and sea forces. Delays delivery of \$360M PTS-Global and Resilient program advancements for reduced latency, increased capacity, and robust anti-jam capability.

<u>Stops Military Construction Projects:</u> Prevents 33 new major construction projects totaling ~\$2.1B including 11 weapon systems beddowns, Child Development Center, dormitory, and 5 European/Indo-Pacific projects fundamental to strategic military operations.

| | Departme | nt of the Air Force | | |
|---------------------|-------------|---|--------------|-------------------|
| | | FY24 Enacted | FY25 PB | Delta |
| USAF Total | (\$B) | 184.4 | 188.1 | 3.7 |
| 0&M | | 72.0 | 75.6 | 3.6 |
| MILPERS | | 40.2 | 41.7 | 1.5 |
| RDT&E | | 37.3 | 37.7 | 0.4 |
| Procurei | ment | 30.4 | 29.0 | -1.4 |
| MILCON | | 4.6 | 4.1 | -0.5 |
| USSF Total | (\$B) | 28.7 | 29.4 | 0.7 |
| 0&M | | 4.8 | 5.2 | 0.4 |
| MILPERS | | 1.2 | 1.2 | 0.0 |
| RDT&E | | 18.7 | 18.7 | 0.0 |
| Procurei | ment | 4.1 | 4.3 | 0.2 |
| DAF Total (| \$B) | 213.1 | 217.5 | 4.4 |
| | C | OAF - Production In | icreases | |
| Proj'd Start | Program | | Qty | Increase |
| Oct-24 | GPSIII Fol | low On | | 2 |
| Mar-25 | MH-139A | | | 1 |
| | | ke Missile | | 2 |
| Jun-25 | | er (AIM-9X) d Pilot Training T-7 | A | 13 |
| | | t Expansion | | 1 |
| | | Attack Weapon (Si | AW) | 114 |
| | LRASM | | | 88 |
| Jul-25 | AMRAAN | 1 | | 5 |
| TBD | ULTRA | | | 4 |
| Grand Total | | | | 237 |
| | DA | F New Start MILCO | | - (4.4 |
| Location | I a last la | Project | | Req. (\$K) |
| Alaska | | ntegrated Test and It Rescue Helicopte | | 126,000 19,300 |
| California | | it Rescue Helicopte | | 12,600 |
| camornia | | el Re-Entry Vehicle | | 110,000 |
| | | el AETC Formal Trai | | 167,000 |
| Florida | F-35 Co | F-35 Consolidated Weapons Training | | 26,200 |
| Hawaii | Space | Space Control Center | | |
| Idaho | | *Child Development Center | | 40,000 21,000 |
| Indiana | | Indoor Small Arms Range | | |
| Montana | | MIT-LL/Engineering and Prototype Fac, Inc Sentinel Entrance Control Facility | | |
| New Jersey | | *F-16 Mission Training Center | | |
| New York | | Combat Rescue Helicopter Simulator | | |
| Ohio | | ire Station | | 14,000 25,000 |
| South Dakot | a **B-21 | ADAL Squadron Op | erations | 44,000 |
| | | **B-21 N. Env. Protection Shelters (60 Row) | | |
| | | E. Alert Apron Env. | | 79,000 |
| Texas | | 0J ADAL Fuel Cell B LRS Fuels Administ | | 13,100 |
| | | Refueler Truck Yar | · · | 12,800 18,500 |
| | | ROUND BASED TRAI | | 38,000 |
| | | AINTENANCE TRAI | | 18,000 |
| | *METC | - Barracks/Ships/D | orms #1, Inc | 77,000 |
| Utah | T-7A D | epot Maintenance (| Complex, Inc | 50,000 |
| Virginia | Dormit | • | | 81,000 194,000 |
| Wyoming | | Sentinel Consolidated Maintenance Facility | | |
| | | nel Land Acquisitio | | 139,000 |
| USA Total | senun | el Utility Corridor, I | | 70,000 |
| Denmark | EDI: D4 | ABS-FEV Storage | | 110,000 |
| England | | ETY: Barrier System: | S | 185,000 |
| | | SOW Campus Infrastructure | | |
| Spain | | Strategic Airlift Han | | 51,000 15,200 |
| Europe Tota | | | | 361,200 |
| FSM | | inway Extension, In | ic | 96,000 |
| Indo-Pacific | | | | 96,000 |
| TOTAL (33 Projects) | | | | 2,057,300 |
| | | nonth CR (4 project | | 274,000 |

| | DAF New Start Procurement/RDT&E Requirements | | | | |
|--|--|-------------------|--|--|--|
| Proj'd Start | Program Title | Req. (\$K) | | | |
| Qtr. 1 | CV-22 Post Production Support | 12,025 | | | |
| | KC-46A Mod | 21,000 | | | |
| | Radio Equipment | 2,500 | | | |
| | Base Comm Infrastructure | 22,936 | | | |
| | Minuteman Squadrons | 6,500 | | | |
| | Tactical Terminal | 1,002 | | | |
| | Hard and Deeply Buried Target Defeat System (HDBTDS) Combat Survivor Evader Locator | 125,606 2,269 | | | |
| | Space Access, Mobility & Logistics (SAML) | 4,000 | | | |
| | C-5A Crown Skins* | 29,000 | | | |
| | KC-135 Other Production Charges | 15,031 | | | |
| | C-130J Comm Mod | 19,007 | | | |
| | LGM-35A Sentinel Mod | 5,216 | | | |
| | Little Mountain Test Facility* | 5,800 | | | |
| | Hard and Deeply Buried Targets (HDBT)* | 10,045 | | | |
| | C-5 Aircraft Replacement Support Equipment | 3,173 | | | |
| Qtr. 1 Total | | 285,110 | | | |
| Qtr. 2 | C-17 Aircraft (IF) | 5,200 | | | |
| | C-5 Airlift Squadrons (IF) | 203 | | | |
| | HC/MC-130 Modifications | 19,733 | | | |
| | Space Mods | 1,900 | | | |
| | MH-139A Mod | 5,010 | | | |
| | HH60W Modifications | 28,911 | | | |
| | USSF Replacement Vehicles Minuteman Squadrons | 4,919 43,171 | | | |
| | E-7 C2ISR | 6,000 | | | |
| | Combat Air Intelligence System Activities | 18,733 | | | |
| | Theater Nuclear Weapon Storage & Security System* | 9,018 | | | |
| | KC-46A Tanker Squadrons | 1,000 | | | |
| | Other Flight Training | 2,319 | | | |
| | Protected Tactical Service (PTS)* | 247,997 | | | |
| | Space Technology | 9,193 | | | |
| | Rapid Defense Experimentation Reserve (RDER) | 75,051 | | | |
| | Requirements Analysis & Concept Maturation | 12,622 | | | |
| | C2ISR Tactical Data Link | 42,371 | | | |
| | Non-Kinetic Countermeasure Support | 15,180 | | | |
| | F-15E Other Production Charges B-1B External Pylon Mods | 12,876 | | | |
| | B-18 External Pyton Mods B-52 Radar Mod | 10,064 117,305 | | | |
| | B-52 Mods | 2,104 | | | |
| | USSF Integrated Operations Network | 24,985 | | | |
| Qtr. 2 Total | | 715,865 | | | |
| Qtr. 3 | E-11A BACN | 1,750 | | | |
| | Airborne Reconnaissance Systems | 100 | | | |
| | HH-60W MUOS Capability | 4,550 | | | |
| | Countering Advanced Conventional Weapons (CACW) | 1,668 | | | |
| | Hard and Deeply Buried Target Defeat System (HDBTDS) | 39,079 | | | |
| | C-40D Initial Spares/Repair Parts | 10,021 | | | |
| | F-15EX Depot Activation | 40,084 | | | |
| | C-17A Connectivity | 1,000 | | | |
| Qtr. 3 Total | T-7A Initial Spares/Repair Parts | 10,021 108,273 | | | |
| Qtr. 4 | Deployment & Distribution Enterprise R&D | 4,600 | | | |
| u (1) 4 | Human Effectiveness Applied Research | 38,046 | | | |
| | RQ-20B Puma | 11,283 | | | |
| | Cartridges | 1,520 | | | |
| | Explosive Ordnance Disposal (EOD) | 1,269 | | | |
| | Missile Replacement Eq-Ballistic | 4,338 | | | |
| | Mk21A Reentry Vehicle | 26,156 | | | |
| | GeoBase | 1,002 | | | |
| | HC/MC-130 Recap RDT&E | 1 | | | |
| | T-6 Avionic Mod | 85,588 | | | |
| | NAS Spares And Repair Parts | 380 | | | |
| Qtr. 4 Total | | 174,183 | | | |
| Grand Tota | | 1,283,431 | | | |
| *CR Anomaly submitted to OSD-C **Appendix does not include classified new start information | | | | | |
| ••Appendix do USSF | ves not include classified new start information | | | | |
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